

September 2018



**EQUITY DERIVATIVES  
MONTHLY UPDATE**

**HKEX**  
香港交易所

Market Development Division

Information for institutional and  
corporate investors' reference only

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## HKEX Pulse



## Futures and Options Information Application

### Apple Store



### Google Play



### Xiaomi

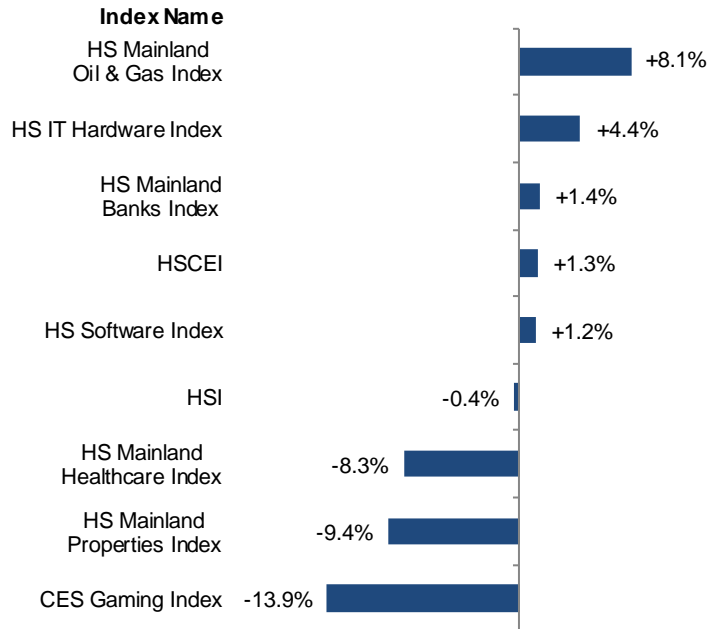


### 360

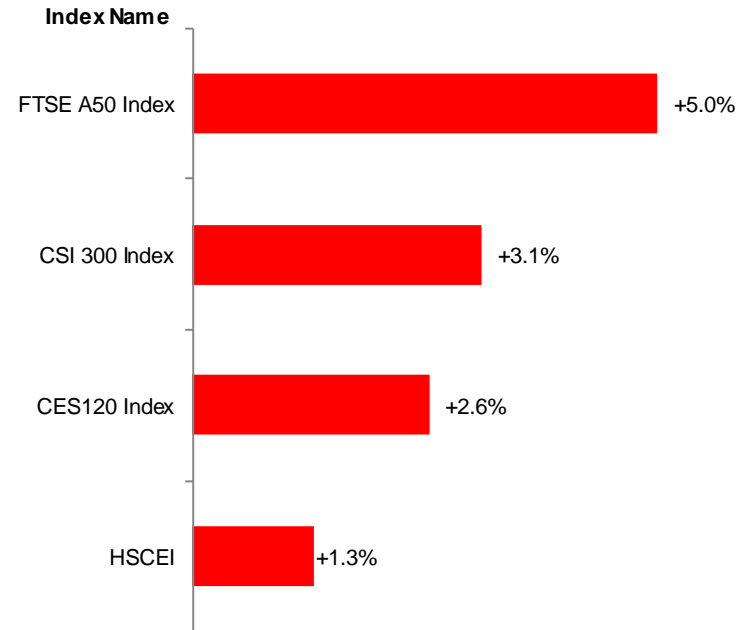


# Equity Indices Monthly Performance in September 2018

## Sector Indices vs HSI / HSCEI



## CES120 vs China Theme Indices



## Equity Index Futures Access Codes

Vendor	CES Gaming	HS Mainland Banks	HS Mainland Properties	HS Mainland Oil & Gas	HS Mainland Healthcare	HS Software	HS IT Hardware	CES 120	HSI	HSCEI
Bloomberg	CCSA	BMWA	PPTA	OGIA	HCEA	HISA	IHWA	CESA	HIA	HCA
Reuters	0#HGTI:	0#HMBI:	0#HMPI:	0#HMOI:	0#HMHI:	0#HSSI:	0#HITI:	0#HCHH:	0#HSI:	0#HCEI:
WIND	GTIF	MBIF	MPIF	MOIF	MCIF	SSIF	ITIF	CHHF	HSIF	HHIF
ET Net	GTI	MBI	MPI	MOI	MCI	SSI	ITI	CHH	HSI	HHI

