

Circular

9 November 2020

Circular No. DT/AM – 103 of 2020

Launch of SGX FTSE Equity Index Futures

The Exchange is pleased to announce that it will launch the following SGX FTSE Equity Index Futures contracts (“Contracts”) on SGX Titan DT on **Monday, 23 November 2020**.

Price Return Index Futures

1. SGX FTSE Emerging Market Index Futures (FEM)
2. SGX FTSE China H50 Index Futures (FCH)

Net Total Return Index Futures

1. SGX FTSE Emerging Market NTR (USD) Index Futures (FNEM)
2. SGX FTSE Japan NTR (USD) Index Futures (FNJP)
3. SGX FTSE New Zealand NTR (USD) Index Futures (FNNZ)

Futures Contracts	Trading hours (Singapore time)*	Listed Contract Months
FEM FNEM FNJP FNNZ	T session: 7.25am – 6.30pm T+1 session: 7.00pm – 5.15am (The contracts will pre-open at 7.10am)	2 nearest serial month contracts starting with the January 2021 and February 2021 contracts and 12 quarterly month contracts starting with the December 2020 contract up to the September 2023 contract
FCH	T session: 9.00am – 4.30pm T+1 session: 5.00pm – 5.15am (The contract will pre-open at 8.45am)	2 nearest serial month contracts starting with the January 2021 and February 2021 contracts and 4 quarterly month contracts starting with the December 2020 contract up to the September 2021 contract

*exclude 15 minutes of pre opening and 5 minutes of pre-closing for T session, and 10 minutes of pre-opening for T+1 session

Singapore Exchange Derivatives Trading Limited

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(A wholly-owned subsidiary of Singapore Exchange Limited)

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sgx.com

A. Contract Specifications

The summary contract specifications of the Contract are enclosed in **Appendix A**, and the full contract specifications are enclosed in **Appendix B**.

B. Clearing Fees and Off-Exchange Facility Fee

Clearing Fees and Off-Exchange Facility Fee for the Contract are set out in **Appendix C**.

C. Margin Requirements

Margin requirements for the Contract will be published by the Clearing House closer to the date of launch.

D. Cross Product Margining

To further enhance capital efficiency for our customers, margin offsets in the form of inter-commodity spreads for the Contract and correlated products will be offered.

More information on the margin offsets will be published closer to the date of launch.

E. Final Settlement Price Methodology

Contract	Final Settlement Price Methodology
FNEM FNJP FNNZ	Official closing value of the underlying index for the Last Trading Day, rounded to four decimal places.
FEM FCH	Official closing value of the underlying index for the Last Trading Day, rounded to two decimal places.

F. Pre-Trade Risk Control (PTRC) Limits

SGX requires all Trading and Clearing Members to set pre-execution limits on their client's orders.

Members are advised to setup the relevant pre-execution limits for the Contract.

G. Titan-OTC Limits

Members are advised to enable and set the necessary limits for the Contract in Titan-OTC.

H. Amendments to the Futures Trading Rules

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The introduction of the Contract constitutes amendments to the Futures Trading Rules (“FTR”) with respect to the calculation of the Final Settlement Price, daily price limits and accumulation of positions. These are specified in the contract specifications of the Contract as attached in **Appendix B**. Other consequential amendments to the FTR with respect to Appendices A and B of Regulatory Notice 4.1.11 in relation to the minimum volume thresholds and the minimum tick size schedule for Negotiated Large Trades are attached in **Appendix D**. The rule amendments will take effect from 23 November 2020.

I. Certification by U.S. CFTC

The following Contracts have received certification from U.S. Commodity Futures Trading Commission (CFTC) as non-narrow-based securities index futures contracts, and may be offered or sold to persons in the United States.

1. SGX FTSE Emerging Market Index Futures (FEM)
2. SGX FTSE China H50 Index Futures (FCH)
3. SGX FTSE Emerging Market NTR (USD) Index Futures (FNEM)
4. SGX FTSE Japan NTR (USD) Index Futures (FNJP)

J. Classification of Capital Markets Products under Securities and Futures Act (“SFA”)

Pursuant to Section 309B of the SFA, SGX-DT hereby notifies that the Contract is classified as Specified Investment Product.

Please contact your respective SGX Business Managers if you require further clarification.

Alison King
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Equities

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