

TRADING PROCEDURES FOR STOCK INDEX FUTURES AND STOCK INDEX OPTIONS TRADED ON THE AUTOMATED TRADING SYSTEM OF THE EXCHANGE (“HKATS”)

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These procedures shall be read in conjunction with and shall form part of the Exchange Rules. Unless otherwise indicated, the terms used herein shall have the same meanings as contained in the Exchange Rules and the Clearing House Rules. A Stock Index Futures Contract refers to any Futures Contract on a Stock Index traded on HKATS. A Stock Index Option Contract refers to any Option Contract on a Stock Index or Stock Index Futures traded on HKATS.

CHAPTER 1

METHOD OF TRADING

Trading in Stock Index Futures Contracts and Stock Index Options Contracts shall be conducted exclusively through the Automated Trading System of the Exchange (“HKATS”) during specified trading hours and in accordance with the Exchange Rules, the Clearing House Rules, applicable Regulations, Contract Specifications and Procedures, the Clearing House Procedures and the HKATS User’s Guide.

CHAPTER 2

ELIGIBILITY TO TRADE STOCK INDEX FUTURES CONTRACTS AND STOCK INDEX OPTIONS CONTRACTS

2.1 *Stock Index Futures Contracts and Stock Index Options Contracts Trading Privilege*

An Exchange Participant must be approved by and registered with the Exchange to trade through HKATS.

An Exchange Participant must be approved by the Exchange to trade a Stock Index Futures Contract and/or a Stock Index Options Contract through HKATS.

An Exchange Participant's application to trade a Stock Index Futures Contract and/or a Stock Index Options Contract through HKATS shall be made in writing to the Exchange.

2.2 (deleted)

CHAPTER 3

MARKET MAKERS IN STOCK INDEX FUTURES AND STOCK INDEX OPTION CONTRACTS

3.1 *Application for a Market Maker Permit*

The Exchange may appoint a Market Maker as a Regular Market Maker or a Primary Market Maker in a Stock Index Futures or Stock Index Options Contract for the T Session and/or the T+1 Session.

3.1.1 Application for a Regular Market Maker Permit for the T Session and/or the T+1 Session

An Exchange Participant may apply for a Regular Market Maker permit in a Stock Index Futures Contract and/or a Stock Index Options Contract for the T Session and/or the T+1 Session by submitting a written application to the Exchange in accordance with any procedures set out in Rule 11A03.

3.1.2 Application for a Primary Market Maker Permit for the T Session and/or the T+1 Session

Only Exchange Participants who hold a Regular Market Maker permit may apply to become a Primary Market Maker for the T Session and/or the T+1 Session. The Exchange may, from time to time by email or circular, invite Regular Market Makers to apply for a Primary Market Maker permit in a Stock Index Futures Contract and/or a Stock Index Options Contract. An Exchange Participant may submit its application by following the requirements set out in such invitation.

The Chief Executive has the sole discretion to determine the total number of Primary Market Makers that may be appointed for each Market and each of the T Session and the T+1 Session from time to time. If the number of applicants exceeds the total number determined by the Chief Executive, Exchange Participants may be required to undergo a bidding process in accordance with such procedures or requirements as may be specified by the Exchange. In considering whether a Primary Market Maker permit should be granted, the Chief Executive may give regard to such matters as he may in his absolute discretion consider to be appropriate, including Exchange Participants' market making commitment levels in terms of bid and offer spread and size of quote, and any other evaluation criteria that may be specified by the Exchange as part of the bidding process. Before appointing a Market Maker as a Primary Market Maker, the Exchange will also require the Exchange Participant to sign and agree to be bound by an appointment letter,

which sets forth, among other things, the terms and conditions under which it is appointed as a Primary Market Maker and the market making obligations of the Exchange Participant as a Primary Market Maker, which may vary from one Primary Market Maker to another.

An Exchange Participant whose application has been approved or which is successful in the relevant Primary Market Maker bidding process will be granted a Primary Market Maker permit in respect of each Market and trading session(s) for which it is permitted to make a market.

The duration of each Primary Market Maker permit may vary from one permit to another. The period for which a Primary Market Maker permit may be granted will be specified in the Exchange Participant's appointment letter and, unless otherwise approved by the Chief Executive, will not be automatically renewed.

3.1.3 Granting and revocation of a Market Maker Permit

The decision of the Chief Executive in respect of the approval or rejection in whole or in part of an application or a bid to become a Primary Market Maker or Regular Market Maker in any particular Market(s) and any trading session shall be final and conclusive.

Upon granting a Market Maker permit in a Stock Index Futures Contract and any subsequent approval thereunder, the Exchange shall assign the Market Maker (itself if applicable and each of its market making arrangements if any) with (i) not less than two (2) contract months in the Stock Index Futures Contract (i.e. Spot Month and the next calendar month, unless otherwise specified by the Exchange) if it is a Regular Market Maker for the T Session and/or the T+1 Session; and/or (ii) such number of contract months as may be specified in its appointment letter if it is a Primary Market Maker for either the T Session or the T+1 Session.

Upon granting a Market Maker permit in a Stock Index Options Contract and any subsequent approval thereunder, the Exchange shall assign the Market Maker (itself if applicable and each of its market making arrangements if any) with:

- a. For a Regular Market Maker for the T Session and/or the T+1 Session:
 - (i) not less than fifty (50) option series in the Stock Index Options Contract if it is not a Mini Contract or a Weekly Contract;

(ii) not less than twenty-five (25) option series if it is a Mini Contract; and

(iii) (for Weekly Contracts) not less than thirty (30) option series in total for Spot Week and the next week, or not less than fifteen (15) option series if only one Weekly Contract is available,

to be determined by the Exchange from time to time;

b. For a Primary Market Maker for the T Session or the T+1 Session:

such number of option series as may be specified in its appointment letter. In the case of a Stock Index Options Contract with both Short-dated and Long-dated Options, only option series in Short-dated Options will be assigned. A Market Maker permit shall not be applicable to Flexible Options and accordingly all obligations and procedures relating to any market making requirements shall not apply.

The Exchange may, at the absolute discretion of the Chief Executive, revoke a Market Maker permit in a Stock Index Futures Contract and/or a Stock Index Options Contract or any market making arrangement or other approval granted thereunder if it does not meet the market making requirements set forth in procedures 3.2.1, 3.2.2 and/or 3.2.2A and, in the case of a Primary Market Maker, in procedure 3.2.3 and/or its appointment letter for two (2) consecutive calendar months.

3.2 *Market Making Requirements of a Market Maker*

In order for a Market Maker to be entitled to Market Maker Incentives (for itself if applicable and for each of its market making arrangements under the relevant Market Maker permit if any), the Market Maker (itself if applicable) and each such market making arrangement shall separately be required to satisfy the market making requirements set forth in this procedure 3.2.

References to “Market Maker”, “Regular Market Maker” or “Primary Market Maker” in procedures 3.2 and 3.3 shall accordingly be construed to mean “Market Maker, Regular Market Maker or Primary Market Maker (itself if applicable) and each of its market making arrangements under the relevant Market Maker permit” or, where the context requires, any of them.

3.2.1 Market Making Requirements of a Regular Market Maker for the T Session and/or the T+1 Session in a Stock Index Futures Contract

3.2.1.1 A Regular Market Maker in a Stock Index Futures Contract must either respond to Quote Requests or provide continuous Quotes. The Exchange Participant shall notify the Exchange of the Regular Market Maker's election(s).

