

Hong Kong Futures Exchange Limited

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

7 December 2010
Our Ref: MDD/10/1641

By Email

**To: Price Reporting System (PRS) Vendors
Options Information Service (Options) Vendors**

Dear Sirs,

Introduction of PRS Plus – a New Derivatives Market Datafeed

To meet continuing market demand for faster data, HKEx will launch a new derivatives market datafeed, named as “PRS Plus”, tentatively in the second quarter of 2011. In parallel, the capacity upgrade of the current PRS datafeed as stated in our letter of 20 September 2010 (Our ref: MDD/10/1235) will proceed as planned.

The new PRS Plus datafeed will be identical to the current PRS feed in terms of data content and message format but the new feed will transmit PRS messages with five times the update frequency as the current feed after its capacity upgrade in 2011. Due to the higher update frequency and therefore the message volume, the PRS Plus will require a higher SDNet line bandwidth as shown in the table below:

Datafeed	PRS Message Rate	Bandwidth Required
PRS (after the capacity upgrade in early 2011)	3500 - 4500	3Mbps – 4Mbps
PRS Plus (in second quarter of 2011)	6500	5Mbps

The offering of the PRS Plus to the market as an additional data option besides the current PRS will help us meet different data needs in the market and yet without adding unnecessary costs to those users who are satisfied with the current PRS. Market data fees relating to the PRS Plus are subject to SFC’s approval and will be announced separately once the approval is obtained.

HKEx is working on the logistics and the rollout plan for the PRS Plus together with the capacity upgrade of the current PRS. As a measure to achieve an orderly rollout, information vendors who would like to connect to the PRS Plus at its launch will need to sign up tentatively by end January 2011. We will separately inform PRS information vendors the implementation details including detailed timetable for the PRS Plus in due course.

Should you have any queries, please feel free to contact our Elvis You at (852) 2840 3491 or Evan Chan at (852) 2840 3058.

Yours sincerely,

Bryan Chan
Head of Market Data Department