

12 October 2016

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 31 October 2016, 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 update the contract name and reflect editorial changes to the Final Settlement Price ("**FSP**") provision of the SGX FOB Singapore SLInG LNG swaps ("**LNG Swaps**") in Appendix 1 of the SGX-DC Clearing Rules, which pertains to the FSP of Non-Relevant Market Contracts. The changes arise from the renaming of the FOB Singapore SLInG index and the increased frequency of the index publication from once to twice weekly, as announced by the index administrator Energy Market Company ("**EMC**").

#### **4. Description of Amendments**

4.1 Appendix 1 – Final Settlement Price – of the SGX-DC Clearing Rules will be amended to reflect the new name of the contract and the FSP provision will be amended by removing the term "weekly", which is possible to be read as "once a week".

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

#### **Singapore Exchange Derivatives Clearing Limited**

Company Reg No. 200005878M  
(A wholly-owned subsidiary of Singapore Exchange Limited)

2 Shenton Way, #02-02 SGX Centre 1, Singapore 068804

main: +65 6236 8888 fax: +65 6535 0775

[sgx.com](http://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 L on public information and seek to provide clarity on which contracts traded on a Relevant Market other than Singapore Exchange Derivatives Trading Limited 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:  
[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 kahmun.huay@sgx.com or +65 6713 6504 should you require any clarification.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Huay Kah Mun', is positioned above the printed name.

Huay Kah Mun  
Senior Associate  
Regulatory Development and Policy (Regulation)

**APPENDIX A**

**Proposed Amendments to SGX-DC Clearing Rules**

**Appendix 1 — Final Settlement Price**

**LNG Swap Contracts**

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

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