

FREQUENTLY ASKED QUESTIONS (FAQs): Mini USD/CNH Futures (“FCNH”)

1) What is a Mini USD/CNH futures contract?

It is a smaller-sized futures contract listed on Bursa Malaysia Derivatives, enabling market participants to trade the exchange rate between the U.S. dollar and the offshore Chinese renminbi (CNH) on CME GLOBEX® with a reduced notional value. It is cash-settled with the settlement occurring in RMB.

2) Why trade Mini USD/CNH futures contract?

It is an effective risk management tool for both hedging and speculating on the CNH market, which is one of the fastest growing and most dynamic in the world. The objective is to offer enhanced liquidity, transparency, leverage, and capital efficiency.

3) Is it necessary to have RMB for trading Mini USD/CNH futures contract?

No, you can use any other currency that is accepted by your Trading Participants. However, the Mini USD/CNH futures is settled in RMB.

4) Can one trade calendar spreads?

Certainly, calendar spreads are available for trading on CME GLOBEX®, featuring lower margin requirement and increased liquidity.

5) Are options available?

No, Bursa Malaysia Derivatives does not offer options at the moment.

6) How are the final settlement prices determined?

The final settlement price is the same as the settlement price of the expiring month contract for the Mini USD/CNH futures traded on Hong Kong Exchanges and Clearing Limited (HKEX) on the last trading day, as determined by HKEX.

7) How are the margin requirements determined?

The margin requirements are calculated using CME SPAN methodology. They vary depending on the contract size and the market volatility.

8) How can I trade Mini USD/CNH futures contract?

You can contact one of our licensed Futures Brokers [HERE](#) OR click [HERE](#) to open a Futures Trading Account.

9) How are the daily profits and losses calculated?

The calculation of daily profit and loss in trading FCNH involves determining the difference between the current settlement price and the previous day’s settlement price. This difference is then multiplied by the contract size and the number of contracts traded. The resulting value reflects the daily profit or loss in trading FCNH.

10) If I am a domestic Ringgit borrowing resident, am I allowed to participate in FCNH?

The settlement of FCNH is in foreign currency. Hence, you are free to invest up to RM 1 million equivalent in aggregate per calendar year.

11) What are the approved currencies that I can deposit as initial margin for FCNH contract?

- Malaysian Ringgit (MYR)
- US Dollar (USD)
- Chinese Renminbi (RMB)

12) What are the ticker codes for FCNH contract?

- **CME GLOBEX®**
BMD\FCNH\relevant contract month code
Example: <FCNHF4> BMD\FCNH\JAN24
- **Bloomberg**
UCPA Curncy <GO>
- **Refinitiv**
<FCNH> + <Month Code> + <Year Code>
Example: <FCNHF4> JAN24 contract
- **ICE Data Services**
F:FCNH\YY, where M is month code and YY is year
Example F:FCNH\F24

13) Are all contracts EFP/EFRP-eligible?

Yes, all contracts are EFP/EFRP-eligible.

➤ [View Eligible Related Positions for Exchange for Related Position](#)

14) What are the fees charged by the exchange for trading FCNH contract?

Per contract per way	
Trading Fee (RMB)	Clearing Fee (RMB)
1.50	1.00

Brokerage commissions are negotiable between futures brokers and clients.

15) Is the Mini USD/CNH futures contract a shariah compliant product?

No, FCNH is not shariah compliant.



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