

BURSA MALAYSIA DERIVATIVES CLEARING BERHAD

Date: 12 September 2022

Clearing Circular: 15/2022

Revamp of FGLD: Performance Bond / Margin Rate

In conjunction with the launch of revamped FGLD, the following rates will be effective to all contracts which remain open at the close of business on **Monday, 19 September 2022** and will continue to apply until further notice.

Commodity

| Combined Commodity | SPAN Price Scan Range (RM) | SPAN Volatility Scan Range (%) | Spot Month Charge (RM) | Spot Month Spread (RM/pair) | Tier | Contract Month (CM) | Back Month Spread (RM/pair) | Short Option Minimum (RM) |
|--------------------|----------------------------|--------------------------------|------------------------|-----------------------------|------------|---------------------|-----------------------------|---------------------------|
| CPO | 10,000 | 6 | 1,000 | - | Intra Tier | Tier 1 (CM 2 – 4) | 2,200 | 50 |
| | | | | | | Tier 2 (CM 5 – 15) | 2,200 | |
| | | | | | | Tier 3 (CM 16 – 24) | 800 | |
| | | | | | Inter Tier | Tier 1 & Tier 2 | 3,300 | |
| | | | | | | Tier 2 & Tier 3 | 2,900 | |
| | | | | | | Tier 1 & Tier 3 | 3,500 | |
| EPO | 10,000 | - | 300 | - | - | - | 800 | - |
| PKO | 10,000 | - | 100 | - | - | - | 1,200 | - |

Fixed Income & Financial

| Combined Commodity | SPAN Price Scan Range (RM) | SPAN Volatility Scan Range (%) | Spot Month Charge (RM) | Spot Month Spread (RM/pair) | Back Month Spread (RM/pair) | Short Option Minimum (RM) |
|--------------------|----------------------------|--------------------------------|------------------------|-----------------------------|-----------------------------|---------------------------|
| MG3 | 600 | - | 200 | - | 200 | - |
| MG5 | 1,000 | - | 200 | - | 200 | - |
| MGA | 700 | - | 200 | - | 200 | - |
| KB3 | 1,000 | - | - | 250 | 200 | - |

Metal

| Combined Commodity | SPAN Price Scan Range (RM) | SPAN Volatility Scan Range (%) | Spot Month Charge (RM) | Spot Month Spread (RM/pair) | Back Month Spread (RM/pair) | Short Option Minimum (RM) |
|--------------------|----------------------------|--------------------------------|------------------------|-----------------------------|-----------------------------|---------------------------|
| GLD | 1,700 | - | - | 200 | 150 | - |

Equity

| Combined Commodity | SPAN Price Scan Range (RM) | SPAN Volatility Scan Range (%) | Spot Month Charge (RM) | Spot Month Spread (RM/pair) | Back Month Spread (RM/pair) | Short Option Minimum (RM) |
|--------------------|----------------------------|--------------------------------|------------------------|-----------------------------|-----------------------------|---------------------------|
| KLI | 4,200 | 3 | - | 750 | 700 | 50 |
| M70 | 2,500 | - | - | 350 | 350 | - |

USD Combined Commodity

| Combined Commodity | SPAN Price Scan Range (USD) | SPAN Volatility Scan Range (%) | Spot Month Charge (USD) | Spot Month Spread (USD/pair) | Back Month Spread (USD/pair) | Short Option Minimum (USD) |
|--------------------|-----------------------------|--------------------------------|---|------------------------------|------------------------------|----------------------------|
| TIN | 1,000 | - | - | 350 | 250 | - |
| POL | 2,000 | 6 | 26 th (Prev M) – 9 th : 100 10 th – 18 th : 1,200 19 th – 25 th : 2,400 | - | 300 | - |
| UPO | 2,500 | - | - | 300 | 250 | - |

Intercommodity Spread Credit

| Priority | Intercommodity Spread | Spread Credit | Delta Ratio |
|----------|-----------------------|---------------|-------------|
| 1 | CPO:EPO | 70% | 1:1 |
| 2 | CPO:UPO | 70% | 1:1 |
| 3 | CPO:POL | 60% | 1:1 |
| 4 | POL:UPO | 55% | 1:1 |
| 5 | KLI:M70 | 60% | 2:3 |

Kindly be reminded that Clearing Participants are required to collect margins from their clients for all open positions maintained by them to ensure performance of the contracts. In accordance with Rule 4.16(1) and (2) of the Rules of the Clearing House, the amount of margin to be collected from clients shall be at least equivalent to the amount of margins required by the Clearing House. However, Clearing Participants may, at their absolute discretion, prescribe margin rates or requirements above the Clearing House's minimum margin requirements.

If you have any queries, please do not hesitate to contact Risk & Compliance at CCPrisk@bursamalaysia.com.

RISK & COMPLIANCE