



08 July 2019

Mr. Chris Kirkpatrick
Secretary
Commodity Futures Trading Commission
Three Lafayette Center
1155 21st St., N.W.
Washington, DC 20581
United States of America

Dear Mr. Kirkpatrick,

Self-certification of Amendments to SGX-DC Clearing Rules

1. Introduction

1.1 Singapore Exchange Derivatives Clearing Limited ("**SGX-DC**"), a derivatives clearing organisation ("**DCO**") registered with the Commodity Futures Trading Commission (the "**Commission**"), hereby submits a self-certification for amendments to its Clearing Rules (the "**Amendments**") pursuant to Commission regulation 40.6(a).

2. Intended Implementation Date

2.1 The Amendments are proposed to be implemented on 29 July 2019, but will not be implemented prior to the Commission's 10 business day review period.

3. Explanation and Analysis

3.1 The Amendments are to facilitate SGX-DC's cessation from clearing the following Liquefied Natural Gas ("**LNG**") and Petrochemical Swap contracts:

- a) SGX Singapore Sling LNG Swap;
- b) SGX North Asia Sling LNG Swap;
- c) SGX DKI Sling LNG Swap;
- d) SGX ICIS LLDPE CFR S.E.Asia Swap; and
- e) SGX ICIS PP Flat Yarn (Raffia) CFR S.E.Asia Swap.

4. Description of Amendments

4.1 Appendix 1 of the SGX-DC Clearing Rules sets out the final settlement prices of swap contracts cleared by SGX-DC. This will be amended to reflect the cessation from clearing these LNG and Petrochemical Swap contracts.

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4.2 The text of the Amendment with the changes indicated is attached as Appendix A.

5. Certification of Compliance with Core Principles

5.1 The Amendments have been promulgated in respect of SGX-DC's compliance with Core Principle L on public information and seek to provide clarity on which contracts may be accepted by SGX-DC for clearing.

5.2 SGX-DC hereby certifies to the Commission that the Amendments comply with the Commodity Exchange Act, as amended, and the regulations promulgated thereunder.

6. Public Notice of Pending Certification

6.1 SGX-DC has made publicly available a notice of the Amendments' pending certification with the Commission, together with a copy of this submission on its website at the following address:
<https://www2.sgx.com/regulation/about-sgx-regco#Meeting%20International%20Standards>.

7. Opposing Views

7.1 There were no opposing views expressed to SGX-DC by its board or committee members, SGX-DC Clearing Members or market participants that were not incorporated into the Amendments. If any opposing views are received by SGX-DC during the Commission's review period, such views will be communicated to the Commission accordingly.

8. Contact Details

8.1 Please do not hesitate to contact the undersigned at james.chia@sgx.com or +65 6713 7425 should you require any clarification.

Yours sincerely



James Chia

Assistant Vice President, Regulatory Development and Policy
Singapore Exchange Regulation

APPENDIX A

Proposed Amendments to SGX-DC Clearing Rules

Appendix 1 — Final Settlement Price

LNG-Swap-Contracts

Product	Singapore-Sling	North-Asia-Sling	DKI-Sling
Contract	SGX-Singapore-Sling-LNG-Swap	SGX-North-Asia-Sling-LNG-Swap	SGX-DKI-Sling-LNG-Swap
Final Settlement Price	Cash-settlement using the arithmetic average of all the Singapore-Sling-Index spot assessments for the expiring contract month, rounded to three decimal places.	Cash-settlement using the arithmetic average of all the North-Asia-Sling-Index spot assessments for the expiring contract month, rounded to three decimal places.	Cash-settlement using the arithmetic average of all the DKI-Sling-Index spot assessments for the expiring contract month, rounded to three decimal places.

Product	Petrochemical Swaps			
Contract	SGX ICIS LLDPE CFR China Swap	SGX ICIS LLDPE CFR S.E.Asia-Swap	SGX ICIS PP Flat Yarn (Raffia) CFR China Index Swap	SGX ICIS PP Flat Yarn (Raffia) CFR S.E.Asia-Swap
Final Settlement Price	Cash settlement using the arithmetic average of all ICIS spot price assessments in the contract month for the relevant underlying product, rounded to 2 decimal places.			

Note: Deletions are made in **red-strikethrough**, additions are made in **blue**.