

SGX INDIA SINGLE STOCK FUTURES CONTRACT SPECIFICATIONS

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1. SCOPE OF CONTRACT SPECIFICATIONS AND DEFINITIONS

In conjunction with the Futures Trading Rules (the “**Trading Rules**”) and the Singapore Exchange Derivatives Clearing Limited Clearing Rules (the “**Clearing Rules**”, and together with the Trading Rules, the “**Rules**”)¹, as amended from time to time, these contract specifications for the SGX India Single Stock Futures Contract (these “**Specifications**”) set out the terms and procedures for the trading, clearing and settlement in the SGX India Single Stock Futures Contract traded on the SGX-DT Market.

These Specifications shall be read together with the Rules, and in the event of a conflict or inconsistency between the Rules and these Specifications, the Rules shall prevail.

Capitalised terms employed herein and not otherwise defined shall have the meanings ascribed to them under the Rules.

In these Specifications, unless the context otherwise requires, the following capitalised expressions shall have the meanings hereafter assigned to them:

“ Contract ”	means the relevant SGX India Single Stock Futures Contract traded on the SGX-DT Market;
“ Business Day ”	means any day on which the Relevant Stock Exchange is open for trading;
“ Company ”	means a body corporate whose share capital includes Shares of the nature defined below;
“ Contract Multiplier ”	means such number of Underlying Shares as specified by the Exchange;
“ Cooling Off Period ”	means a period of five minutes (or such other period as the Exchange may from time to time prescribe) during which a Contract may only continue to be traded at or within its Price Limits for the time being in force;
“ Expected Last Trading Day ”	means the day that is scheduled in the ordinary course of business as the Last Trading Day pursuant to Clause 2.8.1;
“ Final Lower Limit ”	means a price of 15 percent, or such other amount as the Exchange may prescribe from time to time, below the previous Trading Day’s Daily Settlement Price for a Contract;
“ Final Upper Limit ”	means a price of 15 percent, or such other amount as the Exchange may prescribe from time to time, above the previous Trading Day’s Daily Settlement Price for a Contract;
“ Initial Lower Limit ”	means a price of 10 percent, or such other amount as the Exchange may prescribe from time to time, below the previous Trading Day’s Daily Settlement Price for a Contract;
“ Initial Upper Limit ”	means a price of 10 percent, or such other amount as the Exchange may prescribe from time to time, above the previous Trading Day’s Daily Settlement Price for a Contract;

¹ These Rules may be found on the Exchange’s website at <http://www.sgx.com>.

“Relevant Stock Exchange”	means a stock exchange in India on which Underlying Shares are available for trading;
“Shares”	means securities forming part of the share capital of a Company which are available for trading on the Relevant Stock Exchange;
“Underlying Shares”	means Shares which are the subject of a Contract.

2. TRADING

A Contract may be entered into in respect of Shares of a Company which has been designated by the Exchange for futures trading. The Exchange shall specify the following contract details (“**Contract Details**”) for each Contract:

- a. Relevant Stock Exchange
- b. Underlying Shares
- c. Contract Months
- d. Contract Multiplier
- e. Trading Hours
- f. Last Trading Day
- g. Final Settlement Price
- h. Price Limits
- i. Position Limits and Position Accountability

2.1 Trading Months and Hours

The Contract shall be listed for such Contract Months and made available for trading during those hours determined by the Exchange. Contracts may be registered with the Exchange as NLTs.

2.2 Contract Value and Trading Unit

Each Contract shall be valued at the Contract Multiplier times the Contract price, expressed as United States dollars. The Contract Multiplier shall be determined by the Exchange and specified under the Contract Details.

The trading unit shall be the Contract Multiplier times the Contract price, expressed as United States dollars.

2.3 Minimum Fluctuations

Bids and offers shall be quoted in United States dollars. The minimum fluctuation of the Contract shall be five-hundredth of a United States dollar. Contracts registered with the Exchange as NLTs will have the applicable tick size as set out in Appendix B to Regulatory Notice 4.1.11 of the Trading Rules.

2.4 Position Limits and Position Accountability

Unless otherwise prescribed by the Exchange, there shall be no Position Limits. However, the Exchange may prescribe a threshold, beyond which, a person owning or controlling Contracts in the same Underlying Shares that exceeds the Exchange prescribed quantity of Contracts net on the same side of the market, and in all Contract Months combined, shall provide, in a timely fashion, upon request by the Exchange, information regarding the nature of the position, trading strategy, and hedging information if applicable.

