

(香港交易及結算所有限公司全資附屬公司)

## HONG KONG FUTURES EXCHANGE LIMITED

(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

## 通告 CIRCULAR

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Subject: Introduction of new Sector Index Futures

Enquiry: Mr. Justyn Ip 2211-6150 / Mr. Wallace Chan 2211-6139

Hong Kong Futures Exchange (“the Exchange”) is pleased to announce that the following seven Sector Index Futures will commence trading on 9 May 2016:

1. CES Gaming Top 10 Index Futures Contracts (“Gaming Futures”)
2. Hang Seng Mainland Oil & Gas Index Futures Contracts (“Mainland Oil & Gas Futures”)
3. Hang Seng Mainland Banks Index Futures Contracts (“Mainland Banks Futures”)
4. Hang Seng Mainland Healthcare Index Futures Contracts (“Mainland Healthcare Futures”)
5. Hang Seng Mainland Properties Index Futures Contracts (“Mainland Properties Futures”)
6. Hang Seng IT Hardware Index Futures Contracts (“IT Hardware Futures”)
7. Hang Seng Software & Service Index Futures Contracts (“Software Futures”)

Sector Index Futures are cost-effective trading and hedging tools for investors to capture trading opportunities in specific sectors effectively, while firm-specific risks are diversified. They offer flexibility for investors to allocate their exposures in various major sectors and allow investors to adopt long / short strategies such as market index vs sector index, outperforming sector index vs underperforming sector index or sector index vs component stock.

The seven sectors have been selected based on the following criteria: (i) high market capitalisation and underlying turnover; and / or (ii) high volatility and low constituent overlapping with Hang Seng China Enterprises Index, i.e. H-shares Index.

The underlying sector indices are specifically designed to meet futures trading purposes. The constituent stocks are selected from a pure business sector covering major and popular sector leaders only and the number is restricted to no more than 10 per sector index. The constituent stocks are subject to liquidity screening requiring a 6-month average daily turnover of not less than HK\$20 million for each constituent stock. The individual constituent stock weighting is capped at 15% if the number of constituent stocks is equal to or more than 8, otherwise the weighting will be capped at 25%.

Please refer to Attachment I for details of the sector indices and the list of their constituent stocks and weighting. The updated sector index levels and constituent stocks can be found in Hang Seng

Indexes Company Limited's ("HSIL") website (<http://www.hsi.com.hk>) and China Exchanges Services Company Limited's ("CESC") website (<http://www.cesc.com>).

## Contract Specifications

The key features of the Sector Index Futures contracts are as follows:

1. Underlying Index and HKATS Code: See the list below:

Full Name of Index Futures contract	Underlying Index	HKATS Code
CES Gaming Top 10 Index Futures Contracts	CES Gaming Top 10 Index	GTI
Hang Seng Mainland Oil & Gas Index Futures Contracts	Hang Seng Mainland Oil & Gas Index	MOI
Hang Seng Mainland Banks Index Futures Contracts	Hang Seng Mainland Banks Index	MBI
Hang Seng Mainland Healthcare Index Futures Contracts	Hang Seng Mainland Healthcare Index	MCI
Hang Seng Mainland Properties Index Futures Contracts	Hang Seng Mainland Properties Index	MPI
Hang Seng IT Hardware Index Futures Contracts	Hang Seng IT Hardware Index	ITI
Hang Seng Software & Service Index Futures Contracts	Hang Seng Software & Service Index	SSI

2. Contract Multiplier: HK\$50 per whole index point
3. Minimum Fluctuation: 0.5 index point (or HK\$25)
4. Contract Months: Spot month, the next calendar month, and the next 2 calendar quarter months
5. Position Limit: 5,000 net contracts in all contract months combined for Mainland Healthcare Futures, Mainland Properties Futures, IT Hardware Futures, Software Futures and Gaming Futures; and 15,000 net contracts in all contract months combined for Mainland Oil & Gas Futures and Mainland Banks Futures
6. Large Open Position: 500 open contracts, in any one contract month
7. Last Trading Day: The business day immediately preceding the last business day of the contract month
8. Final Settlement Day: The first business day after the Last Trading Day of the contract month

9. Final Settlement Price: The average of the values of the sector index, rounded to 1 decimal place, taken at: (i) 5 minute intervals from 5 minutes after the start of and up to 5 minutes before the end of the trading session; and (ii) the close of the trading on the Last Trading Day (i.e. the average of 66 readings)
10. Exchange Fee: HK\$2.00 per contract per side
11. Cash Settlement Fee: HK\$2.00 on final settlement
12. Commission Levy: HK\$0.54 per contract. The Commission Levy will be exempted for the first six months of trading, i.e. from 9 May 2016 to 8 November 2016. Participants are advised to inform their clients of the exemption of Commission Levy.

Full details of the contract specifications of Sector Index Futures contracts are set forth in Attachment II for your reference.

### **Trading Rules and Procedures**

Relevant rule amendments relating to Sector Index Futures will be announced via a separate circular.

### **Index Providers' Disclaimers**

Participants should notify their staff and all interested clients of the disclaimers of HSIL and CESC set forth in Attachment III and IV.

