

Circular No. 2 of 2020

3 January 2020

Announcement on Listing of Revised APEX Crude Palm Oil Futures Contract

Asia Pacific Exchange Pte. Ltd. and Asia Pacific Clear Pte. Ltd. would like to inform that the revisions to the APEX Crude Palm Oil Futures Contract (“CPF”) contract as described below will take effect from the Night Session on 13 January 2020 (i.e. 1st Session of the trading day of 14 January 2020).

(1) CONTRACT LISTING OF REVISED CPF FUTURES

The following revised contract specifications will apply to Contracts CPF2009 to CPF2101 whereas Contracts CPF2002 to CPF2008 will continue as per normal on the existing contract specifications until their expiry.

(2) CHANGES TO CPF FUTURES CONTRACT SPECIFICATIONS

Clause	Subject	Current Specifications (For CPF2002 to CPF2008 until their expiry)	Revised Specifications (For CPF2009 onwards)
Clause 2.1 Quality Specifications	Revisions to quality specifications	Parameters and Limit: (i) Moisture & Impurities (M&I): 0.25% Max (ii) Deterioration of Bleachability Index (DOBI): 2.31 Min	Parameters and Limit: (i) Moisture & Impurities (M&I): 0.50% Max (ii) Deterioration of Bleachability Index (DOBI): 2.10 Min
Clause 3.2.1 Total Delivery Margin	Revision to the payment deadline for the total delivery margin	Payment of total delivery margin: 1 st Business Day following the Last Trading Day.	Payment of total delivery margin: 2 nd Business Day following the Last Trading Day.
Clause 3.2.2 First Delivery Margin	Revision to some terminologies and way of descriptions the Selling Clearing Member shall post a delivery margin that is equal to 3% of the Contract Value ("First Delivery Margin") of the Front Contract Month the Selling Clearing Member shall post a delivery margin that is equal to 3% of the Contract Value ("First Delivery Margin") of the expiring Contract Month

		position(s) held by the Seller's account (if any) and the Buying Clearing Member shall post a First Delivery Margin of the Front Contract Month position(s) held by the Buyer's account (if any), with the Daily Settlement Price of the preceding Business Day as the Base Price, to the Clearing House. The Delivery Margin requirements will apply to any newly opened Front Contract Month position(s) created after the preceding trading day of the applicable Delivery Margin Deadline.	position(s) held by the Seller's account (if any) and the Buying Clearing Member shall post a First Delivery Margin of the expiring Contract Month position(s) held by the Buyer's account (if any), with the Last Settlement Price as the Base Price, to the Clearing House. The Delivery Margin requirements will apply to any newly opened expiring Contract Month position(s) created after the preceding trading day of the applicable Delivery Margin Deadline.
Clause 3.2.3 Second Delivery Margin	Revision to the payment deadline for the second delivery margin	Payment of second delivery margin: 1 st Business Day following the Last Trading Day.	Payment of second delivery margin: 2 nd Business Day following the Last Trading Day.
Clause 3.4.2 Odd Lots Consolidation and Treatment	Notification of the Odd Lots Liquidation outcome	-	The Clearing House shall, by 12:00pm on the 2nd Business Day after the Last Trading Day, notify the Clearing Members the outcome of Odd Lots Liquidation.
Clause 3.6.1 Notice of Delivery	Revision to the deadline for Intention submission	Intention submission: By 12:00pm on the 2nd Business Day after the Last Trading Day	Intention submission: By 18:00pm on the 2nd Business Day after the Last Trading Day
Clause 3.6.1 Notice of Delivery	Wavier on the submission of Notice of Delivery	-	For those accounts with Odd Lots only, or with Deliverable Quantity but subject to liquidation according to Clause 3.4, the Clearing House shall waive the submission of Notice of Delivery for the positions which have been liquidated.

Clause 4 Physical Delivery Procedures and Clause 7.1 ADP Application	Revision to the deadline for ADP application	ADP application: By 18:00pm on the 4 th Business Day following the Last Trading Day	ADP application: By 18:00pm on the 5 th Business Day following the Last Trading Day
Clause 4.3.1 Physical Delivery at APEX Appointed PTI and Clause 4.3.2 Physical Delivery at APEX Approved Delivery Point	Revision to description of timeline	By 18:00pm on the 2nd Business Day prior to the commencement of loading,.....	By 18:00pm on the 2nd Business Day prior to the day the vessel is expected to arrive at the Port of Loading,
Clause 4.16 Final Documents, Clause 4.17.2 Release of Payment, and Clause 4.17.3 Release of Remaining Margin	Description on additional documents involved in payments and release if margin	-	The Debit Note can be substituted with any other document as agreed between the Clearing House, the Buyer and the Seller.
Clause 9 Definitions and Interpretation	Revision to the definition of Last Settlement Price	Means Daily Settlement Price of the last Business Day	Means Daily Settlement Price of the preceding Business Day

Further to Circular No. 21 of 2019, the approved port, Batam (Indonesia) will be added to the revised contract specifications.

For more information regarding the amendments, please refer to the revised contract specifications at https://www.asiapacificex.com/?p=crude_palm

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

FOR MORE INFORMATION, PLEASE CONTACT

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