



Circular Derivatives

30 May 2019

Circular No. **DC/AM - 27 of 2019**

Amendments to the CDP Clearing Rules and the SGX-DC Clearing Rules

On 10 May 2019, Singapore Exchange (SGX) issued circulars (CDPMC/9/2019 and DC/AM – 24 of 2019) indicating that it is amending on 3 June 2019 various rulebooks after generally supportive feedback received during an earlier public consultation.

In addition to these earlier amendments, SGX will make two further amendments to the CDP Clearing Rules and the SGX-DC Clearing Rules.

These further amendments to these rulebooks are set out in **Appendix A** (CDP Clearing Rules) and **Appendix B** (SGX-DC Clearing Rules).

For further clarification, please contact your respective Officer-In-Charge.

Grace Mok
Head, Member Supervision
Singapore Exchange Regulation
For and on behalf of CDP / SGX-DC

Attachment(s):

1. Circular App A CDP.pdf
2. Circular App B DC.pdf

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Amendments to the CDP Clearing Rules

Rule amendments are marked in blue.

Sample: Rule insertion

~~Sample~~: Rule deletion

CDP Clearing Rules

4.3 Automatic De-Registration

A Chief Executive Officer shall automatically cease to be registered as a Chief Executive Officer, and the Clearing Member shall immediately notify CDP, if he or she:—

- (1) becomes of unsound mind;
- (2) is made bankrupt, whether in or out of Singapore;
- (3) is disqualified from holding office as a director under the SFA or the Companies Act (Chapter 50), or in the case of a Bank Clearing Member, if he or she is no longer in the direct employment of, or acting for or by arrangement with, the Bank Clearing Member or is no longer principally responsible for the management and conduct of the Bank Clearing Member's business;
- (4) ceases to be a Chief Executive Officer of the Clearing Member;
- (5) is subject to a compromise or scheme of arrangement with his or her creditors, whether in or out of Singapore;
- (6) has execution in respect of a judgment debt return unsatisfied in whole or in part; or;
- (7) is convicted of an offence involving fraud or dishonesty or is found by a court of law to have acted fraudulently or dishonestly, in each case whether in or out of Singapore.

Amendments to the SGX-DC Clearing Rules

Rule amendments are marked in blue.

Sample: Rule insertion

Sample: Rule deletion

4.07A.3

Where an order for costs of the proceedings has been imposed against a Clearing Member and the Clearing Member does not make payment within the specified period, the outstanding sum shall be a debt payable to the Clearing House. SGX-ST The Clearing House may commence legal action to recover that debt, subject to any subsequent payments made by the Clearing Member. The Clearing House shall be entitled to claim reasonable interest, a month after the payment is due, based on the sum outstanding.