### **Trading Arrangements**

Please note that the following trading arrangements will be applicable to Sector Index Futures:

- a. Pre-launch arrangements on 6 May 2016 (i.e. one business day before commencement of trading): Trading codes of Sector Index Futures will be displayed on HKATS, but will not be tradable on that day. Information relating to Sector Index Futures will be generated in the risk parameter files, clearing and open interest report;
- b. The HKATS order size limit for Sector Index Futures will be 1,000 contracts;
- c. The price parameter for Sector Index Futures for the purpose of the error trade rule under HKFE Rule 819B is 3% from the notation price; and
- d. Criteria of Block Trades in stock index futures are applicable to sector index futures.

### **Incentive Program**

The Exchange will introduce an incentive program by offering a 50% trading fee discount (HK\$1 per contract traded) in the house and client accounts, for the first 12 months of trading, i.e. from 9 May 2016 to 8 May 2017 inclusive.

### **Market Making / Liquidity Provision**

The Exchange invites applications of market makers / liquidity providers for the new Sector Index Futures contracts. Market makers / liquidity providers will pay a discounted trading fee of HK\$0.40, i.e. 80% discount, for each Sector Index Futures contract traded upon fulfillment of their obligations. Interested parties should contact Ms. Summer Luo by email ([SummerLuo@hkex.com.hk](mailto:SummerLuo@hkex.com.hk)) or Ms. Rina Ku by email ([Rinaku@hkex.com.hk](mailto:Rinaku@hkex.com.hk)).

### **Margin Requirements**

For margin requirements at HKFE Clearing Corporation Limited (“HKCC”) and client level for trading Sector Index Futures, please refer to the relevant HKCC circular which will be issued before the commencement of trading.

### **Trading Information**

The access codes of information vendors for the new Stock Index Futures will be available on HKEX’s website (<http://www.hkex.com.hk>) in due course.

### **Promotional Support for EPs**

The Exchange will provide promotional items to support Exchange Participants in promoting Sector Index Futures business. Participants, who are interested in promoting Sector Index Futures, can contact Mr. Justyn Ip by email ([JustynIp@hkex.com.hk](mailto:JustynIp@hkex.com.hk))

### **Exchange Participants’ Readiness**

Exchange Participants should notify their staff and all interested clients of the details of the new Sector Index Futures. Please ensure that your trading and back office systems are ready in order for a smooth operation upon the introduction of Sector Index Futures. In addition, staff should be fully aware of the above and should exercise caution when dealing with these new futures contracts and when advising their clients.

Li Gang  
Co-Head  
Market Development Division

Att.

*This circular has been issued in the English language with a separate Chinese language translation. If there is any conflict in the circulars between the meaning of Chinese words or terms in the Chinese language version and English words in the English language version, the meaning of the English words shall prevail.*

**Attachment I**

**Features and section criteria of Sector Indices**

Index Compiler	Hang Seng Indexes Company Limited	China Securities Index Company Limited
Underlying Index	<ul style="list-style-type: none"> <li>• Hang Seng Mainland Oil &amp; Gas Index</li> <li>• Hang Seng Mainland Banks Index</li> <li>• Hang Seng Mainland Healthcare Index</li> <li>• Hang Seng Mainland Properties Index</li> <li>• Hang Seng IT Hardware Index</li> <li>• Hang Seng Software &amp; Service Index</li> </ul>	<ul style="list-style-type: none"> <li>• CES Gaming Top 10 Index</li> </ul>
No. of Constituents	10	
Selection criteria	<ul style="list-style-type: none"> <li>• Top 10 stocks ranked in descending order by their 12-month-average full market value in their respective sectors</li> <li>• Stocks are required to have had an average daily turnover of at least HK\$20 million in the past six months</li> </ul>	
Calculation Methodology	<ul style="list-style-type: none"> <li>• Constituents are free float-adjusted for investability representation</li> <li>• Capping rules:               <ul style="list-style-type: none"> <li>· No. of constituents: 8-10, capped at 15%</li> <li>· No. of constituents: 5-7, capped at 25%</li> <li>· No. of constituents: 1-4, equal weighted</li> </ul> </li> </ul>	
Base Index	3000	3000
Dissemination	Every 2 seconds	Every 5 seconds
Currency	HKD	

**List of Constituent Stocks (as of 29 January 2016)**

**CES Gaming Top 10 Index (both constituent list and weighting are indicative only and subject to final announcement)**

Stock Code	Stock Name	Weighting* (%)
0027	Galaxy Entertainment Group Ltd.	16.44
0200	Melco International Development Ltd.	9.82
0326	China Star Entertainment Ltd.	0.63
0880	SJM Holdings Ltd.	14.64
1128	Wynn Macau, Ltd.	14.19
1371	China LotSynergy Holdings Ltd.	2.13
1680	Macau Legend Development Ltd.	2.63
1928	Sands China Ltd.	16.40
2282	MGM China Holdings Ltd.	14.37
3918	NagaCorp Ltd.	8.75