2.5 Price Limits and Cooling Off Period

2.5.1 There shall be no trading in any Contract at a price above its Initial Upper Limit or below its Initial Lower Limit except as provided for in this clause 2.5 and clause 2.6. If the price for any Contract reaches either its Initial Upper Limit or Initial Lower Limit, the Exchange will signal a Cooling Off Period. After such Cooling Off Period, the respective Final Upper Limit and Final Lower Limit for each Contract shall come into effect.

2.5.2 If, after the Cooling Off Period signaled pursuant to clause 2.5.1, the price for any such Contract reaches either its Final Upper Limit or Final Lower Limit, the Exchange will signal a further Cooling Off Period. After such Cooling Off Period, there will be no Price Limits for the remainder of the Trading Day.

2.5.3 Any Price Limits or Cooling Off Period prescribed by the Exchange pursuant to this Clause 2.5 are subject to change or removal by the Exchange at its discretion.

2.6 Price Limits on Last Trading Day

Notwithstanding Clause 2.5, there shall be no Price Limits on the Last Trading Day for an expiring Contract.

2.7 Trigger for Price Limits

In relation to the Price Limits referred to in Clause 2.5, each upper Price Limit or lower Price Limit shall be deemed to have been reached upon the making of the first unsatisfied bid or offer, respectively, at such Price Limit, in part or in whole.

2.8 Termination of Trading

2.8.1 Subject to Clause 2.8.2 and 2.8.3, the Last Trading Day shall be the last Thursday of the Contract Month, provided that if such a day is not a Business Day, the Last Trading Day shall be the first Business Day preceding the last Thursday of the Contract Month.

2.8.2 If the Exchange knows, on or after the second Trading Day preceding the Expected Last Trading Day, that the Expected Last Trading Day is not a Business Day, then the Last Trading Day shall be the next Business Day following the Expected Last Trading Day.

2.8.3 The Exchange may, pursuant to an announcement to the market, determine that the Last Trading Day shall be some other day, having regard to the prevailing circumstances of the market at that time.

2.9 Adjustments

In the event where a Company whose Shares are the subject of a Contract undergoes a corporate action or event which may in the opinion of the Exchange necessitate any adjustment or amendment to the Contract Details or any other terms affecting thereto, the Exchange may in its sole discretion:

- (a) make adjustments to the Contract Multiplier and/or the Daily Settlement Price of the Contract; and/or
- (b) prescribe any amendment, variation, substitution, addition, removal and/or modification to the Contract Details and/or terms to make provision for the effect of such corporate action.

Provided always that the Exchange shall at all times have the exclusive discretion, where it deems appropriate, to prescribe adjustments, amendments, variations, substitutions, additions, removals, and/or modifications to the Contract Details or any other terms affecting thereto as determined herein and any such prescription shall be final and binding on all affected parties.

2.10 Delisting and Suspension of Trading

In the event that a Company whose Shares are being traded on the Relevant Stock Exchange is delisted or if trading in the Underlying Shares is suspended or halted by the Relevant Stock Exchange or is otherwise not permitted under the Relevant Stock Exchange's rules, then the Exchange may, in its absolute discretion, implement, adopt or direct any action which it deems necessary and appropriate under the circumstances including directing a course of action to be adopted in respect of the affected Contract and such direction may include the cessation or suspension in the trading of the Contract and the determination of its Final Settlement Price, and all such directions and adopted actions shall be final and binding on all affected parties. No Contract shall be entered into or traded on the Exchange after a Company has its Shares delisted from the Relevant Stock Exchange.

3. CLEARING AND SETTLEMENT

3.1 Cash Settlement

Settlement under these Specifications shall be in cash.

3.2 Final Settlement Price

Subject to the provisions herein, the Final Settlement Price shall be the official closing price of the Underlying Shares on the Last Trading Day, rounded to two decimal places, expressed as United States dollars.

3.3 Alternative Resolution of Final Settlement Price

Where the Final Settlement Price prescribed is otherwise not available pursuant to Clause 3.2, or is deemed not appropriate by the Exchange, the Exchange and the Clearing House may decide that the Final Settlement Price shall be determined by an alternative means in accordance with Rule 4.1.20 of the Trading Rules. The decision of the Exchange and the Clearing House with respect to the determination of the Final Settlement Price by this alternate means shall be binding on all parties holding an open position in the Contract at termination of trading.

3.4 Final Settlement

Clearing Members holding Open Positions in the Contract at termination of trading must make payment to or receive payment from the Clearing House in accordance with normal variation margin procedures based on a settlement price equal to the Final Settlement Price.

3.5 Other Rules and Procedures for Clearing and Settlement

The rules and procedures for clearing and settlement that are not specifically covered in these Specifications shall be governed by the Clearing Rules.