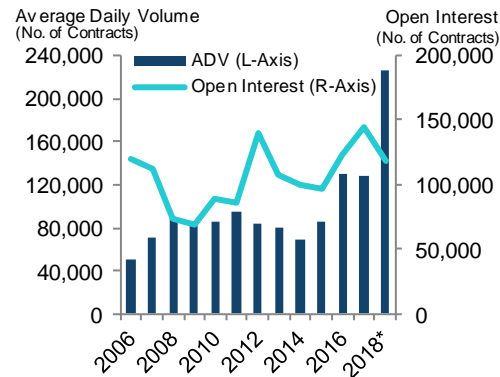


# Equity Index Futures & Options

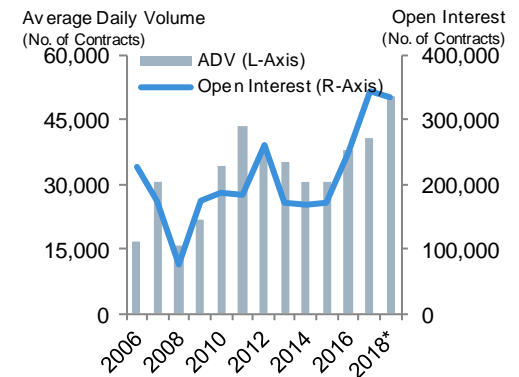
## Hang Seng Index (HSI) Futures & Options

HSI Products (2018 vs 2017)	ADV	OI*
<b>HSI Futures</b>	225,348 (+77%)	118,778 (-18%)
<b>Mini-HSI Futures</b>	95,198 (+105%)	14,116 (+43%)
<b>HSI Options</b>	50,675 (+24%)	334,605 (-3%)
<b>Mini-HSI Options</b>	8,727 (+31%)	15,467 (+70%)
<b>HSI Volatility Index Futures</b>	0.0 (-98%)	0 (-)
<b>HSI Dividend Point Index Futures</b>	70 (-6%)	13,049 (+44%)

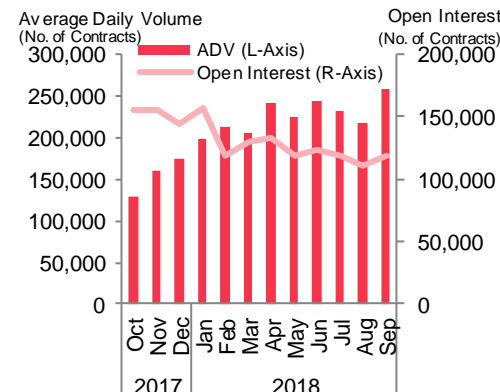
### HSI Futures (YoY)



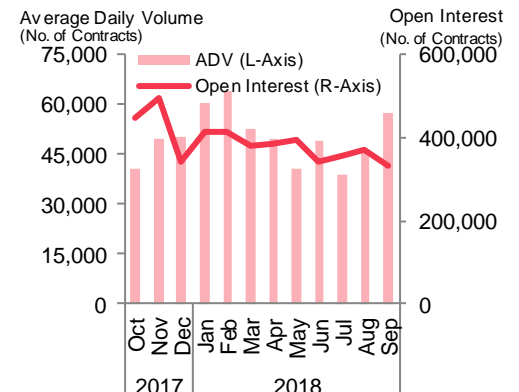
### HSI Options (YoY)



