



30 August 2017

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 in September 2017, and 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 acceptance for clearing of the SGX Dubai Kuwait India ("DKI") Sling LNG Swap Contract (the "DKI Sling Contract") that is to be launched in September 2017. In particular, the Amendments specify the methodology for the calculation of the final settlement price ("FSP") of the Contract in the SGX-DC Clearing Rules and detail the relevant Clearing Fees.

**4. Description of Amendments**

- 4.1 Appendix 1 of the SGX-DC Clearing Rules and the Clearing Fees schedule will be amended as a result of the Amendments.
- 4.2 The text of the Amendments with the changes indicated is attached as Appendix A. The Clearing Fees are set out in Appendix B.

**Singapore Exchange Derivatives Clearing Limited**

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(A wholly-owned subsidiary of Singapore Exchange Limited)

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**sgx.com**

**5. Certification of Compliance with Core Principles**

- 5.1 The Amendments have been promulgated in respect of SGX-DC's compliance with Core Principle E on settlement procedures and seek to provide clarity on the final settlement prices for the DKI Sling Contract, as well as compliance with Core Principle B on financial resources.
- 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:  
[http://www.sgx.com/wps/portal/sgxweb/home/regulation/consult\\_pub/dco\\_submissions](http://www.sgx.com/wps/portal/sgxweb/home/regulation/consult_pub/dco_submissions).

**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 [nicholaszhejie.lee@sgx.com](mailto:nicholaszhejie.lee@sgx.com) or +65 6713 6424 should you require any clarification.

Yours sincerely



Nicholas Lee  
Associate  
Regulatory Development and Policy (Regulation)

**Appendix A**  
**Amendments to SGX-DC Clearing Rules**

Note: Amendments are made in **red**.

**Rule Amendments**

**Appendix 1 – Final Settlement Price**

**LNG Swap Contracts**

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

**Appendix B**

**Clearing Fees**

<b>Clearing Fee Type</b>	<b>Description</b>	<b>SGX DKI Sling LNG Swaps</b>
Cf 1	Trading Member (Individual)	US\$10.00
Cf 2	Clearing Member House Account	US\$10.00
Cf 3	Trading Member (Broker) House Account	US\$10.00
Cf 5	Clearing Member Customer Account	US\$10.00
Cf 6	Trading Member (Broker) Customer Account	US\$10.00
Cf 7	Trading Member (Proprietary) (Customer)	US\$10.00
Cf 8	Clearing Member Related Company House Account	US\$10.00
Cf E	<b>Trading Member's Trading Representatives (House)</b>	US\$10.00
Cf F	<b>Trading Member's Trading Representatives (Customer)</b>	US\$10.00
Cf G	<b>Clearing Member's Trading Representatives (House)</b>	US\$10.00
Cf K	Trading Member (Proprietary) (House)	US\$10.00

Note: Prices shown are before GST.