3.2.1.2 Responding to Quote Requests

If a Regular Market Maker in a Stock Index Futures Contract elects to respond to Quote Requests, it shall:

3.2.1.2.1 respond to not less than seventy (70) percent of the Quote Requests in the Stock Index Futures Contract in each calendar month;

3.2.1.2.2 respond to a Quote Request in the Stock Index Futures Contract within twenty (20) seconds of the Quote Request's display on HKATS;

3.2.1.2.3 respond to a Quote Request in the Stock Index Futures Contract with a Quote for a bid/offer spread not greater than 15 Minimum Fluctuations unless specified otherwise in procedure 3.2.1.4; and

3.2.1.2.4 unless specified otherwise in procedure 3.2.1.4, display on HKATS a Quote made in response to a Quote Request in the Stock Index Futures Contract for not fewer than ten (10) seconds and for a size of not fewer than five (5) contracts unless a change in the level of the underlying stock index occurs during the ten (10) second display period, in which case, the Regular Market Maker may change its Quote provided the new Quote shall be subject to the same display, spread and size requirements as specified in this procedure 3.2.1.2 for the original Quote;

3.2.1.3 Providing Continuous Quotes

If a Regular Market Maker in a Stock Index Futures Contract elects to provide continuous Quotes, it shall:

3.2.1.3.1 quote the assigned contract months in the Stock Index Futures Contract during not less than seventy (70) percent of the trading hours for such Stock Index Futures Contract in each

calendar month;

3.2.1.3.2 quote the assigned contract months in the Stock Index Futures Contract with a bid/offer spread of not greater than 15 Minimum Fluctuations and for a size of not fewer than five (5) contracts unless specified otherwise in procedure 3.2.1.4; and

3.2.1.3.3 display on HKATS all Quotes made on the assigned contract months in the Stock Index Futures Contract for not fewer than ten (10) seconds unless a change in the level of the underlying index occurs during the ten (10) second display period, in which case, the Regular Market Maker may change its Quotes provided the new Quotes shall be subject to the same display, spread and size requirements as specified in this procedure 3.2.1.3 for the original Quotes.

3.2.1.4 The maximum bid / offer spread and minimum size requirements for a Regular Market Maker in the following Stock Index Futures Contracts shall be as follows:

<u>Stock Index Futures Contracts</u>	<u>Maximum Bid / Offer Spread</u>	<u>Minimum Quote Size</u>
HSI Dividend Point Index Futures Contracts	30.00 points or 10% of bid price, whichever is higher	50 contracts
HSCEI Dividend Point Index Futures Contracts	30.00 points or 10% of bid price, whichever is higher	50 contracts
HSI Volatility Index Futures Contracts	0.50 points or 5% of bid price, whichever is higher	5 contracts
Hang Seng Mainland Banks Index Futures Contracts	6.00 Index points or 0.2% of bid price, whichever is higher	5 contracts
Hang Seng Index (Gross Total Return Index) Futures Contracts	600.00 Index points or 1% of bid price, whichever is	1 contract

	higher	
Hang Seng Index (Net Total Return Index) Futures Contracts	600.00 Index points or 1% of bid price, whichever is higher	1 contract
Hang Seng China Enterprises Index (Gross Total Return Index) Futures Contracts	200.00 Index points or 1% of bid price, whichever is higher	1 contract
Hang Seng China Enterprises Index (Net Total Return Index) Futures Contracts	200.00 Index points or 1% of bid price, whichever is higher	1 contract

3.2.1.5 A Regular Market Maker shall not be required to fulfil the market making requirements set forth in procedure 3.2.1 during the first five (5) minutes of each morning trading session.

3.2.2 Market Making Requirements of a Regular Market Maker in a Stock Index Option Contract for the T Session

3.2.2.1 A Regular Market Maker in a Stock Index Options Contract for the T Session must either respond to Quote Requests or provide continuous Quotes during the T Session. The Exchange Participant shall notify the Exchange of the Regular Market Maker's election(s).

3.2.2.2 Responding to Quote Requests during the T Session

If a Regular Market Maker in a Stock Index Options Contract for the T Session elects to respond to Quote Requests, it shall:

3.2.2.2.1 respond to not less than seventy (70) percent of the Quote Requests in the Stock Index Options Contract in the T Session of each calendar month;

3.2.2.2.2 respond to a Quote Request in the Stock Index Options Contract within twenty (20) seconds of the Quote Request's display on HKATS;

3.2.2.2.3 display on HKATS a Quote made in response to a Quote Request for not fewer than twenty (20)

seconds and (i) in respect of a Stock Index Options Contract which is not a Mini Contract or a Weekly Contract, for a size of not fewer than five (5) contracts for the first four calendar month contracts and not fewer than three (3) contracts for the subsequent three calendar quarter month contracts; (ii) for a Stock Index Options Contract which is a Mini Contract, for a size of not fewer than five (5) contracts for the first two calendar month contracts and not fewer than three (3) contracts for the subsequent two calendar quarter month contracts; and (iii) for a Stock Index Options Contract which is a Weekly Contract, for a size of not fewer than five (5) contracts for the Spot Week and the next Weekly Contract (where applicable), unless a change in the price level of the Spot Month Stock Index Futures Contract with the same underlying stock index occurs during the twenty (20) second display period, in which case, the Regular Market Maker may change its Quote provided the new Quote shall be subject to the same display, spread and size requirements as specified in this procedure 3.2.2.2 for the original Quote;

3.2.2.2.4 quote the Stock Index Option Contract with a bid/offer spread of not greater than:

- a. For Hang Seng Index Option Contract, Hang Seng Index Futures Option Contract, Hang Seng China Enterprises Index Option Contract, Hang Seng China Enterprises Index Futures Option Contract, Hang Seng TECH Index Option Contract or Hang Seng TECH Index Futures Option Contract:

<u>Contract Month</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
1 st to 4 th calendar months	1 – 750 points	30 points or 10% of bid price, whichever is higher
	751 points or more	75 points
1 st and 2 nd calendar quarter months following the 4 th calendar month	1 – 750 points	40 points or 20% of bid price, whichever is higher
	751 points or more	150 points

3 rd calendar quarter month following the 4 th calendar month	1 – 750 points	50 points or 25% of bid price, whichever is higher
	751 points or more	200 points

b. For Mini-Hang Seng Index Options Contract or Mini-Hang Seng China Enterprises Index Options Contract:

<u>Contract Month</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
1 st and 2 nd calendar months	1 – 750 points	30 points or 10% of bid price, whichever is higher
	751 points or more	75 points
1 st and 2 nd calendar quarter months following the 2 nd calendar month	1 – 750 points	40 points or 20% of bid price, whichever is higher
	751 points or more	150 points

c. For Weekly Hang Seng Index Options Contract or Weekly Hang Seng China Enterprises Index Options Contract:

<u>Contract Week</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
Spot Week and the next Weekly Contract (where applicable)	1 – 750 points	30 points or 10% of bid price, whichever is higher
	751 points or more	75 points

3.2.2.3 Providing Continuous Quotes during the T Session

If a Regular Market Maker in a Stock Index Options Contract for the T Session elects to provide continuous Quotes, it shall:

3.2.2.3.1 quote the assigned option series in the Stock Index Options Contract during not less than seventy (70) percent of the trading hours of such Stock Index Options Contract in the T Session of each calendar month;

3.2.2.3.2 display on HKATS all Quotes made on the assigned option series in the Stock Index

Options Contract for not less than twenty (20) seconds and (i) in respect of a Stock Index Options Contract which is not a Mini Contract or a Weekly Contract, for a size of not fewer than five (5) contracts for the first four calendar month contracts and for a size of not fewer than three (3) contracts for the subsequent three calendar quarter month contracts; (ii) in respect of a Stock Index Options Contract which is a Mini Contract, for a size of not fewer than five (5) contracts for the first two calendar month contracts and not fewer than three (3) contracts for the subsequent two calendar quarter month contracts; and (iii) in respect of a Stock Index Options Contract which is a Weekly Contract, for a size of not fewer than five (5) contracts for the Spot Week and the next Weekly Contract (where applicable), unless a change in the price level of the Stock Index Futures Contract with the same underlying index occurs during the twenty (20) second display period, in which case, the Regular Market Maker may change its Quotes provided the new Quotes shall be subject to the same display, spread and size requirements as specified in this procedure 3.2.2.3 for the original Quotes;

3.2.2.3.3 quote the assigned option series in the Stock Index Option Contract with a bid/offer spread of not greater than:

- a. For Hang Seng Index Option Contract, Hang Seng Index Futures Option Contract, Hang Seng China Enterprises Index Option Contract, Hang Seng China Enterprises Index Futures Option Contract, Hang Seng TECH Index Option Contract or Hang Seng TECH Index Futures Option Contract:

<u>Contract Month</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
1 st to 4 th calendar months	1 – 750 points	30 points or 10% of bid price, whichever is higher
	751 points or more	75 points
1 st and 2 nd calendar quarter months following the 4 th calendar month	1 – 750 points	40 points or 20% of bid price, whichever is higher
	751 points or more	150 points

3 rd calendar quarter month following the 4 th calendar month	1 – 750 points	50 points or 25% of bid price, whichever is higher
	751 points or more	200 points

b. For Mini-Hang Seng Index Options Contract or Mini-Hang Seng China Enterprises Index Options Contract:

<u>Contract Month</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
1 st and 2 nd calendar months	1 – 750 points	30 points or 10% of bid price, whichever is higher
	751 points or more	75 points
1 st and 2 nd calendar quarter months following the 2 nd calendar month	1 – 750 points	40 points or 20% of bid price, whichever is higher
	751 points or more	150 points

c. For Weekly Hang Seng Index Options Contract or Weekly Hang Seng China Enterprises Index Options Contract:

<u>Contract Week</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
Spot Week and the next Weekly Contract (where applicable)	1 – 750 points	30 points or 10% of bid price, whichever is higher
	751 points or more	75 points

3.2.2.4 A Regular Market Maker shall not be required to fulfil the market making requirements set forth in procedure 3.2.2 during the first five (5) minutes of the opening of each morning trading session.

