

The SGX logo consists of the letters "SGX" in a bold, dark blue sans-serif font, followed by a stylized graphic of three horizontal bars in blue and yellow.

News Release

5 July 2018

SGX proposes to recalibrate financial and capital requirements of Bank and Remote Members

Singapore Exchange (SGX) is seeking feedback on proposed recalibrations of the financial and capital requirements of Remote Clearing Members, Remote Trading Members, Bank Clearing Members and Bank Trading Members ("RCMs", "RTMs", "BCMs" and "BTMs" respectively).

The amendments take into account global regulatory developments and are aimed at reflecting the levels of risk the members pose. The proposed amendments are to the Clearing Rules of SGX-Derivatives Clearing and the Central Depository, the Trading Rules of SGX-Securities Trading and the Futures Trading Rules (the "Rules").

The proposed changes include:

- The removal of SGX-imposed risk-based capital (RBC) requirements on Bank Members and Remote Members, and reliance on the respective home regulator's financial and capital requirements.
- The redefinition of base capital for Bank and Remote Members
- The removal of net liquid capital (NLC) requirements for RTMs

"We have concluded from developments in the global regulatory landscape and the experience we have acquired through the years of regulating Remote Members and Bank Members that room exists for us to adjust and improve our regulatory framework. If our proposals are accepted, our markets and the Singapore financial industry will benefit from increased relevance and competitiveness. The Members will also enjoy greater capital efficiency," said Tan Boon Gin, CEO of SGX RegCo.

The public can submit feedback on the proposed amendments till 27 July 2018. Full details of the public consultation including the questions SGX is posing are found [here](#). The changes are targeted to be effective in the fourth quarter of 2018.

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About Singapore Exchange

Singapore Exchange is Asia's leading and trusted market infrastructure, operating equity, fixed income and derivatives markets to the highest regulatory standards. As Asia's most international, multi-asset exchange, SGX provides listing, trading, clearing, settlement, depository and data services, with about 40% of listed companies and 75% of listed bonds originating outside of Singapore.

SGX is the world's most liquid offshore market for the benchmark equity indices of China, India, Japan and ASEAN and offers commodities and currency derivatives products. Headquartered in AAA-rated Singapore, SGX is globally recognised for its risk management and clearing capabilities. For more information, please visit www.sgx.com.

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