**Hang Seng Mainland Oil & Gas Index**

Stock Code	Stock Name	Weighting* (%)
0135	Kunlun Energy Co. Ltd.	14.47

0386	China Petroleum & Chemical Corporation	15.39
0857	PetroChina Co. Ltd.	14.58
0883	CNOOC Ltd.	15.48
0934	Sinopec Kantons Holdings Ltd.	6.29
2236	Wison Engineering Services Co. Ltd.	1.4
2386	SINOPEC Engineering (Group) Co., Ltd.	14.63
2883	China Oilfield Services Ltd.	12.33
3337	Anton Oilfield Services Group	1.33
3899	CIMC Enric Holdings Ltd.	4.09

### Hang Seng Mainland Banks Index

Stock Code	Stock Name	Weighting* (%)
0939	China Construction Bank Corporation	15.09
0998	China CITIC Bank Corporation Ltd.	8.1
1288	Agricultural Bank of China Ltd.	13.58
1398	Industrial and Commercial Bank of China Ltd.	14.6
1988	China Minsheng Banking Corp., Ltd.	8.57
3328	Bank of Communications Co., Ltd.	8.28
3618	Chongqing Rural Commercial Bank Co., Ltd.	1.99
3968	China Merchants Bank Co., Ltd.	12.38
3988	Bank of China Ltd.	14.91
6818	China Everbright Bank Co. Ltd.	2.5

### Hang Seng Mainland Healthcare Index

Stock Code	Stock Name	Weighting* (%)
0570	China Traditional Chinese Medicine Co. Ltd.	6.67
0867	China Medical System Holdings Ltd.	11.29
1066	Shandong Weigao Group Medical Polymer Co. Ltd.	8.53
1093	CSPC Pharmaceutical Group Ltd.	15.42
1099	Sinopharm Group Co. Ltd.	15.36
1177	Sino Biopharmaceutical Ltd.	13.55
1515	Phoenix Healthcare Group Co. Ltd.	3.81
2186	Luye Pharma Group Ltd.	9.7
2196	Shanghai Fosun Pharmaceutical (Group) Co., Ltd.	6.82
2607	Shanghai Pharmaceuticals Holding Co., Ltd.	8.85

### Hang Seng Mainland Properties Index

Stock Code	Stock Name	Weighting* (%)
0283	Goldin Properties Holdings Ltd.	4.05

0683	Kerry Properties Ltd.	6.27
0688	China Overseas Land & Investment Ltd.	14.55
0813	Shimao Property Holdings Ltd.	7.07
0960	Longfor Properties Co. Ltd.	7.74
1109	China Resources Land Ltd.	14.99
2007	Country Garden Holdings Co. Ltd.	14.51
3333	Evergrande Real Estate Group Ltd.	11.94
3377	Sino-Ocean Land Holdings Ltd.	7.11
3699	Dalian Wanda Commercial Properties Co., Ltd.	11.76

### Hang Seng IT Hardware Index

Stock Code	Stock Name	Weighting* (%)
0285	BYD Electronic (International) Co. Ltd.	3.75
0303	VTech Holdings Ltd.	15.61
0552	China Communications Services Corporation Ltd.	10.61
0732	Truly International Holdings Ltd.	4.08
0763	ZTE Corporation	13.79
0992	Lenovo Group Ltd.	14.25
2018	AAC Technologies Holdings Inc.	15.32
2038	FIH Mobile Ltd.	12.76
2369	Coolpad Group Ltd.	5.6
2618	TCL Communication Technology Holdings Ltd.	4.23

### Hang Seng Software & Services Index

Stock Code	Stock Name	Weighting* (%)
0268	Kingdee International Software Group Co. Ltd.	12.94
0327	PAX Global Technology Ltd.	14.59
0400	Cogobuy Group	9.21
0434	Boyaa Interactive International Ltd.	3.32
0700	Tencent Holdings Ltd.	17.16
0777	NetDragon Websoft Inc.	9.26
1236	National Agricultural Holdings Ltd.	7.57
1980	Tian Ge Interactive Holdings Ltd.	6.18
2280	HC International, Inc.	4.78
3888	Kingsoft Corporation Ltd.	14.98

\* The weightings of constituent stocks will be capped in each half-yearly index review. In between each index review, the weightings of constituent stocks may exceed the caps due to price movements.

**Attachment II**

**Contract Specifications of Sector Index Futures**

**Contract Specifications  
For  
CES Gaming Top 10 Index Futures**

The CES Gaming Top 10 Index Futures Contracts are Stock Index Futures Contracts which are governed by the Regulations for trading Stock Index Futures. Capitalised terms used herein which are not defined shall have the meaning ascribed to them in the Regulations for trading Stock Index Futures.