3.2.2A Market Making Requirements of a Regular Market Maker in a Stock Index Option Contract for the T+1 Session

3.2.2A.1 A Regular Market Maker in a Stock Index Options Contract for the T+1 Session must either respond to Quote Requests or provide continuous Quotes during the T+1 Session. The Exchange Participant shall notify the Exchange of the Regular Market Maker's election(s).

3.2.2A.2 Responding to Quote Requests during the T+1 Session

If a Regular Market Maker in a Stock Index Options Contract for the T+1 Session elects to respond to Quote Requests, it shall:

3.2.2A.2.1 respond to not less than thirty five (35) percent of the Quote Requests in the Stock Index Options Contract (if it is not a Weekly Contract) or respond to not less than seventy (70) percent of the Quote Requests in the Weekly Contract in the T+1 Session of each calendar month;

3.2.2A.2.2 respond to a Quote Request in the Stock Index Options Contract within twenty (20) seconds of the Quote Request's display on HKATS;

3.2.2A.2.3 display on HKATS a Quote made in response to a Quote Request for not fewer than twenty (20) seconds and (a) in respect of a Stock Index Options Contract which is not a Mini Contract or a Weekly Contract, for a size of not fewer than three (3) contracts for the first four calendar month contracts and not fewer than two (2) contracts for the subsequent three calendar quarter month contracts; (b) for a Stock Index Options Contract which is a Mini Contract, for a size of not fewer than three (3) contracts for the first two calendar month contracts and not fewer than two (2) contracts for the subsequent two calendar quarter month contracts; and (c) for a Stock Index Options Contract which is a Weekly Contract, for a size of not fewer than five (5) contracts for the Spot Week and the next Weekly Contract (where applicable), unless a change in the price level of the Spot Month Stock Index Futures Contract with the same underlying stock index occurs during the twenty (20) second display period, in which case, the Regular Market Maker may change its Quote provided the new Quote shall be subject to the same display, spread and size requirements as specified in this procedure 3.2.2A.2 for the original Quote; and

3.2.2A.2.4 quote the Stock Index Option Contract with a bid/offer spread of not greater than:

a. For Hang Seng Index Option Contract, Hang Seng Index Futures Option

Contract, Hang Seng China Enterprises Index Option Contract, Hang Seng China Enterprises Index Futures Option Contract, Hang Seng TECH Index Option Contract or Hang Seng TECH Index Futures Option Contract:

<u>Contract Month</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
1 st to 4 th calendar months	1 – 750 points	40 points or 20% of bid price, whichever is higher
	751 points or more	150 points
1 st and 2 nd calendar quarter months following the 4 th calendar month	1 – 750 points	60 points or 30% of bid price, whichever is higher
	751 points or more	225 points
3 rd calendar quarter month following the 4 th calendar month	1 – 750 points	80 points or 40% of bid price, whichever is higher
	751 points or more	300 points

b. For Mini-Hang Seng Index Options Contract or Mini-Hang Seng China Enterprises Index Options Contract:

<u>Contract Month</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
1 st and 2 nd calendar months	1 – 750 points	40 points or 20% of bid price, whichever is higher
	751 points or more	150 points
1 st and 2 nd calendar quarter months following the 2 nd calendar month	1 – 750 points	60 points or 30% of bid price, whichever is higher
	751 points or more	225 points

c. For Weekly Hang Seng Index Options Contract or Weekly Hang Seng China Enterprises Index Options Contract:

<u>Contract Week</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
Spot Week and the next Weekly Contract (where	1 – 750 points	40 points or 20% of bid price, whichever is higher

applicable)	751 points or more	150 points
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3.2.2A.3 Providing Continuous Quotes during the T+1 Session

If a Regular Market Maker in a Stock Index Options Contract for the T+1 Session elects to provide continuous Quotes, it shall:

3.2.2A.3.1 quote at least (i) in respect of a Stock Index Options Contract which is not a Mini Contract or a Weekly Contract, 50 option series out of the assigned option series in the Stock Index Options Contract during not less than thirty five (35) percent of the trading hours of such Stock Index Options Contract in the T+1 Session of each calendar month; (ii) in respect of a Stock Index Options Contract which is a Mini Contract, at least 25 option series out of the assigned option series in the Stock Index Options Contract during not less than thirty five (35) percent of the trading hours of such Stock Index Options Contract in the T+1 Session of each calendar month; and (iii) in respect of a Stock Index Options Contract which is a Weekly Contract, at least 30 option series out of the assigned option series for the Spot Week and the next Weekly Contract or at least 15 option series out of the assigned option series if only one Weekly Contract is available during not less than seventy (70) percent of the trading hours of such Weekly Contract in the T+1 Session of each calendar month;

3.2.2A.3.2 display on HKATS all Quotes made on the assigned option series in the Stock Index Options Contract for not less than twenty (20) seconds and (a) in respect of a Stock Index Options Contract which is not a Mini Contract or a Weekly Contract, for a size of not fewer than three (3) contracts for the first four calendar month contracts and for a size of not fewer than two (2) contracts for the subsequent three calendar quarter month contracts; (b) in respect of a Stock Index Options Contract which is a Mini Contract, for a size of not fewer than three (3) contracts for the first two calendar month contracts and not fewer than

two (2) contracts for the subsequent two calendar quarter month contracts; and (c) in respect of a Stock Index Options Contract which is a Weekly Contract, for a size of not fewer than five (5) contracts for the Spot Week and the next Weekly Contract (where applicable), unless a change in the price level of the Stock Index Futures Contract with the same underlying index occurs during the twenty (20) second display period, in which case, the Regular Market Maker may change its Quotes provided the new Quotes shall be subject to the same display, spread and size requirements as specified in this procedure 3.2.2A.3 for the original Quotes; and

3.2.2A.3.3 quote the assigned option series in the Stock Index Option Contract with a bid/offer spread of not greater than:

- a. For Hang Seng Index Option Contract, Hang Seng Index Futures Option Contract, Hang Seng China Enterprises Index Option Contract, Hang Seng China Enterprises Index Futures Option Contract, Hang Seng TECH Index Option Contract or Hang Seng TECH Index Futures Option Contract:

<u>Contract Month</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
1 st to 4 th calendar months	1 – 750 points	40 points or 20% of bid price, whichever is higher
	751 points or more	150 points
1 st and 2 nd calendar quarter months following the 4 th calendar month	1 – 750 points	60 points or 30% of bid price, whichever is higher
	751 points or more	225 points
3 rd calendar quarter month following the 4 th calendar month	1 – 750 points	80 points or 40% of bid price, whichever is higher
	751 points or more	300 points

- b. For Mini-Hang Seng Index Options Contract or Mini-Hang Seng China Enterprises Index Options Contract:

<u>Contract Month</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
1 st and 2 nd calendar months	1 – 750 points	40 points or 20% of bid price, whichever is higher
	751 points or more	150 points
1 st and 2 nd calendar quarter months following the 2 nd calendar month	1 – 750 points	60 points or 30% of bid price, whichever is higher
	751 points or more	225 points

c. For Weekly Hang Seng Index Options Contract or Weekly Hang Seng China Enterprises Index Options Contract:

<u>Contract Week</u>	<u>Call/Put Option Price</u>	<u>Maximum Bid/Offer Spread</u>
Spot Week and the next Weekly Contract (where applicable)	1 – 750 points	40 points or 20% of bid price, whichever is higher
	751 points or more	150 points

3.2.3 Market Making Requirements of a Primary Market Maker in a Stock Index Futures Contract or Stock Index Options Contract for the T Session and/or the T+1 Session

3.2.3.1 Each Primary Market Maker shall, in respect of each contract month or option series assigned to it in a Stock Index Futures Contract or Stock Index Options Contract for which it is appointed a Primary Market Maker and during each relevant trading session:

3.2.3.1.1 provide continuous Quotes through HKATS: (i) for no less than such percentage of trading hours, (ii) for no less than such number of contracts, (iii) for no less than such display period, and (iv) within such bid/offer spread, in each case as may be specified in its appointment letter; and

3.2.3.1.2 respond to Quote Requests by (i) responding to not less than such percentage of Quote Requests, (ii) responding within such time period following a Quote Request's display on HKATS, (iii)

displaying each Quote on HKATS for not less than such period of time and for not less than such number of contracts, and (iv) quoting within such bid/offer spread, in each case as may be specified in its appointment letter.

