SGX-NZX GLOBAL WHOLE MILK POWDER (WMP) FUTURES
CONTRACT SPECIFICATIONS

1. SCOPE OF CONTRACT SPECIFICATIONS AND DEFINITIONS

In conjunction with the Futures Trading Rules (the "**Trading Rules**") and the Singapore Exchange Derivatives Clearing Limited Clearing Rules (the "**Clearing Rules**", and together with the Trading Rules, the "**Rules**")[1], as amended from time to time, these contract specifications for the SGX-NZX Global Whole Milk Powder (WMP) Futures Contract (these "**Specifications**") set out the terms and procedures for the trading, clearing and settlement in the SGX-NZX Global Whole Milk Powder (WMP) Futures Contract traded on the Exchange.

These Specifications shall be read together with the Rules, and in the event of a conflict or inconsistency between the Rules and these Specifications, the Rules shall prevail.

Capitalised terms employed herein and not otherwise defined shall have the meanings ascribed to them under the Rules.

In these Specifications, unless the context otherwise requires, the following capitalised expressions shall have the meanings hereafter assigned to them:

Contract	Means the SGX-NZX Global Whole Milk Powder (WMP) Futures Contract traded on the Exchange;
GDT Auction	Means a trading session on the electronic trading platform known as GlobalDairyTrade;
GDT Price	Means the price published on the Information Website following the close of a GDT Auction or otherwise advised to the Exchange as being the winning price for one Tonne of Whole Milk Powder Regular – NZ, Contract 2 in respect of a GDT Auction;
Information Website	Means the website with the address www.globaldairytrade.info;
Option-on-Futures Contract	Means the option contract on the Contract traded on the Exchange;
Tonne	Means a metric tonne of 1,000 kilogrammes

2. TRADING

2.1 Trading Months and Hours

The Contract shall be listed for such Contract Months and made available for trading during those hours determined by the Exchange.

2.2 Contract Value and Trading Unit

[1] These Rules may be found on the Exchange's website at http://www.sgx.com.

Each Contract shall be valued at one Tonne multiplied by the Contract price.

The trading unit shall be one lot which is equivalent to one Tonne.

2.3 Minimum Fluctuations

Bids and offers shall be quoted in United States dollars per Tonne. The minimum fluctuation of the Contract shall be five United States dollars, equivalent to five United States dollars per Contract. Contracts registered with the Exchange as NLTs will have the applicable tick size as set out in Appendix B to Regulatory Notice 4.1.11 of the Trading Rules.

2.4 Position Limits and Position Accountability

Unless otherwise prescribed by the Exchange, there shall be no Position Limits. However, subject to Rule 4.1.18 of the Trading Rules, a Person owning or controlling any combination of Contracts and Option-on-Futures Contracts that exceed such position as the Exchange may prescribe from time to time with prior notification, net on the same side of the market, and in all Contract Months combined, shall provide, in a timely fashion, upon request by the Exchange, information regarding the nature of the position, trading strategy, and hedging information if applicable.

2.5 Computation of Positions

For the purpose of computing positions for compliance with Clause 2.4:

(a) the futures-equivalent of an Option-on-Futures Contract is the relevant option delta computed by the Clearing House for the option series; and

(b) a long call Option-on-Futures Contract, a short put Option-on-Futures Contract and a long Contract are on the same side of the Market. Conversely, a short call Option-on-Futures Contract, a long put Option-on-Futures Contract and a short Contract are on the same side of the Market.

2.6 Price Limits and Cooling Off Period

Unless otherwise prescribed by the Exchange, there shall be no Price Limits or Cooling Off Period. Any Price Limits or Cooling Off Period prescribed by the Exchange pursuant to this Clause 2.6 are subject to change or removal by the Exchange at its discretion.

2.7 Termination of Trading

2.7.1 Subject to Clause 2.7.2, the Last Trading Day of a Contract shall be the day of the last GDT Auction of the Contract Month.

2.7.2 The Exchange may, upon giving prior notice to the market, determine that the Last Trading Day shall be some other day, having regard to the prevailing circumstances of the market at that time.

3. CLEARING AND SETTLEMENT

3.1 Cash Settlement

Settlement under these Specifications shall be in cash.

3.2 Final Settlement Price

Subject to Clause 3.3, the Final Settlement Price shall be the mean of the GDT Prices from the GDT Auctions occurring during the calendar month in which the Contract is due to expire. The Final Settlement Price will be rounded to the nearest 0.05 United States dollar and where the Final Settlement Price is an exact uneven multiple of 0.025 United States dollar to the nearest higher 0.05 United States dollar.

3.3 Alternative Resolution of Final Settlement Price

Where the Final Settlement Price prescribed is otherwise not available pursuant to Clause 3.2, the Exchange and the Clearing House may decide that the Final Settlement Price shall be determined by an alternative means in accordance with Rule 4.1.20 of the Trading Rules. The decision of the Exchange and the Clearing House with respect to the determination of the Final Settlement Price by this alternate means shall be binding on all parties holding an open position in the Contract at termination of trading.

3.4 Final Settlement

Clearing Members holding open positions in the Contract at termination of trading must make payment to or receive payment from the Clearing House in accordance with normal variation margin procedures based on a settlement price equal to the Final Settlement Price.

3.5 Other Rules and Procedures for Clearing and Settlement

The rules and procedures for clearing and settlement that are not specifically covered in these Specifications shall be governed by the Clearing Rules.

4. DISCLAIMERS AND LIMITATIONS

4.1 The Exchange has entered into a sub-licence deed with NZX Limited ("**NZX**") pursuant to which NZX has agreed to sub-licence to the Exchange, amongst others, the GDT Price. Fonterra Co-Operative Group Limited ("**Fonterra**") owns rights in the GDT Price and the proprietary data contained therein.

4.2 Neither Fonterra, NZX nor its licensors in any way sponsor, endorse or are otherwise involved in the issuance and offering of the Contract. The Exchange, Fonterra, NZX and its licensors disclaim any liability to any party for any inaccuracy in the data on which the GDT Price is based, for any mistakes, errors or omissions in the calculation and/or dissemination of the GDT Price or for the manner in which it is applied in connection with the issuance and offering of derivatives instruments derived from the GDT Price or the trading of the Contract.

4.3 The Exchange makes no warranty, express or implied, as to the accuracy or completeness of, or the results to be obtained by any person or any entity from the use of, the GDT Price, any intra-day proxy related thereto or any data included therein in connection with the trading of any contracts, or for any other use. The Exchange makes no express or implied warranties of merchantability or fitness for a particular purpose with respect to the GDT Price or any intra-day proxy related thereto or any data included therein.

4.4 A Member shall hold the Exchange and its directors, officers, employees and agents (collectively the **"Beneficiaries"** and each a **"Beneficiary"**) harmless from and against any loss, liability, judgment, claim, damage, cost or expense (including legal costs on an indemnity basis, failing which on a solicitor and client basis) arising from or in connection with any action, proceeding or, claim made or brought by any Customer of a Member where such Member had failed to secure the Customer's acknowledgement of the disclaimer document as required above. Members shall also recognise that notwithstanding the preceding indemnity and in recognition that any response to such claim, action or proceeding may have been knock-on consequences for the Exchange or the exchange it maintains, the Beneficiaries (or any Beneficiary) shall have full control over the defence and/or settlement any such claim, action or proceeding without the need for prior clearance with the indemnifying Member.