The following Contract Specifications shall apply to the Stock Index Futures Contracts which are CES Gaming Top 10 Index Futures Contracts:

Underlying Index/Index	CES Gaming Top 10 Index (the share price index of that name compiled, computed and disseminated by China Exchanges Services Company Limited)
Contract Multiplier	HK\$50 per Index point
Contract Months	Spot Month, the next calendar month, and the next two calendar quarter months (i.e. quarterly months are March, June, September and December)
Minimum Fluctuation	0.5 Index point
Maximum Fluctuation	As prescribed by the Exchange from time to time
Contracted Price	The price at which a Stock Index Futures Contract which is a CES Gaming Top 10 Index Futures Contract is registered by the Clearing House
Contracted Value	The Contracted Price multiplied by the Contract Multiplier
Position Limits	5,000 net contracts long or short across all Contract Months, per Exchange Participant for the Exchange Participant's own behalf; and  5,000 net contracts long or short across all Contract Months, per Client  For the avoidance of doubt, the prescribed limits are applied on a net basis across all Contract Months. For the purposes of determining whether the prescribed limit is reached, long contracts are assigned a positive value of 1 and short contracts are assigned a negative value of 1, regardless of their expiry date.
Large Open Positions	500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and



	500 open contracts, in any one Contract Month, per Client
Trading Hours (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session)  There is no afternoon trading session on the eves of Christmas, New Year and Lunar New Year.
Trading Hours on Last Trading Day (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:00 p.m. (afternoon trading session)  There shall be no afternoon trading session if the Last Trading Day falls on Christmas Eve, New Year's Eve or Lunar New Year's Eve.
Trading Method	The Exchange's Automated Trading System (HKATS)
Final Settlement Day	The first Business Day after the Last Trading Day
Settlement Method	Cash settled contract for difference
Last Trading Day	The Business Day immediately preceding the last Business Day of the Contract Month
Final Settlement Price	The Final Settlement Price for Stock Index Futures Contracts which are CES Gaming Top 10 Index Futures Contracts shall be a number, rounded up to the nearest 1 decimal place if the figure in the second decimal place is 5 or above and rounded down to the nearest 1 decimal place if it is below 5, determined by the Clearing House and shall be the average of the values of the CES Gaming Top 10 Index compiled, computed and disseminated by China Exchanges Services Company Limited taken at (i) five (5) minute intervals from five (5) minutes after the start of, and up to five (5) minutes before the end of, the Continuous Trading Session of SEHK; (ii) the close of trading on SEHK on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Stock Index Futures Contracts to determine the Final Settlement Price under certain circumstances.
Trading Fee (per contract per side)	Exchange Fee           HK\$2.00  The amount indicated above is subject to change from time to time.
Levies (per contract per side)	Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance.
Commission Rate	Negotiable

<p><b>Contract Specifications</b> <b>For</b> <b>Hang Seng Mainland Oil &amp; Gas Index Futures</b></p>
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The Hang Seng Mainland Oil & Gas Index Futures Contracts are Stock Index Futures Contracts which are governed by the Regulations for trading Stock Index Futures. Capitalised terms used herein which are not defined shall have the meaning ascribed to them in the Regulations for trading Stock Index Futures.

The following Contract Specifications shall apply to the Stock Index Futures Contracts which are Hang Seng Mainland Oil & Gas Index Futures Contracts:

Underlying Index/Index	Hang Seng Mainland Oil & Gas Index (the share price index of that name compiled, computed and disseminated by Hang Seng Indexes Company Limited)
Contract Multiplier	HK\$50 per Index point
Contract Months	Spot Month, the next calendar month, and the next two calendar quarter months (i.e. quarterly months are March, June, September and December)
Minimum Fluctuation	0.5 Index point
Maximum Fluctuation	As prescribed by the Exchange from time to time
Contracted Price	The price at which a Stock Index Futures Contract which is a Hang Seng Mainland Oil & Gas Index Futures Contract is registered by the Clearing House
Contracted Value	The Contracted Price multiplied by the Contract Multiplier
Position Limits	15,000 net contracts long or short across all Contract Months, per Exchange Participant for the Exchange Participant's own behalf; and  15,000 net contracts long or short across all Contract Months, per Client  For the avoidance of doubt, the prescribed limits are applied on a net basis across all Contract Months. For the purposes of determining whether the prescribed limit is reached, long contracts are assigned a positive value of 1 and short contracts are assigned a negative value of 1, regardless of their expiry date.
Large Open Positions	500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and  500 open contracts, in any one Contract Month, per Client

Trading Hours (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session)
	There is no afternoon trading session on the eves of Christmas, New Year and Lunar New Year.
Trading Hours on Last Trading Day (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:00 p.m. (afternoon trading session)
	There shall be no afternoon trading session if the Last Trading Day falls on Christmas Eve, New Year’s Eve or Lunar New Year’s Eve.
Trading Method	The Exchange’s Automated Trading System (HKATS)
Final Settlement Day	The first Business Day after the Last Trading Day
Settlement Method	Cash settled contract for difference
Last Trading Day	The Business Day immediately preceding the last Business Day of the Contract Month
Final Settlement Price	The Final Settlement Price for Stock Index Futures Contracts which are Hang Seng Mainland Oil & Gas Index Futures Contracts shall be a number, rounded up to the nearest 1 decimal place if the figure in the second decimal place is 5 or above and rounded down to the nearest 1 decimal place if it is below 5, determined by the Clearing House and shall be the average of the values of the Hang Seng Mainland Oil & Gas Index compiled, computed and disseminated by Hang Seng Indexes Company Limited taken at (i) five (5) minute intervals from five (5) minutes after the start of, and up to five (5) minutes before the end of, the Continuous Trading Session of SEHK; (ii) the close of trading on SEHK on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Stock Index Futures Contracts to determine the Final Settlement Price under certain circumstances.
Trading Fee (per contract per side)	Exchange Fee            HK\$2.00
	The amount indicated above is subject to change from time to time.
Levies (per contract per side)	Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance.
Commission Rate	Negotiable

<p><b>Contract Specifications</b> <b>For</b> <b>Hang Seng Mainland Banks Index Futures</b></p>
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The Hang Seng Mainland Banks Index Futures Contracts are Stock Index Futures Contracts which are governed by the Regulations for trading Stock Index Futures. Capitalised terms used herein which are not defined shall have the meaning ascribed to them in the Regulations for trading Stock Index Futures.

