

BURSA MALAYSIA DERIVATIVES BERHAD

Date : 22 August 2016

Trading Participant Circular : 14/2016

**CHANGES TO THE TIMING OF THE USD/MYR EXCHANGE RATE USED FOR THE
CONVERSION OF THE LBMA GOLD PRICE AM TO RINGGIT MALAYSIA**

1. Bursa Malaysia Derivatives Berhad's ("**the Exchange**") Gold Futures Contract (FGLD) is a cash-settled Contract with its final settlement value computed on the Final Trading Day of the Contract using the LBMA Gold Price AM as its reference price.
2. Vide our Trading Participant Circular No.10/2016 dated 18 July 2016, the Exchange had informed all Trading Participants that the LBMA Gold Price AM will be converted to Ringgit Malaysia and rounded to the nearest RM0.05 using the mid exchange rate of USD/MYR based on the closing rate published by Bank Negara Malaysia, on the Final Trading Day.
3. However, Bank Negara Malaysia had since stopped publishing the closing rate for USD/MYR. Due to the non-availability of the closing rate for USD/MYR, please note that pursuant to Rule 2004.2 of the Rules of Bursa Malaysia Derivatives, for settlement purposes going forward, the Exchange will refer instead to the mid exchange rate for USD/MYR as at 1700 hours (Malaysia time) published by Bank Negara Malaysia on the Final Trading Day. The change will take effect for the August 2016 FGLD contract and all other FGLD contracts until further notice.
4. For the avoidance of doubt, save for the changes specified in paragraph 3 above, all other parts of the methodology to compute the final settlement value of the FGLD contract set out in contract specifications in item 2601 of Schedule 26 of the Rules of Bursa Malaysia Derivatives remain unchanged and continue to be effective.

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Bursa Malaysia Berhad 30632-P