

Circular No. 26 of 2019

15 October 2019

Announcement on Launch of APEX Argus Bunker Index Singapore LSFO 0.5%S Futures Contract

Asia Pacific Exchange Pte. Ltd. is pleased to announce that the APEX Argus Bunker Index Singapore LSFO 0.5%S Futures Contract (“**LFA**”) will be listed for trading from 18 October 2019, 9.00am onwards. Please refer to following URL for the full details of the contract specifications:

<https://www.asiapacificex.com/Products/Energy/ABILSFO/84.html>

This circular sets out the operational details related to the trading of LFA, including the listing and available contract months, trading calendar and hours, block trades, reportable thresholds, and the applicable fees and rebates.

(1) LISTING DAY

On the first day of trading of LFA, the Pre-opening Session will be from 8:55am to 8:59am, the Opening Match Session will be from 8:59am to 9:00am, with the Morning Session beginning at 9:00am. The trading hours thereafter will be as stipulated in the contract specifications.

The following listed contracts will be available for trading on 18 October 2019:

- LFA1912
- LFA2001
- LFA2002
- LFA2003
- LFA2004
- LFA2005
- LFA2006
- LFA2007
- LFA2008
- LFA2009
- LFA2010
- LFA2011

(2) TRADING CALENDAR AND HOURS

The following Singapore public holidays in 2019 and 2020 will be Non-Trading Days for LFA.

Table 1: Non-Trading Days for LFA

Holiday	Date	Day of the Week
Deepavali	28 Oct 2019	Monday
Christmas Day	25 Dec 2019	Wednesday
New Year's Day	1 Jan 2020	Wednesday
Chinese New Year	27 Jan 2020	Monday
Good Friday	10 Apr 2020	Friday
Labour Day	1 May 2020	Friday
Vesak Day	7 May 2020	Thursday
Hari Raya Puasa	25 May 2020	Monday
Hari Raya Haji	31 July 2020	Friday
National Day	10 Aug 2020	Monday
Christmas Day	25 Dec 2020	Friday

The trading hours for LFA on any standard Trading Day are as specified in the contract specifications.

There will be no night session for LFA on the last Business Day before the Singapore public holidays (as listed in Table 1). The non-standard trading hours for LFA prior to and after a Singapore public holiday will be as follows:

Table 2: Non-standard Trading Hours for LFA

Date	Trading Hours for LFA
Last Business Day before the public holiday	09:00 to 12:30 (Morning Session / 2 nd Session) 13:30 to 18:00 (Afternoon Session / 3 rd Session) <u>There will be no Night Session.</u>
Public holiday	<u>No Trading</u>
First Business Day after the public holiday	<u>08:55 to 09:00 (Pre-trading Session)</u> 09:00 to 12:30 (Morning Session / 2 nd Session) 13:30 to 18:00 (Afternoon Session / 3 rd Session) 20:55 to 21:00 (Pre-trading Session of Next Trading Day) 21:00 to 23:00 (Night Session / 1 st Session of Next Trading Day)

(3) BLOCK TRADES

Members and IDBs who intend to execute and report block trades for LFA must apply to the Exchange for access to the APEX Block Trade Facility (“BTF”).

Block trades must be reported to the Exchange through the BTF.

The reporting of block trades for LFA may only take place during the following Block Trade timings:

Session	Screen Trade Timing	Block Trade Timing
Night Session / 1 st Session (T+1)	21:00 – 23:00 (T+1)	21:00 – 23:00 (T+1)
Morning Session / 2 nd Session	09:00 – 12:30	09:00 – 12:30
Afternoon Session / 3 rd Session	13:30 – 18:00	13:30 – 18:30

Reporting Time Requirement

All block trades must be reported to the Exchange within 15 minutes after the conclusion of the trade negotiation, and accepted/confirmed within 30 minutes after successful reporting through the BTF.

Minimum Volume Threshold

The Minimum Volume Threshold (“MVT”) in respect of each contract shall be determined by the Exchange and published from time to time. The MVT for block trade of LFA is 20 lots.

Price Limit

There will be no price limit for block trades of APEX Argus Bunker Index Singapore LSFO 0.5%S Futures Contract.

(4) REPORTABLE THRESHOLDS

The reportable thresholds for LFA are as follows:

Products	Reportable Threshold	
	Spot Contract	Individual Contract
APEX Argus Bunker Index Singapore LSFO 0.5%S Futures Contract	Not applicable	500 lots on either side of the market

Spot Contract: The contract which matures on the current month.

Individual Contract: All other contracts that are not the spot contract.

Who Must Report

Members are required to submit to the Exchange a report of all Open Positions held by a person and/or in a position account of reportable status.

Reportable Status

An Open Position is of reportable status if the Open Positions at the end of any Trading Day is at or above the reportable thresholds as prescribed by the Exchange.

Required Information

The report must include the (i) Open Positions, (ii) identity of the beneficial owner(s) of the Open Positions, and (iii) the trading strategies of the relevant position account. Items (i) and (ii) must be submitted to the Exchange on the Trading Day following the trade date that such Open Positions in question becomes reportable. Item (iii) must be submitted within three Business Days from the first day that such Open Position in question becomes reportable. The Large Position Report must be submitted before 10:00am of next Trading Day.

Report Format

Position information for all Open Positions of reportable status must be submitted in electronic format (as shown in Appendix 1) to the Exchange via the Exchange's FTP server (for Clearing Members only) or emailed to the Exchange's Operations department at operations@asiapacificex.com.

(5) APPLICABLE FEES

The applicable fees for LFA are as follows:

1. Screen Trade Fees

Fee Type	Fee (USD)
Trading Fee	0.35/lot
Clearing Fee	0.15/lot

2. Block Trade Fees

Fee Type	Fee (USD)
Trading Fee	No Charge
Clearing Fee	0.50/lot

3. Post-Trade Fees*

Fee Type	Fee (USD)
Give-up/Take up Fee	0.05/lot
Position Re-opening Fee	0.10/lot
Position Transfer Fee	0.15/lot

*Post-Trade Fees will be waived until further notice.

4. Cash Settlement Fees

Product	Fee (USD)
APEX Argus Bunker Index Singapore LSFO 0.5%S Futures Contract	0.50/lot

Please ensure that the appropriate members of staff within your organisation and customers are advised of the contents of the circular.

FOR MORE INFORMATION, PLEASE CONTACT

Operations Department
+65 6914 2858
operations@asiapacificex.com

APPENDIX 1

Large Positions Report
(Email to operations@asiapacificex.com)

Member ID		Trade Date*	
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S/N	Position Acc ID	Business Unit	Identity of Beneficial Owner	ID Type	Identity Number	Contract	Long	Short	Trading Strategy**
1	A3001_CO_3101	ABC123	Ken	NRIC	S8888888	LFA1909	25	100	Hedging /Arbitrage/ Speculation
2	A3001_CO_3101	DEF123	DEF Company	ACRA Bizfile	1234567	LFA1912	10	5	Hedging
3									
4									
5									
6									
7									

Note:

- * Trades in T+1 session (night session) should be included in next day reporting.
- **Clearing House may request for supporting documents.

The details of Trading Strategies shall be reported within 3 Business Days from the first day a person/position account becomes reportable.

The rest of the information shall be reported on the Trading Day following the trade date it becomes reportable.