The following Contract Specifications shall apply to the Stock Index Futures Contracts which are Hang Seng Mainland Banks Index Futures Contracts:

Underlying Index/Index	Hang Seng Mainland Banks Index (the share price index of that name compiled, computed and disseminated by Hang Seng Indexes Company Limited)
Contract Multiplier	HK\$50 per Index point
Contract Months	Spot Month, the next calendar month, and the next two calendar quarter months (i.e. quarterly months are March, June, September and December)
Minimum Fluctuation	0.5 Index point
Maximum Fluctuation	As prescribed by the Exchange from time to time
Contracted Price	The price at which a Stock Index Futures Contract which is a Hang Seng Mainland Banks Index Futures Contract is registered by the Clearing House
Contracted Value	The Contracted Price multiplied by the Contract Multiplier
Position Limits	15,000 net contracts long or short across all Contract Months, per Exchange Participant for the Exchange Participant's own behalf; and  15,000 net contracts long or short across all Contract Months, per Client  For the avoidance of doubt, the prescribed limits are applied on a net basis across all Contract Months. For the purposes of determining whether the prescribed limit is reached, long contracts are assigned a positive value of 1 and short contracts are assigned a negative value of 1, regardless of their expiry date.
Large Open Positions	500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and  500 open contracts, in any one Contract Month, per Client

Trading Hours (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session)
	There is no afternoon trading session on the eves of Christmas, New Year and Lunar New Year.
Trading Hours on Last Trading Day (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:00 p.m. (afternoon trading session)
	There shall be no afternoon trading session if the Last Trading Day falls on Christmas Eve, New Year's Eve or Lunar New Year's Eve.
Trading Method	The Exchange's Automated Trading System (HKATS)
Final Settlement Day	The first Business Day after the Last Trading Day
Settlement Method	Cash settled contract for difference
Last Trading Day	The Business Day immediately preceding the last Business Day of the Contract Month
Final Settlement Price	The Final Settlement Price for Stock Index Futures Contracts which are Hang Seng Mainland Banks Index Futures Contracts shall be a number, rounded up to the nearest 1 decimal place if the figure in the second decimal place is 5 or above and rounded down to the nearest 1 decimal place if it is below 5, determined by the Clearing House and shall be the average of the values of the Hang Seng Mainland Banks Index compiled, computed and disseminated by Hang Seng Indexes Company Limited taken at (i) five (5) minute intervals from five (5) minutes after the start of, and up to five (5) minutes before the end of, the Continuous Trading Session of SEHK; (ii) the close of trading on SEHK on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Stock Index Futures Contracts to determine the Final Settlement Price under certain circumstances.
Trading Fee (per contract per side)	Exchange Fee           HK\$2.00
	The amount indicated above is subject to change from time to time.
Levies (per contract per side)	Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance.
Commission Rate	Negotiable

<p><b>Contract Specifications</b> <b>For</b> <b>Hang Seng Mainland Healthcare Index Futures</b></p>
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The Hang Seng Mainland Healthcare Index Futures Contracts are Stock Index Futures Contracts which are governed by the Regulations for trading Stock Index Futures. Capitalised terms used herein which are not defined shall have the meaning ascribed to them in the Regulations for trading Stock Index Futures.

The following Contract Specifications shall apply to the Stock Index Futures Contracts which are Hang Seng Mainland Healthcare Index Futures Contracts:

Underlying Index/Index	Hang Seng Mainland Healthcare Index (the share price index of that name compiled, computed and disseminated by Hang Seng Indexes Company Limited)
Contract Multiplier	HK\$50 per Index point
Contract Months	Spot Month, the next calendar month, and the next two calendar quarter months (i.e. quarterly months are March, June, September and December)
Minimum Fluctuation	0.5 Index point
Maximum Fluctuation	As prescribed by the Exchange from time to time
Contracted Price	The price at which a Stock Index Futures Contract which is a Hang Seng Mainland Healthcare Index Futures Contract is registered by the Clearing House
Contracted Value	The Contracted Price multiplied by the Contract Multiplier
Position Limits	5,000 net contracts long or short across all Contract Months, per Exchange Participant for the Exchange Participant's own behalf; and  5,000 net contracts long or short across all Contract Months, per Client  For the avoidance of doubt, the prescribed limits are applied on a net basis across all Contract Months. For the purposes of determining whether the prescribed limit is reached, long contracts are assigned a positive value of 1 and short contracts are assigned a negative value of 1, regardless of their expiry date.
Large Open Positions	500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and  500 open contracts, in any one Contract Month, per Client