### HSI Futures (MoM)



### HSI Options (MoM)



Data Source: HKEX

\* OI compared to previous year-end  
As at 28 September 2018

Information for reference only

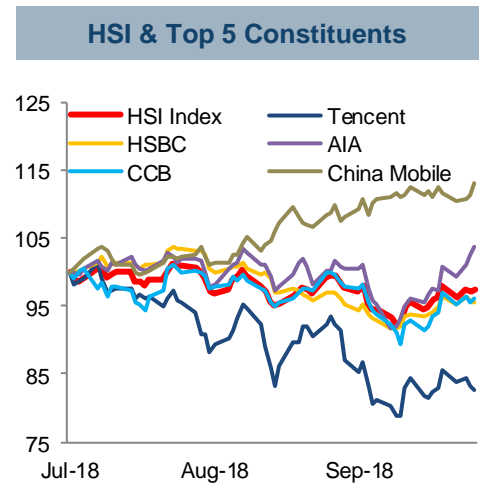
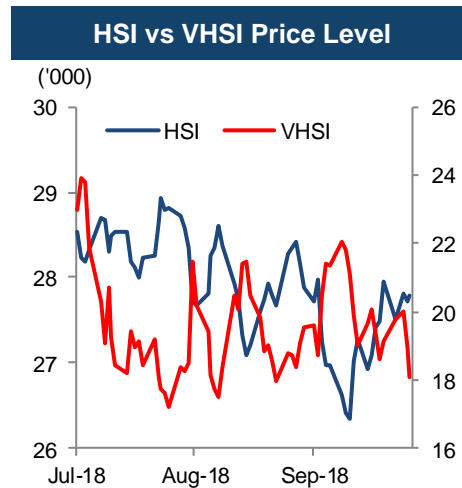
# Equity Index Futures & Options

## HSI Futures & Options

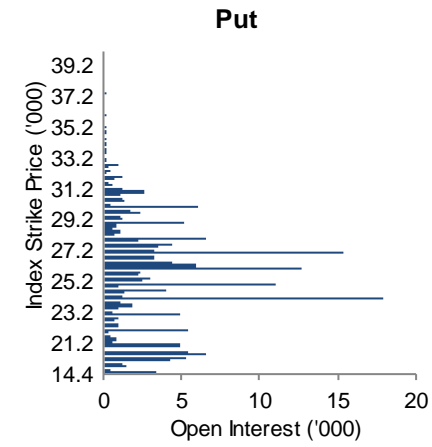
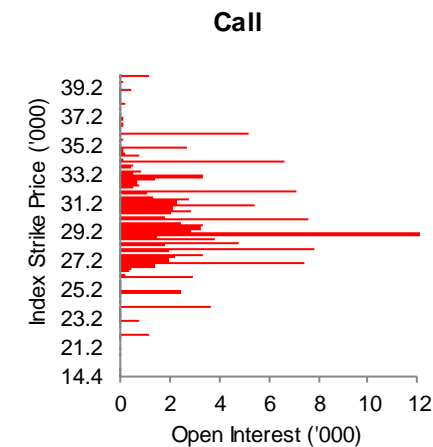
Hang Seng Index	
Index Description	Includes the largest and most liquid stocks listed in Hong Kong
Index Level	27,788.52 (As at 28 Sep 2018)
Index Volatility (30-Day Historical)	15.7
Index Avg. Day High-Low Range	329.27 (Sep 2018)
HSCFI Correlation (2018)	0.957

Hang Seng Index Futures	
Contract Multiplier	HK\$50
Notional Value (1 Contract)	HK\$1.39Mn (As at 28 Sep 2018)

Transaction Cost*	
Stamp Duty	N/A
Trading Fee	HK\$10 / contract
SFC Levy	HK\$0.54 / contract
Commission Rate	Negotiable
Margin as of 1 August 2018	HK\$100,300