3.2.3.2 [Repealed]

3.2.3.3 The Exchange may from time to time prescribe additional requirements, obligations, restrictions and conditions which must be complied with by a Primary Market Maker by giving written notice to it to amend the terms of its appointment.

3.2.4 During the Last Trading Day of a Stock Index Futures Contract, a Market Maker in the Stock Index Futures Contract shall not be required to respond to a Quote Request or to provide continuous Quotes for that Contract and during the Expiry Day of a Stock Index Options Contract other than a Weekly Contract, a Market Maker in the Stock Index Options Contract shall not be required to respond to a Quote Request or to provide continuous Quotes for that Contract.

3.2.5 During Unusual Market Conditions, the Chief Executive may, in his discretion, temporarily suspend or modify some or all of the market making requirements of a Market Maker.

3.3 *Market Maker Incentives*

A Market Maker in a Stock Index Futures Contract or a Stock Index Options Contract (other than a Regular Market Maker in a Stock Index Options Contract which is not a Weekly Contract for the T+1 Session) shall be entitled to pay a reduced Exchange Fee of an amount specified in Appendix B on transactions effected in the Stock Index Futures Contract or the Stock Index Options Contract.

A Regular Market Maker in a Stock Index Options Contract which is not a Weekly Contract for the T+1 Session shall be entitled to pay a reduced Exchange Fee of an amount as prescribed by the Exchange from time to time on transactions effected in Stock Index Options Contracts during the T+1 Session if it satisfies the market making requirements applicable to the corresponding incentive tier:

Incentive tier	If the Regular Market Maker elects to respond to a Quote Requests and	If the Regular Market Maker elects to provide continuous Quotes and fulfills the following percentage of trading hours coverage for the assigned option series below in the Stock Index Options Contract:
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	fulfills the following Quote Requests response percentage:	For a Stock Index Options Contract which is not a Mini Contract:		For a Stock Index Options Contract which is a Mini Contract:	
		Percentage of trading hours coverage	Assigned option series	Percentage of trading hours coverage	Assigned option series
1	70%	70%	50	70%	25
2	50%	50%	50	50%	25
3	35%	35%	50	35%	25

A Market Maker in a Stock Index Futures Contract or a Stock Index Option Contract shall also be entitled to pay a reduced Exchange Fee of an amount specified in Appendix B on transactions effected in other Stock Index Futures Contracts and Stock Index Option Contracts with the same underlying index, provided that:

- (i) the total number of other Stock Index Futures Contracts and Stock Index Option Contracts eligible for reduced Exchange Fees in any calendar month shall not exceed the volume of the Stock Index Futures Contract or the Stock Index Option Contract traded by the Market Maker in its capacity as such in that calendar month;
- (ii) for Market Makers in the Mini-Hang Seng Index Futures Contract or the Mini-Hang Seng Index Option Contract, the number of other eligible transactions in the Hang Seng Index Futures Contract, the Hang Seng Index Option Contract, the Hang Seng Index Futures Option Contract and the Weekly Hang Seng Index Option Contract shall be multiplied by one-fifth;
- (iii) for Market Makers in the Hang Seng Index Option Contract, the Hang Seng Index Futures Option Contract or the Weekly Hang Seng Index Option Contract, the number of other eligible transactions in the Mini-Hang Seng Index Futures Contract and the Mini-Hang Seng Index Option Contract shall be multiplied by five;
- (iv) for Market Makers in the Hang Seng China Enterprises Index Futures Contract, the Hang Seng China Enterprises Index Option Contract, the Hang Seng China Enterprises Index Futures Option Contract or the Weekly Hang Seng China Enterprises Index Option Contract, the number of other eligible transactions in the Mini-Hang Seng China Enterprises Index Futures Contract and the Mini-Hang Seng China Enterprises Index Option Contract shall be multiplied by five; and
- (v) for Market Makers in the Mini-Hang Seng China Enterprises Index Option Contract, the number of other eligible transactions in the Hang Seng China Enterprises Index Futures Contract, the Hang Seng China Enterprises Index Option Contract, the Hang Seng China Enterprises Index Futures Option Contract and the Weekly Hang Seng China Enterprises Index Option Contract shall be multiplied by one-fifth.

For the avoidance of doubt, since Market Maker permits are not applicable to option series in Flexible Options, Market Makers are not entitled to nor eligible for reduced Exchange Fees on transactions effected in any Flexible Options by a Market Maker.

Unless otherwise determined by the Chief Executive, a Market Maker shall be entitled to the above Market Maker Incentives only if it satisfies the applicable market making requirements set forth in procedures 3.2.1, 3.2.2 and/or 3.2.2A and, in the case of a Primary Market Maker, in procedure 3.2.3 and/or its appointment letter. Without prejudice to any powers or rights of the Exchange or the Chief Executive, if a Market Maker in a Stock Index Futures Contract and/or a Stock Index Options Contract does not meet the prescribed market making requirements for a calendar month, the Exchange reserves the right to charge, at the absolute discretion of the Chief Executive, such Market Maker Exchange Fees at the full rate as specified in the respective Contract Specifications for all transactions effected in that calendar month for all products in respect of which reduced Exchange Fees have been provided for in this procedure.

3.4 *Market Maker may not Trade for Client*

A Market Maker in a Stock Index Futures Contract and/or a Stock Index Options Contract shall not in its capacity as such accept an Order or execute a transaction for any Client and shall ensure that each of its market making arrangements will not execute any transaction for an account other than its own account, unless otherwise approved by the Exchange.

3.5 *Separate Market Maker Accounts for Market Making Arrangements*

Trades arising from market making activities in relation to each of the Market Maker's market making arrangements will be recorded in separate market maker accounts.

CHAPTER 4

DEALING FUNCTIONALITY

4.1 *Order Entry*

An Order in a Stock Index Futures Contract or a Stock Index Options Contract may be entered into HKATS only during the trading hours and, where applicable, the pre-opening session (in respect of Limit Orders and Auction Orders) and the pre-open allocation session (in respect of Auction Orders only) of the Pre-Market Opening Period for the Stock Index Futures Contract or the Stock Index Options Contract.

4.2 *Automatic Cancellation of an Order due to Suspension of Trading or Site Failure*

An Order resident on the Central Orderbook for a Stock Index Futures Contract or Stock Index Options Contract will be canceled upon the suspension of trading in the Stock Index Futures Contract or the Stock Index Options Contract.

Notification of a suspension of trading in a Stock Index Futures Contract or a Stock Index Options Contract will be made on the HKATS Market Message display window.

Notification of the resumption of trading in a suspended Stock Index Futures Contract or a suspended Stock Index Options Contract will be made on the HKATS Market Message display window not less than ten (10) minutes, or such shorter period as the Chief Executive may determine, prior to the resumption of trading in the Stock Index Futures Contract or the Stock Index Options Contract.

An Order automatically canceled due to the suspension of trading in a Stock Index Futures Contract or a Stock Index Options Contract may be re-entered into HKATS upon the resumption of trading in the Stock Index Futures Contract or the Stock Index Options Contract.

In the event of a system failure at an Exchange Participant's site, the Exchange Participant shall contact the Exchange at the HKATS hotline listed in the HKATS User's Guide and advise the Exchange if it wishes to have all its outstanding Orders canceled or remain activated. An Order of an Exchange Participant resident on the Central Orderbook will be inactivated 10 minutes after the occurrence of a system failure at the Exchange Participant's site unless the Exchange Participant has requested the Exchange to keep the Order activated within 10 minutes of the site failure. The Exchange shall not be liable to an Exchange Participant for canceling or keeping activated any Order of the Exchange Participant at its instructions or purported instructions.

An Exchange Participant affected by a system failure at its site may arrange with other Exchange Participants to handle new Orders and subsequently reallocate resulting trades to the corresponding accounts through external allocation according to the Clearing House Rules.