Trading Hours (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session)
	There is no afternoon trading session on the eves of Christmas, New Year and Lunar New Year.
Trading Hours on Last Trading Day (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:00 p.m. (afternoon trading session)
	There shall be no afternoon trading session if the Last Trading Day falls on Christmas Eve, New Year's Eve or Lunar New Year's Eve.
Trading Method	The Exchange's Automated Trading System (HKATS)
Final Settlement Day	The first Business Day after the Last Trading Day
Settlement Method	Cash settled contract for difference
Last Trading Day	The Business Day immediately preceding the last Business Day of the Contract Month
Final Settlement Price	The Final Settlement Price for Stock Index Futures Contracts which are Hang Seng Mainland Healthcare Index Futures Contracts shall be a number, rounded up to the nearest 1 decimal place if the figure in the second decimal place is 5 or above and rounded down to the nearest 1 decimal place if it is below 5, determined by the Clearing House and shall be the average of the values of the Hang Seng Mainland Healthcare Index compiled, computed and disseminated by Hang Seng Indexes Company Limited taken at (i) five (5) minute intervals from five (5) minutes after the start of, and up to five (5) minutes before the end of, the Continuous Trading Session of SEHK; (ii) the close of trading on SEHK on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Stock Index Futures Contracts to determine the Final Settlement Price under certain circumstances.
Trading Fee (per contract per side)	Exchange Fee           HK\$2.00  The amount indicated above is subject to change from time to time.
Levies (per contract per side)	Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance.
Commission Rate	Negotiable

<p><b>Contract Specifications</b> <b>For</b> <b>Hang Seng Mainland Properties Index Futures</b></p>
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The Hang Seng Mainland Properties Index Futures Contracts are Stock Index Futures Contracts which are governed by the Regulations for trading Stock Index Futures. Capitalised terms used herein which are not defined shall have the meaning ascribed to them in the Regulations for trading Stock Index Futures.

The following Contract Specifications shall apply to the Stock Index Futures Contracts which are Hang Seng Mainland Properties Index Futures Contracts:

Underlying Index/Index	Hang Seng Mainland Properties Index (the share price index of that name compiled, computed and disseminated by Hang Seng Indexes Company Limited)
Contract Multiplier	HK\$50 per Index point
Contract Months	Spot Month, the next calendar month, and the next two calendar quarter months (i.e. quarterly months are March, June, September and December)
Minimum Fluctuation	0.5 Index point
Maximum Fluctuation	As prescribed by the Exchange from time to time
Contracted Price	The price at which a Stock Index Futures Contract which is a Hang Seng Mainland Properties Index Futures Contract is registered by the Clearing House
Contracted Value	The Contracted Price multiplied by the Contract Multiplier
Position Limits	5,000 net contracts long or short across all Contract Months, per Exchange Participant for the Exchange Participant's own behalf; and  5,000 net contracts long or short across all Contract Months, per Client  For the avoidance of doubt, the prescribed limits are applied on a net basis across all Contract Months. For the purposes of determining whether the prescribed limit is reached, long contracts are assigned a positive value of 1 and short contracts are assigned a negative value of 1, regardless of their expiry date.
Large Open Positions	500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and  500 open contracts, in any one Contract Month, per Client



Trading Hours (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session)
	There is no afternoon trading session on the eves of Christmas, New Year and Lunar New Year.
Trading Hours on Last Trading Day (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:00 p.m. (afternoon trading session)
	There shall be no afternoon trading session if the Last Trading Day falls on Christmas Eve, New Year's Eve or Lunar New Year's Eve.
Trading Method	The Exchange's Automated Trading System (HKATS)
Final Settlement Day	The first Business Day after the Last Trading Day
Settlement Method	Cash settled contract for difference
Last Trading Day	The Business Day immediately preceding the last Business Day of the Contract Month
Final Settlement Price	The Final Settlement Price for Stock Index Futures Contracts which are Hang Seng Mainland Properties Index Futures Contracts shall be a number, rounded up to the nearest 1 decimal place if the figure in the second decimal place is 5 or above and rounded down to the nearest 1 decimal place if it is below 5, determined by the Clearing House and shall be the average of the values of the Hang Seng Mainland Properties Index compiled, computed and disseminated by Hang Seng Indexes Company Limited taken at (i) five (5) minute intervals from five (5) minutes after the start of, and up to five (5) minutes before the end of, the Continuous Trading Session of SEHK; (ii) the close of trading on SEHK on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Stock Index Futures Contracts to determine the Final Settlement Price under certain circumstances.
Trading Fee (per contract per side)	Exchange Fee           HK\$2.00
	The amount indicated above is subject to change from time to time.
Levies (per contract per side)	Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance.
Commission Rate	Negotiable

<p><b>Contract Specifications For Hang Seng IT Hardware Index Futures</b></p>
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The Hang Seng IT Hardware Index Futures Contracts are Stock Index Futures Contracts which are governed by the Regulations for trading Stock Index Futures. Capitalised terms used herein which are not defined shall have the meaning ascribed to them in the Regulations for trading Stock Index Futures.

