

# East Malaysia Crude Palm Oil Futures (FEPO)

## Contract Specifications

CONTRACT CODE	FEPO
UNDERLYING INSTRUMENT	Crude Palm Oil
CONTRACT SIZE	25 metric tons
MINIMUM PRICE FLUCTUATION	MYR1.00 per metric ton
CONTRACT MONTHS	Spot month and the next 11 succeeding months, and thereafter, alternate months up to 36 months ahead
TRADING HOURS	<p>Monday to Friday (Malaysia Time)</p> <ul style="list-style-type: none"><li>• Morning trading session: 0900 - 1230 hours</li><li>• Afternoon trading session: 1430 - 1800 hours</li></ul> <p>Monday to Thursday (Malaysia Time)</p> <ul style="list-style-type: none"><li>• After-Hours (T+1) trading session: 2100 - 2330 hours</li></ul> <p>Business Days:</p> <ul style="list-style-type: none"><li>• Follows KL Business Day</li></ul>
PRICE LIMITS	<p>1. With the exception of trades in the current delivery month, trades for future delivery of Crude Palm Oil in any month, must not be made, during any 1 Business Day, at prices varying more than 10% above or below the settlement prices of the preceding Business Day (<i>"the 10% Limit"</i>) except as provided below:</p> <p>(a) When the 10% Limit is triggered (<i>except for the current month</i>), the Exchange will announce a 10-minute cooling off period (<i>"the Cooling Off Period"</i>) for Contracts of all contract months (<i>except the current</i></p>

*delivery month*) during which trading may only take place within the 10% Limit

- (b) Following the Cooling Off Period, Contracts of all Contract months will be specified as reserved for a period of 5 minutes, after which the price limit will be expanded to 15%. The prices traded for Contracts of all Contract months (*except the current month*) must then not vary more than 15% above or below the settlement prices of the preceding Business Day (*“the 15% Limit”*)
- (c) If the 10% Limit is triggered less than 30 minutes before the end of the first trading session, the 10% Limit will apply to Contracts of all Contract months (*except the current month*) for the rest of the first trading session and the 15% Limit will apply to Contracts of all Contract months (*except the current month*) during the second trading session
- (d) If the 10% Limit is triggered less than 30 minutes before the end of the second trading session, the 10% Limit will apply to Contracts of all Contract months (*except the current month*) for the rest of the Business Day

2. For the purposes of paragraph 1(a), the 10% Limit will be considered triggered in the manner as may be prescribed by the Exchange

## FINAL TRADING DAY AND MATURITY DATE

Contract expires at noon on the 15<sup>th</sup> day of the spot month, or if the 15<sup>th</sup> is a non-market day, the Final Trading Day will be the last Business Day preceding the 15<sup>th</sup> day

## TENDER PERIOD

1<sup>st</sup> Calendar Day to the 20<sup>th</sup> Calendar Day of the spot month, or if the 20<sup>th</sup> is a non-market day, it will be the last Business Day preceding the 20<sup>th</sup> day

## CONTRACT GRADE AND DELIVERY POINTS

### CONTRACT GRADE

1. The Contract grade is for crude unbleached palm oil of good merchantable quality, in bulk, in Port Tank Installations, conforming to the following specifications:

Specification	In	Out
Free Fatty Acid ( <i>as Palmitic-molecular weight 256</i> ), % max	4	5
Moisture and Impurities, % max	0.25	0.25
Deterioration of Bleachability Index (DOBI) min	2.5	2.31

2. The specifications above must be satisfied by sample(s) drawn and analysed on delivery into port Tank Installations and from Port Tank Installations in accordance with procedures governing sampling and analysis that the Exchange may prescribe

### DELIVERY POINTS

1. Port Tank Installation located, at the option of the seller, in Bintulu, Lahad Datu, Sandakan, and such other ports as the Exchange may specify

## DELIVERABLE UNIT

25 metric tons, plus or minus not more than 2%

Settlement of weight differences shall be based on the simple average of the daily Settlement Prices of the delivery month from:

- The 1<sup>st</sup> Business Day of the delivery month to the day of Tender, if the Tender is made before the last trading day of the delivery month; or
- The 1<sup>st</sup> Business Day of the delivery month to the last day of trading, if the Tender is made on or after the last trading day

## SPECULATIVE POSITION LIMIT

The maximum number of net long or net short positions which a client or a participant may hold or control is:

- 800 contracts for spot month
- 10,000 contracts for any one Contract month except for spot month
- 15,000 for all months combined