

Proposed Addition to SGX-ST Rule 5.2.4

Rule No.	Current Rule	New Rule
SGX-ST Rule 5.2.4	<p>Without derogating from Rule 5.2.2, SGX-ST may reject an application to be a Designated Market-Maker if:-</p> <p>(1) the applicant does not provide information relating to the application as SGX-ST requires;</p>	<p>Without derogating from Rule 5.2.2, SGX-ST may reject an application to be a Designated Market-Maker if:-</p> <p>(1) the applicant does not provide information relating to the application as SGX-ST requires;</p> <p>(1A) any information or document that is furnished by the applicant to SGX-ST is false or misleading;</p>

Proposed Amendment to SGX-ST Rule 11.9.11, 11.9.12, 11.9.16 and 11.11.2

Rule No.	Current Rule	New Rule
SGX-ST Rule 11.9.11	<p>A Trading Member shall not cause or permit:-</p> <p>(1) the aggregate of the margin exposures in the margin accounts of all customers to exceed 300%, or such other percentage as SGX-ST may allow, of its average free financial resources;</p> <p>(2) the aggregate of the margin exposures in the margin accounts of all customers in respect of securities, other than securities quoted on SGX-ST, to exceed 100%, or such other percentage as SGX-ST may allow, of its average free financial resources;</p> <p>(3) the debit balance in each customer's margin account to exceed 20%, or such other percentage as SGX-ST may allow, of its average free financial resources; and</p> <p>(4) the aggregate number of shares of the same type, or other securities of the same type, issued by a Corporation bought or carried, or deposited as collateral, in the margin accounts of all customers to exceed 5%, or such other percentage as SGX-ST may allow, of the total number of those shares or other securities (as the case may be) issued by the Corporation.</p>	<p>A Trading Member shall not cause or permit:-</p> <p>(1) the aggregate of the margin exposures in the margin accounts of all customers to exceed 300%, or such other percentage as SGX-ST may allow, of its average free financial resources;</p> <p>(2) the aggregate of the margin exposures in the margin accounts of all customers in respect of securities, other than securities quoted on SGX-ST, to exceed 100%, or such other percentage as SGX-ST may allow, of its average free financial resources; and</p> <p>(3) the debit balance in each customer's margin account to exceed 20%, or such other percentage as SGX-ST may allow, of its average free financial resources. ;and</p> <p>(4) the aggregate number of shares of the same type, or other securities of the same type, issued by a Corporation bought or carried, or deposited as collateral, in the margin accounts of all customers to exceed 5%, or such other percentage as SGX-ST may allow, of the total number of those shares or other securities (as the case may be) issued by the Corporation.</p>

Proposed Amendment to SGX-ST Rule 11.9.11, 11.9.12, 11.9.16 and 11.11.2

Rule No.	Current Rule	New Rule
SGX-ST Rule 11.9.12	For the purpose of Rule 11.9.11(4), the number of issued shares or other securities (as the case may be) shall be based on the latest audited accounts of the Corporation issuing those shares or securities, or such other source as SGX-ST may specify or permit.	For the purpose of Rule 11.9.11(4), the number of issued shares or other securities (as the case may be) shall be based on the latest audited accounts of the Corporation issuing those shares or securities, or such other source as SGX-ST may specify or permit.