The following Contract Specifications shall apply to the Stock Index Futures Contracts which are Hang Seng IT Hardware Index Futures Contracts:

Underlying Index/Index	Hang Seng IT Hardware Index (the share price index of that name compiled, computed and disseminated by Hang Seng Indexes Company Limited)
Contract Multiplier	HK\$50 per Index point
Contract Months	Spot Month, the next calendar month, and the next two calendar quarter months (i.e. quarterly months are March, June, September and December)
Minimum Fluctuation	0.5 Index point
Maximum Fluctuation	As prescribed by the Exchange from time to time
Contracted Price	The price at which a Stock Index Futures Contract which is a Hang Seng IT Hardware Index Futures Contract is registered by the Clearing House
Contracted Value	The Contracted Price multiplied by the Contract Multiplier
Position Limits	5,000 net contracts long or short across all Contract Months, per Exchange Participant for the Exchange Participant's own behalf; and  5,000 net contracts long or short across all Contract Months, per Client  For the avoidance of doubt, the prescribed limits are applied on a net basis across all Contract Months. For the purposes of determining whether the prescribed limit is reached, long contracts are assigned a positive value of 1 and short contracts are assigned a negative value of 1, regardless of their expiry date.
Large Open Positions	500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and  500 open contracts, in any one Contract Month, per Client

Trading Hours (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session)
	There is no afternoon trading session on the eves of Christmas, New Year and Lunar New Year.
Trading Hours on Last Trading Day (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:00 p.m. (afternoon trading session)
	There shall be no afternoon trading session if the Last Trading Day falls on Christmas Eve, New Year's Eve or Lunar New Year's Eve.
Trading Method	The Exchange's Automated Trading System (HKATS)
Final Settlement Day	The first Business Day after the Last Trading Day
Settlement Method	Cash settled contract for difference
Last Trading Day	The Business Day immediately preceding the last Business Day of the Contract Month
Final Settlement Price	The Final Settlement Price for Stock Index Futures Contracts which are Hang Seng IT Hardware Index Futures Contracts shall be a number, rounded up to the nearest 1 decimal place if the figure in the second decimal place is 5 or above and rounded down to the nearest 1 decimal place if it is below 5, determined by the Clearing House and shall be the average of the values of the Hang Seng IT Hardware Index compiled, computed and disseminated by Hang Seng Indexes Company Limited taken at (i) five (5) minute intervals from five (5) minutes after the start of, and up to five (5) minutes before the end of, the Continuous Trading Session of SEHK; (ii) the close of trading on SEHK on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Stock Index Futures Contracts to determine the Final Settlement Price under certain circumstances.
Trading Fee (per contract per side)	Exchange Fee           HK\$2.00  The amount indicated above is subject to change from time to time.
Levies (per contract per side)	Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance.
Commission Rate	Negotiable

<p><b>Contract Specifications</b> <b>For</b> <b>Hang Seng Software &amp; Service Index Futures</b></p>
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The Hang Seng Software & Service Index Futures Contracts are Stock Index Futures Contracts which are governed by the Regulations for trading Stock Index Futures. Capitalised terms used herein which are not defined shall have the meaning ascribed to them in the Regulations for trading Stock Index Futures.

The following Contract Specifications shall apply to the Stock Index Futures Contracts which are Hang Seng Software & Service Index Futures Contracts:

Underlying Index/Index	Hang Seng Software & Service Index (the share price index of that name compiled, computed and disseminated by Hang Seng Indexes Company Limited)
Contract Multiplier	HK\$50 per Index point
Contract Months	Spot Month, the next calendar month, and the next two calendar quarter months (i.e. quarterly months are March, June, September and December)
Minimum Fluctuation	0.5 Index point
Maximum Fluctuation	As prescribed by the Exchange from time to time
Contracted Price	The price at which a Stock Index Futures Contract which is a Hang Seng Software and Service Index Futures Contract is registered by the Clearing House
Contracted Value	The Contracted Price multiplied by the Contract Multiplier
Position Limits	5,000 net contracts long or short across all Contract Months, per Exchange Participant for the Exchange Participant's own behalf; and  5,000 net contracts long or short across all Contract Months, per Client  For the avoidance of doubt, the prescribed limits are applied on a net basis across all Contract Months. For the purposes of determining whether the prescribed limit is reached, long contracts are assigned a positive value of 1 and short contracts are assigned a negative value of 1, regardless of their expiry date.
Large Open Positions	500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and  500 open contracts, in any one Contract Month, per Client

