

**Proposed amendments to CDP Clearing Rules 1.2 and 6.5 – Definitions and Settlement of Securities under Novated Contracts**

Current Rule	New Rule
<p><b>1.2 DEFINITIONS</b></p>	<p>“CPF Trade Settlement” means an Exchange Trade which is settled using the customer’s CPF account as maintained by the CPF Agent Banks.</p> <p>“Depository Agent” has the meaning ascribed to it by Section 130A of the Companies Act (Cap 50).</p> <p>“FOP Transaction Settlement” means an Exchange Trade which is settled based on free of payment instructions between Clearing Members and Depository Agents that are received via SGXPrime.</p> <p>“SGX Prime” means an open access infrastructure developed and maintained by CDP to enable connectivity between market participants’ back office systems and CDP post trade systems.</p>
<p><b>6.5 SETTLEMENT OF SECURITIES UNDER NOVATED CONTRACTS</b></p> <p>6.5.1 The obligation of CDP to make delivery of securities to a buying Clearing Member pursuant to a novated contract on</p>	<p><b>6.5 SETTLEMENT OF SECURITIES UNDER NOVATED CONTRACTS</b></p> <p>6.5.1 The obligation of CDP to make delivery of securities to a buying Clearing Member pursuant to a novated contract on any</p>

<b>Current Rule</b>	<b>New Rule</b>
<p>any Settlement Day shall be discharged by CDP crediting such securities to the Clearing Account of the buying Clearing Member before 12.00 midnight on the Settlement Day. Upon such crediting, the buying Clearing Member irrevocably authorises CDP to credit such securities into the “Available” balance of the securities account or sub-account of the customer of the buying Clearing Member on whose behalf the buying Clearing Member executed the relevant Exchange Trade for Inter-Broker Settlement.</p>	<p>Settlement Day shall be discharged by CDP crediting such securities to the Clearing Account of the buying Clearing Member before 12.00 midnight on the Settlement Day. Upon such crediting, unless an Exchange Trade is settled by FOP Transaction Settlement or CPF Trade Settlement (see DVP Rule 6.5.1A), the buying Clearing Member irrevocably authorises CDP to credit such securities into the “Available” balance of the securities account or sub-account of the customer of the buying Clearing Member on whose behalf the buying Clearing Member executed the relevant Exchange Trade for Inter-Broker Settlement.</p> <p>6.5.1A Pursuant to DVP Rule 6.5.1, where CDP credits securities to the Clearing Account of the buying Clearing Member and an Exchange Trade is settled by FOP Transaction Settlement or CPF Trade Settlement, the buying Clearing Member irrevocably authorises CDP to credit such securities into the “Free” balance of the securities sub-account of the customer of the buying Clearing Member on whose behalf the buying Clearing Member executed the relevant Exchange Trade for Inter-Broker Settlement.</p>