### Distribution of HSI Index Options OI in Month-end

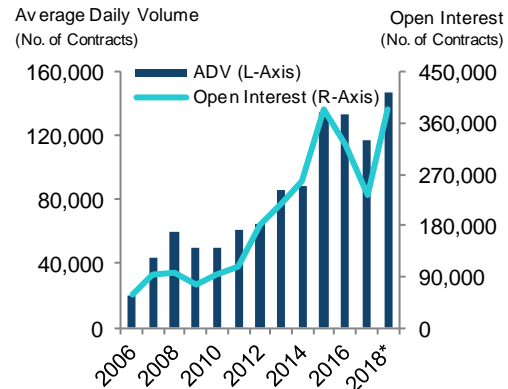


# Equity Index Futures & Options

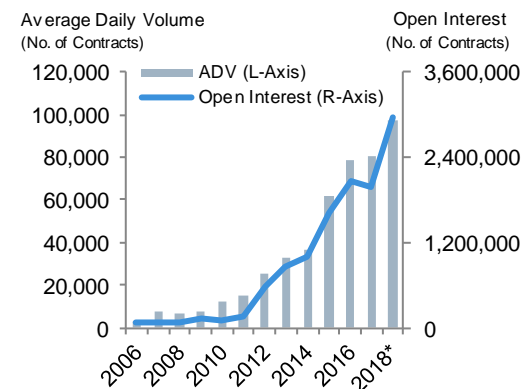
## Hang Seng China Enterprises Index (HSCEI) Futures & Options

HSCEI Products (2018 vs 2017)	ADV	OI*
<b>HSCEI Futures</b>	147,581 (+26%)	382,593 (+64%)
<b>Mini HSCEI Futures</b>	23,255 (+57%)	4,076 (-21%)
<b>HSCEI Options</b>	96,987 (+21%)	2,961,648 (+49%)
<b>Mini HSCEI Options</b>	2,392 (+57%)	9,473 (+84%)
<b>HSCEI Dividend Point Index Futures</b>	1,570 (-18%)	140,522 (+93%)

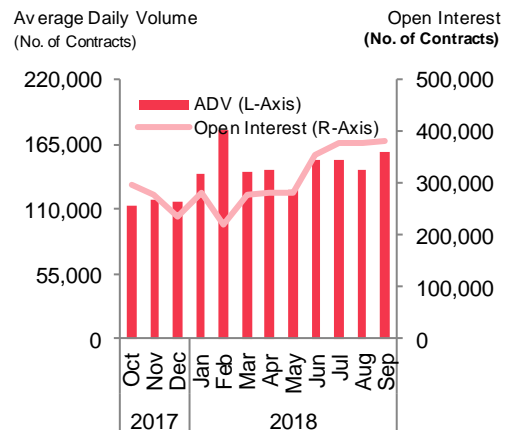
### HSCEI Futures (YoY)



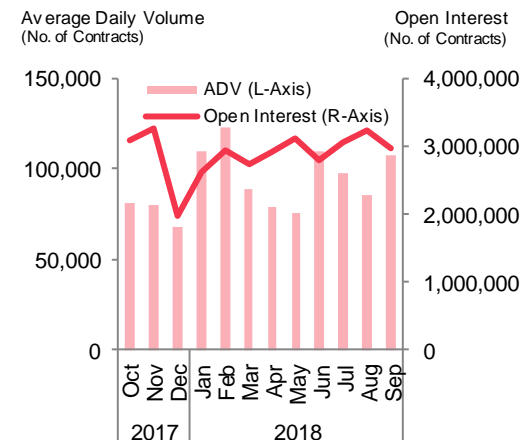
### HSCEI Options (YoY)



### HSCEI Futures (MoM)



### HSCEI Options (MoM)



# Equity Index Futures & Options

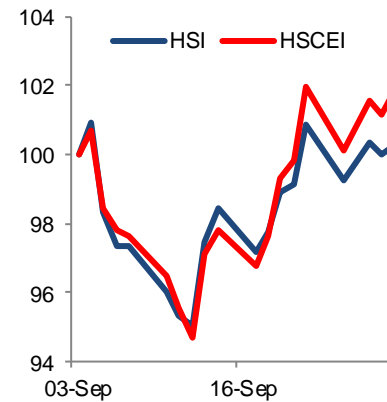
## HSCEI Futures & Options

HSCEI	
Index Description	Comprises the largest and most liquid H shares
Index Level	11,017.87 (As at 28 Sep 2018)
Index Volatility (30-Day Historical)	18.8
Index Avg. Day High-Low Range	143.96 (Sep 2018)
Correlation with HSI, CES120 (2018)	0.957, 0.892
Correlation with CSI300, FTSE A50 (2018)	0.777, 0.752