Proposed Amendment to SGX-ST Rule 11.9.11, 11.9.12, 11.9.16 and 11.11.2

Rule No.	Current Rule	New Rule
SGX-ST Rule 11.9.16	<p>In this Rule:-</p> <p>“average free financial resources” means the average of the free financial resources of the Trading Member on the last day of each of the 3 months preceding the previous month.</p>	<p>In this Rule:-</p> <p>“average free financial resources” means the average of the free financial resources of the Trading Member on the last day of each of the 3 months preceding the previous month.</p>
	<p>“debit balance” means the amount owed by a customer in his margin account, and shall include:-</p> <p>(1) amounts to be financed by the Trading Member in respect of open purchase contracts made in the margin account of the customer, net of the cash collateral and sales proceeds receivable from open sale contracts made in the margin account of the customer, and</p> <p>(2) all commission charges, interest expenses and all other related expenses.</p>	<p>“debit balance” has the meaning ascribed to it in Regulation 24(6) of the SFR (Financial and Margin Requirements), means the amount owed by a customer in his margin account, and shall include:-</p> <p>(1) amounts to be financed by the Trading Member in respect of open purchase contracts made in the margin account of the customer, net of the cash collateral and sales proceeds receivable from open sale contracts made in the margin account of the customer, and</p> <p>(2) all commission charges, interest expenses and all other related expenses.</p>
	<p>“equity” means the sum of the market value of marginable securities bought and carried in a customer’s margin account and the market value of marginable securities and Singapore Government securities deposited as collateral by the customer.</p>	<p>“equity” has the meaning ascribed to it in Regulation 24(6) of the SFR (Financial and Margin Requirements), means the sum of the market value of marginable securities bought and carried in a customer’s margin account and the market value of marginable securities and Singapore Government securities deposited as collateral by the customer.</p>
	<p>“free financial resources” means the financial resources (not including qualifying letter of credit) of the Trading Member less its total risk requirement.</p>	<p>“free financial resources” has the meaning ascribed to it in Regulation 24(6) of the SFR (Financial and Margin Requirements), means the financial resources (not including qualifying letter of credit) of the Trading Member less its total risk requirement.</p>
	<p>“marginable securities” means:-</p>	<p>“marginable securities” means:-</p>

Proposed Amendment to SGX-ST Rule 11.9.11, 11.9.12, 11.9.16 and 11.11.2

	<p>(1) securities quoted on SGX-ST, (2) securities quoted on CLOB International, (3) securities quoted on a recognised group A securities exchange and issued by a Corporation with shareholders' funds of not less than \$200 million or its equivalent in any foreign currency, (4) in the case of an initial public offer, securities to be listed for quotation or quoted on SGX-ST for which the Trading Member has received full payment from the customer, or (5) any other securities that SGX-ST may approve from time to time.</p>	<p>(1) securities quoted on SGX-ST, (2) securities quoted on CLOB International, (3) securities quoted on a recognised group A securities exchange and issued by a Corporation with shareholders' funds of not less than \$200 million or its equivalent in any foreign currency, (4) in the case of an initial public offer, securities to be listed for quotation or quoted on SGX-ST <u>which has been fully paid by a customer of the Trading Member for which the Trading Member has received full payment from the customer</u>, or (5) any other securities that SGX-ST may approve from time to time.</p>												
	<p>“margin exposure” means:-</p> <p>(1) where the securities bought or carried, or deposited as collateral in a margin account comprise one security, the debit balance in the margin account, or</p> <p>(2) where the securities bought or carried, or deposited as collateral in a margin account comprise 2 or more securities, an amount computed as follows:-</p> <table border="1"> <tr> <td style="text-align: center;">Debit Balance</td> <td style="text-align: center;">x</td> <td>Market value of a single security brought or carried, or deposited as collateral in the margin account</td> </tr> <tr> <td style="text-align: center;">Debit Balance</td> <td style="text-align: center;">x</td> <td>Sum of the total market value of all securities brought or carried in the margin account, and the total market value of all securities deposited as collateral in the margin account</td> </tr> </table>	Debit Balance	x	Market value of a single security brought or carried, or deposited as collateral in the margin account	Debit Balance	x	Sum of the total market value of all securities brought or carried in the margin account, and the total market value of all securities deposited as collateral in the margin account	<p>“margin exposure” <u>has the meaning ascribed to it in Regulation 24(6) of the SFR (Financial and Margin Requirements) means.</u></p> <p>(1) <u>where the securities bought or carried, or deposited as collateral in a margin account comprise one security, the debit balance in the margin account, or</u></p> <p>(2) <u>where the securities bought or carried, or deposited as collateral in a margin account comprise 2 or more securities, an amount computed as follows:-</u></p> <table border="1"> <tr> <td style="text-align: center;">Debit Balance</td> <td style="text-align: center;">x</td> <td>Market value of a single security brought or carried, or deposited as collateral in the margin account</td> </tr> <tr> <td style="text-align: center;">Debit Balance</td> <td style="text-align: center;">x</td> <td>Sum of the total market value of all securities brought or carried in the margin account, and the total market value of all securities deposited as collateral in the margin account</td> </tr> </table>	Debit Balance	x	Market value of a single security brought or carried, or deposited as collateral in the margin account	Debit Balance	x	Sum of the total market value of all securities brought or carried in the margin account, and the total market value of all securities deposited as collateral in the margin account
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Proposed Amendment to SGX-ST Rule 11.9.11, 11.9.12, 11.9.16 and 11.11.2

