

The SGX logo, consisting of the letters "SGX" in a bold, blue, sans-serif font, followed by a stylized graphic of three horizontal bars in blue and yellow.

Circular Derivatives

2 April 2018

Circular No. DC/AM – 20 of 2018

Margins for SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Swaps and Futures

We refer to Circular DT/AM 23 of 2018 “Launch of SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Swaps and Futures”. Margins for the following Futures Contracts (collectively, the “Contracts”), as prescribed in [Appendix](#), will be effective on **Monday, 9 April 2018**.

- (i) SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Swaps (“M42”) ; and
- (ii) SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Futures (“M42F”).

The margins for the Contracts are also detailed in the [SGX-DC Margin Schedule](#) available on SGX website (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.

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Appendix – Margins for SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Swaps and Futures

1. Outright Margins

Contract Code	Contract Name	Currency	Tier	Contract Month (From)	Contract Month (To)	Maint. Margin	Initial Margin
M42	SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Swaps	USD	1	Apr-18	Jun-18	3,000	3,300
M42	SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Swaps	USD	2	Jul-18	Sep-18	3,000	3,300
M42	SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Swaps	USD	3	Oct-18	Dec-18	3,000	3,300
M42	SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Swaps	USD	4	Jan-19	Dec-99	3,000	3,300
M42F	SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Futures	USD	1	Apr-18	Jun-18	30	33
M42F	SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Futures	USD	2	Jul-18	Sep-18	30	33
M42F	SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Futures	USD	3	Oct-18	Dec-18	30	33
M42F	SGX IHS McCloskey Indonesian 4200kc GAR FOB Thermal Coal Futures	USD	4	Jan-19	Dec-99	30	33

2. Intra-Commodity Spread Tiers

Contract Code	Tier	Contract month (From)	Contract month (To)
M42	1	Apr-18	Jun-18
M42	2	Jul-18	Sep-18
M42	3	Oct-18	Dec-18
M42	4	Jan-19	Dec-99
M42F	1	Apr-18	Jun-18
M42F	2	Jul-18	Sep-18
M42F	3	Oct-18	Dec-18
M42F	4	Jan-19	Dec-99

3. Intra-Commodity Spread Margin

Contract Code	Priority	Leg A's Tier	Leg B's Tier	Currency	Intra-Commodity Maint. Margin
M42	1	1	1	USD	1000
M42	2	1	2	USD	1000
M42	3	1	3	USD	1000

Contract Code	Priority	Leg A's Tier	Leg B's Tier	Currency	Intra-Commodity Maint. Margin
M42	4	2	4	USD	1000
M42	5	2	2	USD	1000
M42	6	2	3	USD	1000
M42	7	2	4	USD	1000
M42	8	3	3	USD	1000
M42	9	3	4	USD	1000
M42	10	4	4	USD	1000
M42F	1	1	1	USD	10
M42F	2	1	2	USD	10
M42F	3	1	3	USD	10
M42F	4	2	4	USD	10
M42F	5	2	2	USD	10
M42F	6	2	3	USD	10
M42F	7	2	4	USD	10
M42F	8	3	3	USD	10
M42F	9	3	4	USD	10
M42F	10	4	4	USD	10

4. Inter-Commodity Spread Tiers

Contract Code	Tier	Contract month (From)	Contract month (To)
M42	1	Apr-18	Dec-99
M42F	1	Apr-18	Dec-99

5. 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
30%	M42	1	1	A	HV	1	5	B
20%	M42	1	2	A	CW	1	5	B
20%	M42	1	3	A	PV	1	10	B
20%	M42	1	1	A	SV	1	4	B
15%	M42	1	7	A	CV	1	20	B
5%	AC	1	2	A	M42	1	1	B