4.3 *Order Amendments and Cancellations*

An Order in a Stock Index Futures Contract or a Stock Index Option Contract entered into the Central Orderbook on behalf of a Client or the Exchange Participant and designated a particular Order number may be amended or canceled provided that the amendment or cancellation is made in compliance with the instructions of that Client or the Exchange Participant, as the case may be, in respect of that particular Order.

Exchange Participants may amend, cancel or inactivate Orders resident in the Central Orderbook (“Valid Orders”) only during trading hours and the period of 30 minutes before the opening of each trading session if the Pre-Market Opening Period is not applicable or the pre-opening session of the Pre-Market Opening Period if the Pre-Market Opening Period applies.

A Valid Order that is amended in connection with a reduction in size, a change in the duration of validity, or modification of optional (“free”) text information shall not affect the time priority of the original Valid Order.

A Valid Order that is amended in connection with price or an increase in size: (i) will result in the loss of time priority of the original Valid Order if the amendment is made during trading hours; and (ii) will result in the loss of time priority of the original Valid Order if the amendment is made during the Pre-Market Opening Period (where the Pre-Market Opening Period is applicable). Amendment in connection with price or an increase in size of a Valid Order is not allowed during the 30 minute period before the opening of a trading session (where the Pre-Market Opening Period is not applicable).

4.4 (deleted)

4.5 *Execution of Standard Combinations*

4.5.1 In the event an Order for a spread or strategy combination listed in the “Series/Combinations” window of HKATS (“standard combination”) involving Stock Index Futures Contracts or Stock Index Options Contracts is entered into HKATS, HKATS will automatically generate derived Orders (“Bait Orders”) based on the prevailing market price of each individual market series comprising the standard combination and the price of the Order for the standard combination. Prices of these Bait Orders will be automatically adjusted according to price movement in the individual market series comprising the standard combination.

- 4.5.2 The ranking of Bait Orders shall be in accordance with the time the Bait Orders are generated. A Bait Order whose price is automatically adjusted according to the price movement and/or increase in quantity of the individual market series comprising the standard combination shall be treated as if the Bait Order were newly generated.
- 4.5.3 In the event an Order for a standard combination is executed separately as Bait Orders in the individual market series, each Stock Index Futures Contract or Stock Index Options Contract comprising the standard combination will be matched at the prevailing market price of the individual market series. Any matched Contracts will be recorded in HKATS as separate trades in the individual market series.
- 4.5.4 In the event an Order for a standard combination is executed in the standard combination market and not as Bait Orders in the individual market series, the executed price of the standard combination may not necessarily correspond with the prevailing market prices of the Stock Index Futures Contracts or Stock Index Options Contracts comprising the standard combination. The matched standard combination will be recorded in HKATS as separate trades in the individual market series.
- 4.5.5 (deleted)
- 4.6 (deleted)
- 4.7 (deleted)
- 4.8 *Pre-Market Opening*
 - 4.8.1 The pre-market opening algorithm of HKATS shall apply to such Stock Index Futures and/or Options Contract(s) as the Exchange may from time to time notify to Exchange Participants.
 - 4.8.2 The Pre-Market Opening Period shall comprise (i) the pre-opening session; (ii) the pre-open allocation session; and (iii) the open allocation session, the duration of which may be changed by the Exchange and notified to Exchange Participants from time to time at its discretion.
 - 4.8.3 During the pre-opening session, Limit Orders and Auction Orders may be entered into HKATS and may be amended or canceled subject to the provisions of procedure 4.3. During the pre-open allocation session, only Auction Orders may be entered into HKATS. No Orders may be amended or canceled during the pre-open allocation session. During the open allocation session, no Orders may be entered into HKATS and no Orders may be amended or canceled. The Calculated Opening Price

(COP), if any, will be calculated, and Orders will be matched subject to Rule 1215 or converted into Limit Orders or inactive Orders in accordance with the procedures set forth below during the open allocation session.

4.8.4 A COP will be calculated only if the highest bid price of the Limit Orders entered into HKATS is greater than or equal to the lowest ask price of the Limit Orders. If more than one price satisfies this criterion, the COP shall be calculated according to the following rules:

4.8.4.1 The COP shall be one of the bid or offer prices falling at or within the highest bid price and the lowest ask price of the Limit Orders;

4.8.4.2 The COP shall be the price at which the number of contracts matched would be maximized;

4.8.4.3 If more than one price satisfies the rule in procedure 4.8.4.2, the COP shall be the price at which the normal order imbalance is the lowest. For the purposes of this procedure, normal order imbalance is defined as the difference between the number of bid contracts and the number of ask contracts that can be matched at a certain price;

4.8.4.4 If more than one price satisfies the rule in procedure 4.8.4.3, the COP shall be the price at which (i) the aggregate number of contracts comprising the bid Auction Orders and bid Limit Orders at or above that price or (ii) the aggregate number of contracts comprising the ask Auction Orders and ask Limit Orders at or below that price would be the highest;

4.8.4.5 If more than one price satisfies the rule in procedure 4.8.4.4, (i) the COP in the case of the morning trading session shall be the price closest to the previous Closing Quotation (as defined in the Clearing House Rules) of the relevant Stock Index Futures Contract or Stock Index Options Contract and (ii) the COP in the case of the afternoon trading session shall be the price closest to the last traded price if the relevant Stock Index Futures Contract or Stock Index Options Contract was traded in the immediately preceding morning trading session or if there was no trading in the immediately preceding morning trading session, the rule in this procedure 4.8.4.5 shall be disregarded and the calculation of the COP shall proceed in accordance with the rule set forth in procedure 4.8.4.6;

- 4.8.4.6 If more than one price satisfies the rule in procedure 4.8.4.5, the COP shall be the highest of such prices.
- 4.8.5 If a COP is calculated, Auction Orders and Limit Orders with ask prices at or below, or bid prices at or above, such determined COP shall be matched at the COP to the extent possible and any unmatched Auction Order shall be converted into a Limit Order with a bid or ask price equal to the COP immediately before Market open. The ranking of such converted Auction Orders and Limit Orders at the COP shall be in accordance with the time the converted Auction Orders and Limit Orders were originally entered into HKATS.
- 4.8.6 If no COP can be calculated according to procedure 4.8.4 but bid and ask prices exist, all bid Auction Orders will be converted immediately before Market open into bid Limit Orders at the highest bid price and all ask Auction Orders will be converted immediately before Market open into ask Limit Orders at the lowest ask price of the Limit Orders entered into HKATS. The ranking of such converted Auction Orders and Limit Orders with the highest bid price or lowest ask price, as the case may be, shall be in accordance with the time the Auction Orders and Limit Orders were originally entered into HKATS.
- 4.8.7 If no COP can be calculated according to procedure 4.8.4 and no bid price or ask price exists, all bid Auction Orders (if no bid price exists) and all ask Auction Orders (if no ask price exists) will be converted into inactive Orders immediately before Market open.
- 4.8.8 The conduct of the Pre-Market Opening Period shall be under the surveillance of designated HKATS Officials. A designated HKATS Official may cancel any Order entered into HKATS during the Pre-Market Opening Period which in his opinion is a manifest error and which would disproportionately affect the Calculated Opening Price.

4.9 *Creation, Execution and Suspension of Flexible Options*

- 4.9.1 From the time of the opening of the Stock Index Option Market till 30 minutes before the market close, Exchange Participants may request the Exchange to create any option series in Flexible Options in accordance with the criteria and procedures stipulated by the Exchange from time to time. The Exchange reserves the right to decline, in its absolute discretion, any request to make any option series available for trading.
- 4.9.2 Trading of Flexible Options shall be conducted through the Block Trade Facility. With the exception of falling into a specified price or price ranges required of Block Trades, all orders must be executed in the prescribed manner and meet the criteria laid down in Rule 815A

and such other criteria as may be prescribed by the Board and notified to Exchange Participants from time to time.

4.9.3 The Chief Executive may from time to time prescribe a maximum number of requests made by an Exchange Participant for the creation of option series in Flexible Options to protect the integrity of HKATS and to ensure the proper operation of the Markets.

4.9.4 Without prejudice to the rights of the Exchange and the Chief Executive under Rules 807A(b), an Exchange Participant which acts in a manner that results in exceeding the maximum number of option series in Flexible Options created, excluding those series on which trades have been executed on the same Trading Day of their creation, shall be liable to pay to the Exchange such fees as specified in Appendix B to the Rules.

