

A small version of the SGX logo, with the letters "SGX" in blue and the stylized bars in blue, green, and yellow.

## Circular Derivatives

17 October 2017

Circular No. DC/AM – 86 of 2017

## Margins for SGX ICIS Monoethylene Glycol (“MEG”) and SGX ICIS Styrene Monomer (“SM”) Swaps and Futures

We refer to Circular DT/AM 66 of 2017 “Launch of SGX ICIS Monoethylene Glycol (“MEG”) and SGX ICIS Styrene Monomer (“SM”) Swaps and Futures”. Margins for SGX ICIS Monoethylene Glycol (“MEG”) and SGX ICIS Styrene Monomer (“SM”) Swaps and Futures as prescribed in [Appendix](#) will be effective on **Monday, 23 October 2017**. The margins are also detailed in the latest [SGX-DC Margin Schedule](#) available on SGX website ([www.sgx.com](http://www.sgx.com)) under Clearing -> Derivatives -> Operational Information.

If you have any questions, please contact Mr Jerry Zhou (Tel: 6236-8161) of Risk Management, or email to [margins@sgx.com](mailto:margins@sgx.com).

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## Appendix – Margins for SGX ICIS Monoethylene Glycol (“MEG”) and SGX ICIS Styrene Monomer (“SM”) Swaps and Futures

### 1. Outright Margins

Contract Code	Contract Name	Currency	Tier	Contract Month (From)	Contract Month (To)	Maint. Margin	Initial Margin	Initial to Maint. Ratio
MEG	SGX ICIS MEG CFR China Swaps	USD	1	Nov-17	Dec-17	27,500	30,250	1.1
			2	Jan-18	Dec-99	27,500	30,250	1.1
MEGF	SGX ICIS MEG CFR China Futures	USD	1	Nov-17	Dec-17	5500	6050	1.1
			2	Jan-18	Dec-99	5500	6050	1.1
SMC	SGX ICIS SM CFR China Swaps	USD	1	Nov-17	Dec-17	20,000	22,000	1.1
			2	Jan-18	Dec-99	20,000	22,000	1.1
SMCF	SGX ICIS SM CFR China Futures	USD	1	Nov-17	Dec-17	4,000	4,400	1.1
			2	Jan-18	Dec-99	4,000	4,400	1.1

### 2. Intra-Commodity Spread Tiers

Contract Code	Contract Name	Tier	Contract Month (From)	Contract Month (To)
MEG	SGX ICIS MEG CFR China Swaps	1	Nov-17	Dec-17
		2	Jan-18	Dec-99
MEGF	SGX ICIS MEG CFR China Futures	1	Nov-17	Dec-17
		2	Jan-18	Dec-99
SMC	SGX ICIS SM CFR China Swaps	1	Nov-17	Dec-17
		2	Jan-18	Dec-99
SMCF	SGX ICIS SM CFR China Futures	1	Nov-17	Dec-17
		2	Jan-18	Dec-99

### 3. Intra-Commodity Spread Margin

Contract Name	Priority	Leg A's Tier	Leg B's Tier	Currency	Intra-Commodity Maint. Margin
SGX ICIS MEG CFR China Swaps	1	1	1	USD	11,000
	2	1	2	USD	11,000
	3	2	2	USD	11,000
SGX ICIS MEG CFR China Futures	1	1	1	USD	2200
	2	1	2	USD	2200
	3	2	2	USD	2200
SGX ICIS SM CFR China Swaps	1	1	1	USD	8,000
	2	1	2	USD	8,000
	3	2	2	USD	8,000
SGX ICIS SM CFR China Futures	1	1	1	USD	1,600
	2	1	2	USD	1,600
	3	2	2	USD	1,600

#### 4. Inter-Commodity Spread Credit Rate

Credit Rate	Leg 1's Contract Code	Leg 1's Tier	Leg 1's Delta	Leg 1's Market Side	Leg 2's Contract Code	Leg 2's Tier	Leg 2's Delta	Leg 2's Market Side
0.7	BZ	1	1	A	SMC	1	1	B
0.5	MEG	1	1	A	PEC	1	1	B