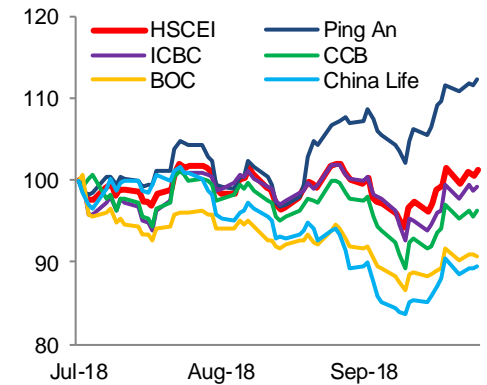
HSCEI Futures	
Contract Multiplier	HK\$50
Notional Value (1 Contract)	HK\$0.55Mn (As at 28 Sep 2018)

Transaction Cost*	
Stamp Duty	N/A
Trading Fee	HK\$3.5 / contract
SFC Levy	HK\$0.54 / contract
Commission Rate	Negotiable
Margin as of 1 August 2018	HK\$38,400

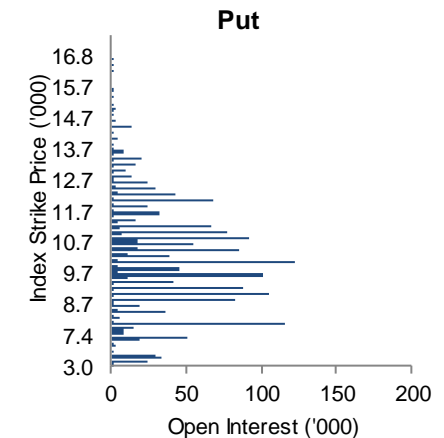
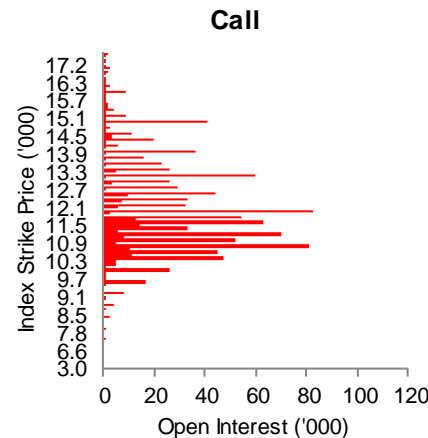
### HSI vs HSCEI



### HSCEI & Top 5 Constituents



### Distribution of HSCEI Index Options OI in Month-end



Data Source: HKEX, Bloomberg

\* All calculations are in HKD and exclude commission fees

As at 28 September 2018

Information for reference only

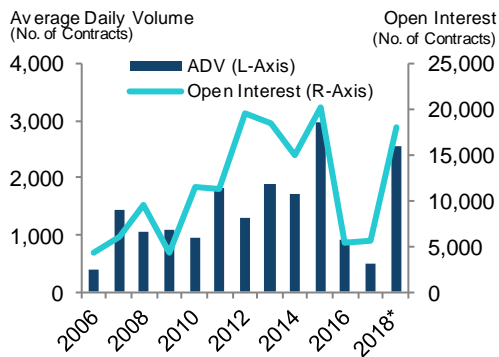
# Equity Futures & Options

## Single Stock Futures & Options

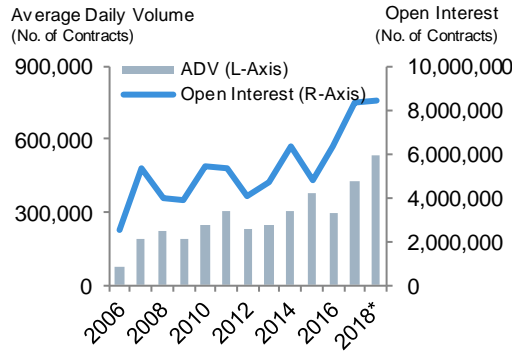
Single Stock Derivatives ADV (2018 vs 2017)	ADV	OI*
Stock Futures	2,551 (+419%)	18,058 (+225%)
Stock Options	533,972 (+25%)	8,465,878 (+2%)