4.9.5 In the event that an option series in a Short-dated Option or Long-dated Option has the same Strike Price and Expiry Day as an option series of a Flexible Option, the relevant series of the Flexible Option shall be prohibited from further trading. The open positions of an option series in a Short-dated Option or Long-dated Option and its respective option series in a Flexible Option may be closed out by each other upon request from the Exchange Participant(s) concerned in accordance with the Clearing House Rules.

4.10 *Creation, Execution and Deletion of Tailor-Made Combinations*

4.10.1 Exchange Participants can define and create a Tailor-Made Combination involving such Stock Index Futures Contracts and/or Stock Index Options Contracts and during such trading sessions as the Exchange may from time to time notify Exchange Participants using the tailor-made combination function of HKATS. Once created, a Tailor-Made Combination can be traded like a normal market series.

4.10.2 Exchange Participants shall ensure that the following criteria are satisfied when creating a Tailor-Made Combination:

- the Tailor-Made Combination is one of the strategy combinations prescribed by the Exchange;
- the number of futures contract month or option series (“legs”) comprising the strategy is within the range prescribed by the Exchange;
- the ratio between these legs is within the range prescribed by the Exchange;

- the contract sizes of these legs must be identical;
- the Tailor-Made Combination is not at that time prescribed as a standard combination; and
- an active Order is submitted at the same time as the creation of the Tailor-Made Combination.

4.10.3 Tailor-Made Combinations created on a Trading Day will not be carried forward to the next Trading Day.

4.10.4 The executed price of a trade in a Tailor-Made Combination may not necessarily correspond with the prevailing market prices of the Stock Index Futures Contracts or Stock Index Options Contracts comprising the Tailor-Made Combination. The matched trade in the Tailor-Made Combination will be recorded in HKATS as separate trades in the individual market series.

4.10.5 The Exchange may from time to time prescribe a maximum number of Tailor-Made Combinations that can be listed on HKATS on a Trading Day and a throughput rate for each HKATS connection to create Tailor-Made Combinations to protect the integrity of HKATS and to ensure the proper operation of the Markets.

4.10.6 The Exchange may at any time at its sole discretion limit the number of Tailor-Made Combinations an Exchange Participant may create on a Trading Day by notice to the Exchange Participant.

4.10.7 The Exchange reserves the right to delete any Tailor-Made Combination listed on HKATS and cancel any Order for that Tailor-Made Combination at any time if:

- (i) the Tailor-Made Combination does not satisfy the criteria as prescribed in procedure 4.10.2;
- (ii) there is no active Order for the Tailor-Made Combination;
- (iii) the total number of Tailor-Made Combinations listed on HKATS exceeds the maximum number prescribed and notified to Exchange Participants by the Exchange from time to time;
- (iv) the Tailor-Made Combination is created by an Exchange Participant which has exceeded the limit imposed on it under procedure 4.10.6; or

- (v) the Exchange determines that the Tailor-Made Combination is inappropriate.

4.10.8 Any trade in a Tailor-Made Combination that is not created in accordance with the criteria as prescribed in procedure 4.10.2 will not be considered as a valid trade by the Exchange and, notwithstanding any provisions of the Exchange Rules or the Clearing House Rules, will not be registered or cleared by the Clearing House. In the event that an Exchange Participant has been notified by the Exchange that a Tailor-Made Combination trade is invalid on the Trading Day during which the Tailor-Made Combination trade is executed, the Exchange in conjunction with the Clearing House will, without being required to give further notice to the Exchange Participant, delete the invalid Tailor-Made Combination trade from HKATS and the “deal file” of the clearing system as if the Tailor-Made Combination trade had never been executed. No action shall lie against and no liability of whatsoever nature and howsoever arising, whether in contract, tort or otherwise, shall be incurred by the Exchange or the Clearing House directly or indirectly in connection with the deletion of any invalid Tailor-Made Combination trade.

CHAPTER 5

EMERGENCY AND EXTRAORDINARY SITUATIONS

5.1 *Typhoon Signals, Extreme Conditions and Black Rainstorm Warnings*

5.1.1 Unless otherwise decided by the Exchange, the trading arrangements of Stock Index Futures Contracts and Stock Index Option Contracts with lunch break upon the approach and the retreat of typhoons, the announcement and cancellation of Extreme Conditions and/or the issuance and cancellation of black rainstorm warnings shall be as follows:

<p>(a) Trading arrangement for all Trading Days except the eves of Christmas, New Year and Lunar New Year where the Hong Kong Observatory has hoisted or lowered a Typhoon Signal No. 8 or above or where Extreme Conditions have been announced or cancelled</p>	
<p>(i) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at any time prior to 9:15 a.m.:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none">- Commencement of trading in the morning trading session will take place^(Note 1):- at 9:15 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:15 a.m.;- at 9:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:30 a.m.;- at 10:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:00 a.m.;- at 10:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:30 a.m.; or- at 11:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 9:00 a.m..- There will be no trading in the morning trading session if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 9:00 a.m..- Commencement of trading in the afternoon trading session will take place^(Note 1):

	<ul style="list-style-type: none"> - at 1:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:00 a.m.; - at 1:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:30 a.m.; or - at 2:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon. - There will be no trading for the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.
<p>(ii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the Pre-Market Opening Period:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - All order activity will be terminated as soon as practically possible and no trade will be novated. - There will be no trading in the morning trading session. - Commencement of trading in the afternoon trading session will take place ^(Note 1): - at 1:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:00 a.m.; - at 1:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:30 a.m.; or - at 2:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon. - There will be no trading for the rest of the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.
<p>(iii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the morning trading session:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions. - Commencement of trading in the afternoon trading session will take place ^(Note 1):

	<ul style="list-style-type: none"> - at 1:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:00 a.m.; - at 1:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:30 a.m.; or - at 2:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon. - There will be no trading for the rest of the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.
(iv) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced after the end of the morning trading session but before the commencement of the afternoon trading session:	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - There will be no trading for the rest of the day.
(v) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the afternoon trading session:	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the day, except that if the Signal is hoisted or Extreme Conditions are announced at or after 3:45 p.m. but before 4:00 p.m., trading will be terminated at 4:15 p.m..
(vi) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced after the end of the afternoon trading session but before the commencement of the after-hours trading session ^(Note 2) :	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - There will be no trading in the after-hours trading session.
(vii) If a Typhoon Signal No. 8 or above is hoisted or Extreme	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the

Conditions are announced during the after-hours trading session ^(Note 2) :	hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the day.
(viii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at or between 9:15 a.m. and 9:30 a.m. ^(Note 3) :	The position will be as follows: There will be no trading in the morning trading session.

(aa) Trading arrangement for the eves of Christmas, New Year and Lunar New Year where the Hong Kong Observatory has hoisted or lowered a Typhoon Signal No. 8 or above or where Extreme Conditions have been announced or cancelled – Applicable to Stock Index Futures Contracts and Stock Index Option Contracts which are not Holiday Trading Exchange Contracts	
(i) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at any time prior to 9:15 a.m.:	The position will be as follows: <ul style="list-style-type: none"> - Commencement of trading in the morning trading session will take place^(Note 1): - at 9:15 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:15 a.m.; - at 9:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:30 a.m.; - at 10:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:00 a.m.; - at 10:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:30 a.m.; or - at 11:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 9:00 a.m.. - There will be no trading for the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 9:00 a.m..
(ii) If a Typhoon Signal No. 8 or above is hoisted or Extreme	The position will be as follows: <ul style="list-style-type: none"> - All order activity will be terminated as soon as

Conditions are announced during the Pre-Market Opening Period:	practically possible and no trade will be novated. - There will be no trading for the day.
(iii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the morning trading session:	The position will be as follows: - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the day, except that if the Signal is hoisted or Extreme Conditions are announced at or after 11:45 a.m. but before 12:00 noon, trading will be terminated at 12:15 p.m..
(iv) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at or between 9:15 a.m. and 9:30 a.m. ^(Note 3) :	The position will be as follows: There will be no trading in the morning trading session.

