



## Circular

12 October 2018

Circular No. DC/AM 55 of 2018

## Application of Negative Interest Rates to Clearing Fund Contributions

This circular is issued further to Circular No. DC/AM – 63 of 2016 and Circular No. DC/AM – 41 of 2017, on Application of Negative Interest Rates to Excess Cash Margin Collateral and Change in Administration Fee Calculation for the Management of Collateral.

With effect from 1 November 2018, SGX-DC will apply negative interest rates and administration fee to Clearing Fund contributions. This is consistent with the treatment of excess cash margin collateral.

For avoidance of doubt, where the daily weighted average interest rate is negative, the Clearing Member shall pay to SGX-DC the daily weighted average interest rate plus the Admin Fee of 0.125% on its excess cash margin collateral and Clearing Fund deposits.

If you have any queries regarding this Circular, please contact your respective SGX Business manager.

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