No. of Single Stock Derivatives	
Single Stock Futures	90
Single Stock Options	100

### Stock Futures (YoY)



### Stock Options (YoY)

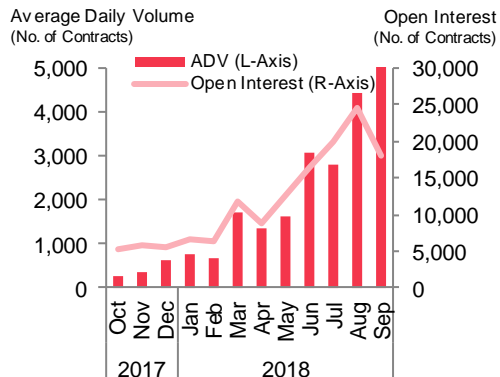


### Latest and Future Developments

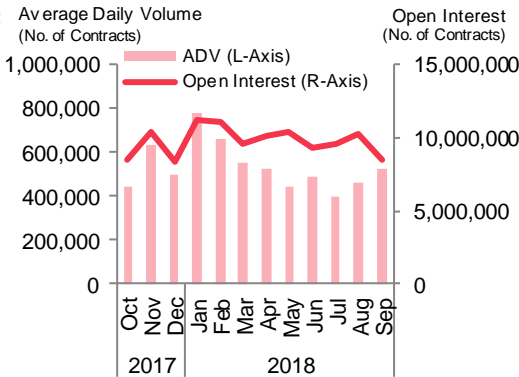
#### Stock Futures

- Products
  - 3 A-shares ETFs futures contracts
  - Total 90 stock futures contracts

### Stock Futures (MoM)



### Stock Options (MoM)



#### Stock Options

- Products
  - 3 A-shares ETFs options contracts
  - Total 100 stock options contracts
- Market Makers (MMs)
  - 3 types of market makers (PMM/ CQMM/ QRMM)
  - CQMM to provide 50 series continuous quotations



Data Source: HKEX

\* OI compared to previous year-end  
As at 28 September 2018

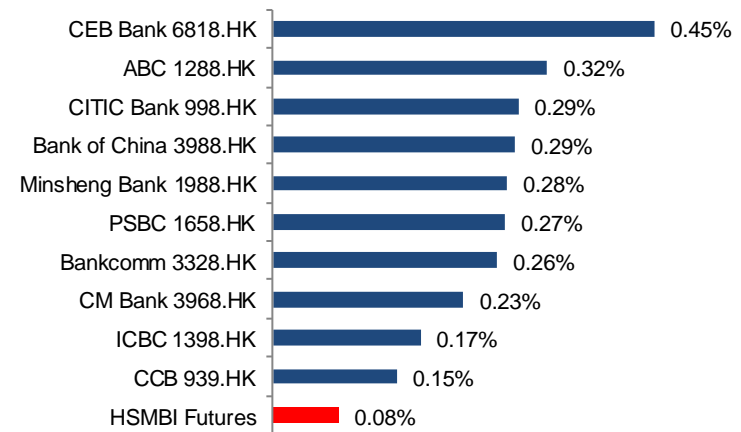
Information for reference only



# Hang Seng Mainland Banks Index Futures Performance

Hang Seng Mainland Banks Index (HSMBI)	
Index Description	10 largest and most representative HKEX-listed mainland banks stocks
Index Level	3,041.85 (As at 28 September 2018)
Index Volatility (30-Day Historical)	20.9
Index Avg. Day High-Low Range	37.94 (September 2018)
HSI Correlation (2018)	0.89
HSCI Correlation (2018)	0.958