Rule No.	Current Rule	New Rule
SGX-ST Rule 11.11.2	<p>A Trading Member shall, within 5 months after the close of the financial year, furnish to SGX-ST the relevant forms which a Trading Member is required to lodge in the prescribed format under Regulation 27(8) of the SFR (Financial and Margin Requirements), audited accounts of the Trading Member and its subsidiaries and a Certificate, signed by the auditor appointed by the Trading Member to carry out an annual financial audit, stating, at a minimum:-</p> <p>(1) whether, in the opinion of the auditor, the Trading Member has complied with the financial requirements as set out in the SGX-ST Rules and SFR (Financial and Margin Requirements), and</p> <p>...</p>	<p>A Trading Member shall, within 5 months after the close of the financial year, furnish to SGX-ST the relevant forms which a Trading Member is required to lodge in the prescribed format under Regulation 27(89) of the SFR (Financial and Margin Requirements), audited accounts of the Trading Member and its subsidiaries and a Certificate, signed by the auditor appointed by the Trading Member to carry out an annual financial audit, stating, at a minimum:-</p> <p>(1) whether, in the opinion of the auditor, the Trading Member has complied with the financial requirements as set out in the SGX-ST Rules and SFR (Financial and Margin Requirements), and</p> <p>...</p>

Proposed Amendment to SGX-ST Rule 4.2.4

Rule No.	Current Rule	New Rule
SGX-ST Rule 4.2.4	<p>Without derogating from Rule 4.2.3, SGX-ST may reject an application to be a Trading Member if:-</p> <p>(1) the applicant does not provide information relating to the application as SGX-ST requires;</p> <p>...</p> <p>(14) SGX-ST has reason to believe that the applicant or any of its Officers may not perform the functions efficiently, honestly and fairly;</p>	<p>Without derogating from Rule 4.2.3, SGX-ST may reject an application to be a Trading Member if:-</p> <p>(1) the applicant does not provide information relating to the application as SGX-ST requires;</p> <p>(1A) <u>any information or document that is furnished by the applicant to SGX-ST is false or misleading;</u></p> <p>...</p> <p>(14) SGX-ST has reason to believe that the applicant or any of its Officers <u>or employees</u> may not perform the functions efficiently, honestly and fairly;</p>

Proposed Addition to SGX-ST Rule 7.2.4

Rule No.	Current Rule	New Rule
SGX-ST Rule 7.2.4	<p>7.2.4 Without derogating from Rule 7.2.2, SGX-ST may reject an application to be a Trading Representative if:-</p> <p>(1) the applicant does not provide information relating to the application as SGX-ST requires;</p>	<p>7.2.4 Without derogating from Rule 7.2.2, SGX-ST may reject an application to be a Trading Representative if:-</p> <p>(1) the applicant does not provide information relating to the application as SGX-ST requires;</p> <p><u>(1A) any information or document that is furnished by the applicant to SGX-ST is false or misleading;</u></p>

Proposed Amendment to SGX-ST Rule 14.8.2

Rule No.	Current Rule	New Rule
SGX-ST Rule 14.8.2	A decision of the Appeals Committee may be appealed to the Authority, whose decision is final and binding.	A decision of the Appeals Committee may be appealed to the Authority, whose decision is final and binding.