(ab) Trading arrangement for the eves of Christmas, New Year and Lunar New Year where the Hong Kong Observatory has hoisted or lowered a Typhoon Signal No. 8 or above or where Extreme Conditions have been announced or cancelled – Applicable to Stock Index Futures Contracts and Stock Index Option Contracts which are Holiday Trading Exchange Contracts	
(i) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at any time prior to 9:15 a.m.:	The position will be as follows: - Commencement of trading in the morning trading session will take place ^(Note 1) : - at 9:15 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:15 a.m.; - at 9:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:30 a.m.; - at 10:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:00 a.m.; - at 10:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where

	<p>applicable) at or before 8:30 a.m.; or</p> <ul style="list-style-type: none"> - at 11:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 9:00 a.m.. - There will be no trading in the morning trading session if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 9:00 a.m.. - Commencement of trading in the afternoon trading session will take place^(Note 1): <ul style="list-style-type: none"> - at 1:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:00 a.m.; - at 1:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:30 a.m.; or - at 2:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon. - There will be no trading for the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.
<p>(ii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the Pre-Market Opening Period:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - All order activity will be terminated as soon as practically possible and no trade will be novated. - There will be no trading in the morning trading session. - Commencement of trading in the afternoon trading session will take place^(Note 1): <ul style="list-style-type: none"> - at 1:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:00 a.m.; - at 1:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:30 a.m.; or - at 2:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon.

	<ul style="list-style-type: none"> - There will be no trading for the rest of the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.
<p>(iii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the morning trading session:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions. - Commencement of trading in the afternoon trading session will take place ^(Note 1): <ul style="list-style-type: none"> - at 1:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:00 a.m.; - at 1:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:30 a.m.; or - at 2:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon. - There will be no trading for the rest of the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.
<p>(iv) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced after the end of the morning trading session but before the commencement of the afternoon trading session:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - There will be no trading for the rest of the day.
<p>(v) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the afternoon trading session:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the day, except that if the Signal is hoisted or Extreme Conditions are announced at or after 3:45 p.m. but before 4:00 p.m., trading will be terminated at 4:15 p.m..

<p>(vi) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced after the end of the afternoon trading session but before the commencement of the after-hours trading session^(Note 2):</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - There will be no trading in the after-hours trading session.
<p>(vii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the after-hours trading session^(Note 2):</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the day.

Note 1: For those Contracts to which the Pre-Market Opening Period applies, the Pre-Market Opening Period will commence at such time before the indicated time of resumption of trading as shall represent the duration of the Pre-Market Opening Period

Note 2: Applicable only to the trading of Stock Index Futures Contracts and Stock Index Option Contracts with after-hours trading session

Note 3: Applicable only to the trading of HSI Volatility Index Futures

(b) Trading arrangement for all Trading Days where the Hong Kong Observatory has issued or cancelled a Black Rainstorm Warning	
(i) If a Black Rainstorm Warning is issued at any time prior to 9:15 a.m.:	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Commencement of trading in the morning trading session will take place ^(Note 1): - at 9:15 a.m. if the Warning is cancelled at or before 7:15 a.m.; - at 9:30 a.m. if the Warning is cancelled at or before 7:30 a.m.; - at 10:00 a.m. if the Warning is cancelled at or before 8:00 a.m.; - at 10:30 a.m. if the Warning is cancelled at or before 8:30 a.m.; or - at 11:00 a.m. if the Warning is cancelled at or before 9:00 a.m.. - There will be no trading in the morning trading session if the Warning is cancelled after 9:00 a.m.. - Commencement of trading in the afternoon trading session will take place ^(Note 1): - at 1:00 p.m. if the Warning is cancelled at or before 11:00 a.m.; - at 1:30 p.m. if the Warning is cancelled at or before 11:30 a.m.; or - at 2:00 p.m. if the Warning is cancelled at or before 12:00 noon. - There will be no trading for the day if the Warning is cancelled after 12:00 noon.
(ii) If a Black Rainstorm Warning is issued during the Pre-Market Opening Period, the morning trading session or the afternoon trading session:	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - If there was trading before the issuance of the Warning, trading will continue as usual except where the Warning was issued during the Pre-Market Opening Period in the morning before trading has commenced on SEHK, in which case all order activity will be terminated as soon as practically possible, no trade will be novated,

	<p>there will be no morning trading session and resumption of trading in the afternoon trading session will take place^(Note 1) at the time specified in the paragraph below if the Warning is cancelled at or before 11:00 a.m., 11:30 a.m. or 12:00 noon.</p> <ul style="list-style-type: none"> - If there was no trading before the issuance of the Warning, there will be no trading provided that if the Warning was issued during the Pre-Market Opening Period or the morning trading session, commencement of trading in the afternoon trading session will take place^(Note 1): <ul style="list-style-type: none"> - at 1:00 p.m. if the Warning is cancelled at or before 11:00 a.m.; - at 1:30 p.m. if the Warning is cancelled at or before 11:30 a.m.; or - at 2:00 p.m. if the Warning is cancelled at or before 12:00 noon. - There will be no trading for the day if the Warning is cancelled after 12:00 noon.
(iii) If a Black Rainstorm Warning is issued after the end of the morning trading session but before the commencement of the trading afternoon session:	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - If there was trading in the morning trading session, trading in the afternoon session will take place^(Note 1). - If there was no trading in the morning trading session, there will be no trading for the rest of the day.
(iv) If a Black Rainstorm Warning is issued after the end of the afternoon trading session but before the commencement of the after-hours trading session ^(Note 2) :	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - If there was trading in the afternoon trading session, trading in the after-hours trading session will take place. - If there was no trading in the afternoon trading session, there will be no trading in the after-hours trading session.
(v) If a Black Rainstorm Warning is issued during the after-hours trading session ^(Note 2) :	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will continue as normal until the end of the after-hours trading session.
(vi) If a Black Rainstorm Warning is issued at or between 9:15 a.m. and 9:30 a.m. ^(Note 3) :	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Commencement of trading in the morning trading session will take place at 9:30 a.m.

Note 1: For those Contracts to which the Pre-Market Opening Period applies, the Pre-Market Opening Period will commence at such time before the indicated time of resumption of trading as shall represent the duration of the Pre-Market Opening Period

Note 2: Applicable only to the trading of Stock Index Futures Contracts and Stock Index Option Contracts with after-hours trading session

Note 3: Applicable only to the trading of HSI Volatility Index Futures

5.1.2 Unless otherwise decided by the Exchange, the trading arrangements of Stock Index Futures Contracts and Stock Index Option Contracts with no lunch break upon the approach and the retreat of typhoons, the announcement and cancellation of Extreme Conditions and/or the issuance and cancellation of black rainstorm warnings shall be as follows:

(a) Trading arrangement for all Trading Days except the eves of Christmas, New Year and Lunar New Year where the Hong Kong Observatory has hoisted or lowered a Typhoon Signal No. 8 or above or where Extreme Conditions have been announced or cancelled	
(i) For Stock Index Futures Contracts or Stock Index Option Contracts with trading hours starting at 8:45 a.m., 9:00 a.m. or 9:15 a.m., if a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at any time prior to the commencement of the day trading session:	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Commencement of trading will take place ^(Note 1): - for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 8:45 a.m., at 8:45 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 6:45 a.m.; - for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 8:45 a.m. and 9:00 a.m., at 9:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:00 a.m.; - at 9:15 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:15 a.m.; - at 9:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:30 a.m.; - at 10:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:00 a.m.; - at 10:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:30 a.m.;

	<p>applicable) at or before 8:30 a.m.;</p> <ul style="list-style-type: none"> - at 11:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 9:00 a.m.; - at 11:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 9:30 a.m.; - at 12:00 noon if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 10:00 a.m.; - at 12:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 10:30 a.m.; - at 1:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:00 a.m.; - at 1:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:30 a.m.; or - at 2:00 p.m. (or from the commencement of the after-hours trading session if 2:00 p.m. is between the day trading session and the after-hours trading session) if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon. <p>- There will be no trading for the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.</p>
<p>(ii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at or between commencement of the day trading session and 12:00 noon:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions. - Trading will resume from 2:00 p.m. (or from the commencement of the after-hours trading session if 2:00 p.m. is between the day trading session and the after-hours trading session) if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon ^(Note 1). - There will be no trading for the rest of the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.
<p>(iii) If a Typhoon Signal</p>	<p>The position will be as follows:</p>

<p>No. 8 or above is hoisted or Extreme Conditions are announced during the trading hours after 12:00 noon:</p>	<ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the day, except that if the Signal is hoisted or Extreme Conditions are announced at or after 3:45 p.m. but before 4:00 p.m., trading will be terminated at 4:15 p.m..
<p>(iv) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced after the end of the day trading session but before the commencement of the after-hours trading session ^(Note 2):</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - There will be no trading in the after-hours trading session.
<p>(v) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the after-hours trading session ^(Note 2):</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the after-hours trading session, except that if the Signal is hoisted or Extreme Conditions are announced at or after 3:45 p.m. but before 4:00 p.m., trading will be terminated at 4:15 p.m..