Trading Hours (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session)
	There is no afternoon trading session on the eves of Christmas, New Year and Lunar New Year.
Trading Hours on Last Trading Day (Hong Kong Time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:00 p.m. (afternoon trading session)
	There shall be no afternoon trading session if the Last Trading Day falls on Christmas Eve, New Year's Eve or Lunar New Year's Eve.
Trading Method	The Exchange's Automated Trading System (HKATS)
Final Settlement Day	The first Business Day after the Last Trading Day
Settlement Method	Cash settled contract for difference
Last Trading Day	The Business Day immediately preceding the last Business Day of the Contract Month
Final Settlement Price	The Final Settlement Price for Stock Index Futures Contracts which are Hang Seng Software & Service Index Futures Contracts shall be a number, rounded up to the nearest 1 decimal place if the figure in the second decimal place is 5 or above and rounded down to the nearest 1 decimal place if it is below 5, determined by the Clearing House and shall be the average of the values of the Hang Seng Software and Service Index compiled, computed and disseminated by Hang Seng Indexes Company Limited taken at (i) five (5) minute intervals from five (5) minutes after the start of, and up to five (5) minutes before the end of, the Continuous Trading Session of SEHK; (ii) the close of trading on SEHK on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Stock Index Futures Contracts to determine the Final Settlement Price under certain circumstances.
Trading Fee (per contract per side)	Exchange Fee           HK\$2.00  The amount indicated above is subject to change from time to time.
Levies (per contract per side)	Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance.
Commission Rate	Negotiable

**Attachment III**

Disclaimer of Hang Seng Indexes Company Limited

Hang Seng Indexes Company Limited (“HSIL”) currently publishes, compiles and computes a number of stock indexes and may publish, compile and compute such additional stock indexes at the request of Hang Seng Data Services Limited (“HSDS”) from time to time (collectively, the “Hang Seng Indexes”). The marks, names and processes of compilation and computation of the respective Hang Seng Indexes are the exclusive property of and proprietary to HSDS. HSIL has granted to the Exchange by way of licence the use of the Hang Seng Indexes solely for the purposes of and in connection with the creation, marketing and trading of futures contracts based on any of the Hang Seng Indexes respectively (collectively, “Futures Contracts”). The process and basis of compilation and computation of any of the Hang Seng Indexes and any of the related formula or formulae, constituent stocks and factors may at any time be changed or altered by HSIL without notice and the Exchange may at any time require that trading in and settlement of such of the Futures Contracts as the Exchange may designate be conducted by reference to an alternative index or alternative indexes to be calculated. Neither the Exchange nor HSDS nor HSIL warrants or represents or guarantees to any participant or any third party the accuracy or completeness of the Hang Seng Indexes or any of them and the compilation and computation thereof or any information related thereto and no such warranty or representation or guarantee of any kind whatsoever relating to the Hang Seng Indexes or any of them is given or may be implied. Further, no responsibility or liability whatsoever is accepted by the Exchange, HSDS or HSIL in respect of the use of the Hang Seng Indexes or any of them for the purposes of and in connection with the Futures Contracts or any of them and/or dealings therein, or for any inaccuracies, omissions, mistakes, errors, delays, interruptions, suspension, changes or failures (including but not limited to those resulting from negligence) of HSIL in the compilation and computation of the Hang Seng Indexes or any of them or for any economic or other losses which may be directly or indirectly sustained as a result thereof by any participant or any third party dealing with the Futures Contracts or any of them. No claims, actions or legal proceedings may be brought by any participant or any third party against the Exchange and/or HSDS and/or HSIL in connection with or arising out of matters referred to in this disclaimer. Any participant or any third party deals in the Futures Contracts or any of them in full knowledge of this disclaimer and can place no reliance whatsoever on the Exchange, HSDS and/or HSIL. For the avoidance of doubt, this disclaimer does not create any contractual or quasi-contractual relationship between any participant or third party and HSIL and/or HSDS and must not be construed to have created such relationship.

**Attachment IV**

Disclaimer of China Exchanges Services Company Limited

China Exchanges Services Company Limited (“CESC”) is the owner of the mark “CESC”, CES China 120 Index, CES China A80 Index and CES Gaming Top 10 Index (“CESC Indices”). CESC has granted to Hong Kong Futures Exchange Limited (the “Exchange”) by way of a licence the use of the CESC Indices to issue and trade futures contracts (“Futures Contracts”) and options contracts (“Options Contracts”). Neither the Exchange nor CESC warrants or represents or guarantees to any Exchange Participant or any third party the accuracy or completeness of the CESC Indices or any of them and the compilation and computation thereof or any information related thereto and no such warranty or representation or guarantee of any kind whatsoever relating to the CESC Indices or any of them is given or may be implied. Further, no responsibility or liability whatsoever is accepted by the Exchange or CESC in respect of the use of the CESC Indices or any of them for the purposes of and in connection with the Futures Contracts or Options Contracts or any of them and/or dealings therein, or for any inaccuracies, omissions, mistakes, errors, delays, interruptions, suspension, changes or failures (including but not limited to those resulting from negligence) of CESC in the compilation and computation of the CESC Indices or any of them or for any economic or other losses which may be directly or indirectly sustained as a result thereof by any Exchange Participant or any third party dealing with the Futures Contracts or Options Contracts or any of them. No claims, actions or legal proceedings may be brought by any Exchange Participant or any third party against the Exchange and/or CESC in connection with or arising out of matters referred to in this disclaimer. Any Exchange Participant or any third party deals in the Futures Contracts or Options Contracts or any of them has full knowledge of this disclaimer and can place no reliance whatsoever on the Exchange and/or CESC. For the avoidance of doubt, this disclaimer does not create any contractual or quasi-contractual relationship between any Exchange Participant or third party and CESC or the Exchange and must not be construed to have created such relationship.