

**BURSA MALAYSIA DERIVATIVES CLEARING BERHAD**

Date: 4 April 2023

Clearing Circular: 08/2023

**Changes in the Performance Bond / Margin Rate**

Please be advised that the rates in this circular will be applicable to all contracts which remain open at the close of business on **Thursday, 6 April 2023** 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) | Back Month Spread (RM/pair)                                       | Short Option Minimum (RM) |
|--------------------|----------------------------|--------------------------------|------------------------|-----------------------------|---|---------------------------|
| CPO                | 9,000                      | 6                              | 1,000                  | -                           | <i>Kindly refer to the CPO Intracommodity Spread Charge table</i> | 50                        |
| EPO                | 9,000                      | -                              | 300                    | -                           | 800   | -                         |
| PKO                | 9,000                      | -                              | 100                    | -                           | 1,200   | -                         |

**CPO Intracommodity Spread Charge**

| Contract Month | 2     | 3     | 4     | 5     | 6 - 7 | 8 - 15 | 16 - 24 |
|----------------|-------|-------|-------|-------|-------|--------|---------|
| 2              |       |       |       |       |       |        |         |
| 3              | 1,700 |       |       |       |       |        |         |
| 4              | 2,000 | 1,500 |       |       |       |        |         |
| 5              | 2,500 | 1,800 | 1,300 |       |       |        |         |
| 6 - 7          | 2,700 | 2,300 | 1,800 | 1,500 | 800   |        |         |
| 8 - 15         | 3,300 | 2,800 | 2,300 | 1,800 | 1,400 | 1,000  |         |
| 16 - 24        | 3,300 | 2,800 | 2,400 | 2,000 | 1,600 | 1,200  | 800     |

**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                | 2,400                      | -                              | -                      | 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                | 4,500                      | 3                              | -                      | 750                         | 700                         | 50                        |
| M70                | 2,500                      | -                              | -                      | 350                         | 350                         | -                         |
| 4GM                | 2,200                      | -                              | -                      | 300                         | 300                         | -                         |

**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 <sup>th</sup> (Prev M) – 9 <sup>th</sup> : 100<br>10 <sup>th</sup> – 18 <sup>th</sup> : 1,200<br>19 <sup>th</sup> – 25 <sup>th</sup> : 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:4GM               | 60%           | 2:3         |
| 6        | M70:4GM               | 40%           | 1:1         |
| 7        | KLI:M70               | 30%           | 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](mailto:CCPrisk@bursamalaysia.com).

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