<p>(aa) Trading arrangement for the eves of Christmas, New Year and Lunar New Year where the Hong Kong Observatory has hoisted or lowered a Typhoon Signal No. 8 or above or where Extreme Conditions have been announced or cancelled – Applicable to Stock Index Futures Contracts and Stock Index Option Contracts which are not Holiday Trading Exchange Contracts</p>	
<p>(i) For Stock Index Futures Contracts or Stock Index Option Contracts with trading hours starting at 8:45 a.m., 9:00 a.m. or 9:15 a.m., if a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at any time prior to the commencement of the day trading session:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Commencement of trading will take place ^(Note 1): - for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 8:45 a.m., at 8:45 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 6:45 a.m.; - for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 8:45 a.m. and 9:00 a.m., at 9:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:00 a.m.;

	<ul style="list-style-type: none"> - at 9:15 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:15 a.m.; - at 9:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:30 a.m.; - at 10:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:00 a.m.; or - at 10:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:30 a.m.; or - at 11:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 9:00 a.m.. - There will be no trading for the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 9:00 a.m..
(ii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at or between commencement of the day trading session and 12:30 p.m.:	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the day, except that if the Signal is hoisted or Extreme Conditions are announced at or after 11:45 a.m. but before 12:00 noon, trading will be terminated at 12:15 p.m..

<p>(ab) Trading arrangement for the eves of Christmas, New Year and Lunar New Year where the Hong Kong Observatory has hoisted or lowered a Typhoon Signal No. 8 or above or where Extreme Conditions have been announced or cancelled – Applicable to Stock Index Futures Contracts and Stock Index Option Contracts which are Holiday Trading Exchange Contracts</p>	
(i) For Stock Index Futures Contracts or Stock Index Option Contracts with trading hours starting at 8:45 a.m., 9:00 a.m. or 9:15 a.m., if a Typhoon Signal No. 8 or above is hoisted or	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Commencement of trading will take place ^(Note 1): - for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 8:45 a.m., at 8:45 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 6:45 a.m.;

<p>Extreme Conditions are announced at any time prior to the commencement of the day trading session:</p>	<ul style="list-style-type: none"> - for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 8:45 a.m. and 9:00 a.m., at 9:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:00 a.m.; - at 9:15 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:15 a.m.; - at 9:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 7:30 a.m.; - at 10:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:00 a.m.; - at 10:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 8:30 a.m.; - at 11:00 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 9:00 a.m.; - at 11:30 a.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 9:30 a.m.; - at 12:00 noon if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 10:00 a.m.; - at 12:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 10:30 a.m.; - at 1:00 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:00 a.m.; - at 1:30 p.m. if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 11:30 a.m.; or - at 2:00 p.m. (or from the commencement of the after-hours trading session if 2:00 p.m. is between the day trading session and the after-hours trading session) if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon.
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	<ul style="list-style-type: none"> - There will be no trading for the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.
(ii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced at or between commencement of the day trading session and 12:00 noon:	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions. - Trading will resume from 2:00 p.m. (or from the commencement of the after-hours trading session if 2:00 p.m. is between the day trading session and the after-hours trading session) if the Signal is lowered and Extreme Conditions are cancelled (where applicable) at or before 12:00 noon ^(Note 1). - There will be no trading for the rest of the day if the Signal is lowered and Extreme Conditions are cancelled (where applicable) after 12:00 noon.
(iii) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the trading hours after 12:00 noon:	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the day, except that if the Signal is hoisted or Extreme Conditions are announced at or after 3:45 p.m. but before 4:00 p.m., trading will be terminated at 4:15 p.m..
(iv) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced after the end of the day trading session but before the commencement of the after-hours trading session ^(Note 2) :	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - There will be no trading in the after-hours trading session.
(v) If a Typhoon Signal No. 8 or above is hoisted or Extreme Conditions are announced during the after-hours trading session ^(Note 2) :	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal or announcement of Extreme Conditions and there will be no trading for the rest of the after-hours trading session, except that if the Signal is hoisted or Extreme Conditions are announced at or after 3:45 p.m. but before 4:00 p.m., trading will be terminated at 4:15 p.m..

Note 1: In the event the Pre-Market Opening Period applies to any Stock Index Futures Contract, the Pre-Market Opening Period for that Stock Index Futures Contract will commence at such time before the indicated time of resumption of trading as shall represent the duration of the Pre-Market Opening Period

Note 2: Applicable only to the trading of Stock Index Futures Contracts and Stock Index Option Contracts with after-hours trading session

(b) Trading arrangement for all Trading Days where the Hong Kong Observatory has issued or cancelled a Black Rainstorm Warning

<p>(i) For Stock Index Futures Contracts or Stock Index Option Contracts with trading hours starting at 8:45 a.m., 9:00 a.m. or 9:15 a.m., if a Black Rainstorm Warning is issued at any time prior to 8:45 a.m.:</p>	<p>The position will be as follows:</p> <ul style="list-style-type: none">- Commencement of trading will take place ^(Note 1):- for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 8:45 a.m., at 8:45 a.m. if the Warning is cancelled at or before 6:45 a.m.;- for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 8:45 a.m. and 9:00 a.m., at 9:00 a.m. if the Warning is cancelled at or before 7:00 a.m.;- at 9:15 a.m. if the Warning is cancelled at or before 7:15 a.m.;- at 9:30 a.m. if the Warning is cancelled at or before 7:30 a.m.;- at 10:00 a.m. if the Warning is cancelled at or before 8:00 a.m.;- at 10:30 a.m. if the Warning is cancelled at or before 8:30 a.m.;- at 11:00 a.m. if the Warning is cancelled at or before 9:00 a.m.;- at 11:30 a.m. if the Warning is cancelled at or before 9:30 a.m.;- at 12:00 noon if the Warning is cancelled at or before 10:00 a.m.;- at 12:30 p.m. if the Warning is cancelled at or before 10:30 a.m.;- at 1:00 p.m. if the Warning is cancelled at or before 11:00 a.m.;- at 1:30 p.m. if the Warning is cancelled at or before 11:30 a.m.; or- at 2:00 p.m. (or from the commencement of the after-hours trading session if 2:00 p.m. is between the day trading session and the after-hours trading session) if the Warning is cancelled at or before 12:00 noon.- There will be no trading for the day if the Warning is cancelled after 12:00 noon.
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(ii) If a Black Rainstorm Warning is issued at or after 8:45 a.m. and before 9:15 a.m.,	The position will be as follows: - Commencement of trading will take place ^(Note 1) : - for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 9:00 a.m., at 9:00 a.m.; - for Stock Index Futures Contracts or Stock Index Option Contracts whose trading hours start at 9:15 a.m., at 9:15 a.m..
(iii) If a Black Rainstorm Warning is issued during the day trading session:	Trading will continue as normal.
(iv) If a Black Rainstorm Warning is issued after the end of the day trading session but before the commencement of the after-hours trading session ^(Note 2) :	The position will be as follows: - If there was trading in the day trading session for Stock Index Futures Contracts and Stock Index Option Contracts closing at or after 4:30 p.m., trading of all Stock Index Futures Contracts and Stock Index Option Contracts ^(Note 3) in the after-hours trading session will take place. - If there was no trading in the day trading session for Stock Index Futures Contracts and Stock Index Option Contracts closing at or after 4:30 p.m., there will be no trading in the after-hours trading session for all Stock Index Futures Contracts and Stock Index Option Contracts ^(Note 3) .
(v) If a Black Rainstorm Warning is issued during the after-hours trading session ^(Note 2) :	The position will be as follows: - Trading will continue as normal until the end of the after-hours trading session.

Note 1: In the event the Pre-Market Opening Period applies to any Stock Index Futures Contract, the Pre-Market Opening Period for that Stock Index Futures Contract will commence at such time before the indicated time of resumption of trading as shall represent the duration of the Pre-Market Opening Period

Note 2: Applicable only to the trading of Stock Index Futures Contracts and Stock Index Option Contracts with after-hours trading session

Note 3: Applicable only to those Stock Index Futures Contracts and Stock Index Option Contracts with no lunch breaks and with after-hours trading session