## 5-Min Avg. Bid-Ask Spreads (28 September 2018)

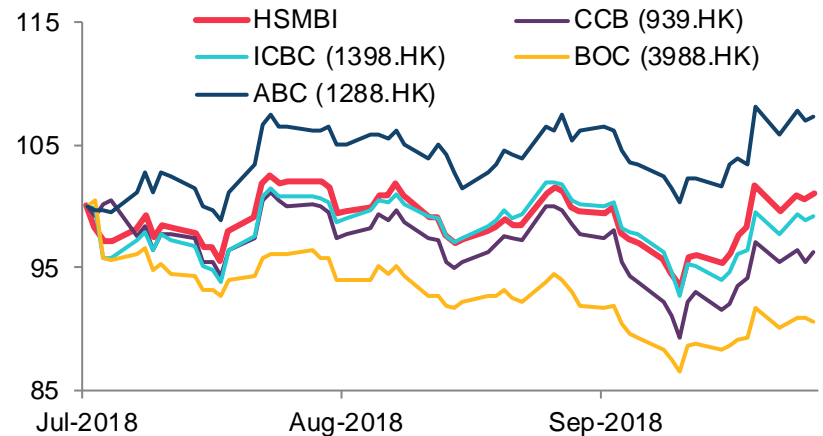


Hang Seng Mainland Banks Index Futures	
Contract Multiplier	HK\$50
Notional Value (1 Contract)	HK\$0.15Mn (As at 28 September 2018)
Avg. Quote Size	HK\$0.76Mn (5 Contracts)
Avg. Bid-Ask Trading Spread	2.6 index points (September 2018)
Liquidity Providers	CSC, Flow , IBG, IMC, Optiver, Tibra, Yue Kun

**1 HSMBI Futures have relatively tighter Bid-Ask Spreads**

Transaction Cost*	
Stamp Duty	N/A
Trading Fee	HK\$2 / contract
SFC Levy	HK\$0.54 / contract
Margin as of 1 August 2018	HK\$7,670

## Index & Constituents 3-Month Performance (Rebased to 100)



**2 Futures contracts have relatively lower transaction costs**

**3 HSMBI Futures can be used for hedging**



Data Source: HKEX, HSIL, Bloomberg

\* All calculations are in HKD and exclude commission fees

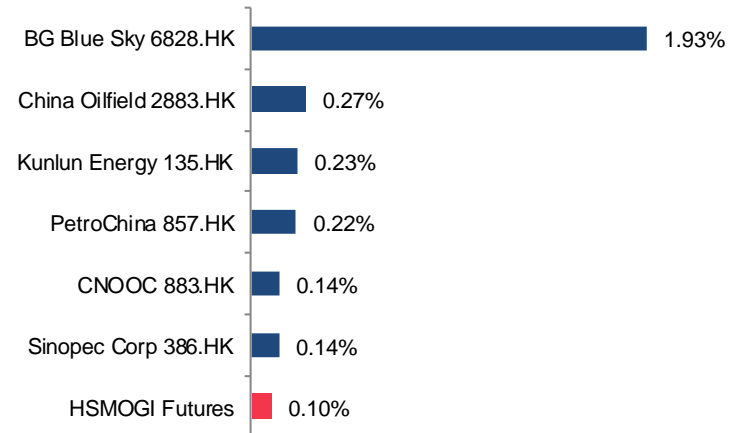
As at 28 September 2018

Information for reference only

# Hang Seng Mainland Oil & Gas Index Futures Performance

Hang Seng Mainland Oil & Gas Index (HSMOGI)	
Index Description	7 largest and most representative HKEX-listed mainland oil & gas stocks
Index Level	2,206.94 (As at 28 September 2018)
Index Volatility (30-Day Historical)	21.3
Index Avg. Day High-Low Range	26.60 (September 2018)
HSI Correlation (2018)	0.687
HSCEI Correlation (2018)	0.689

## 5-Min Avg. Bid-Ask Spreads (28 September 2018)

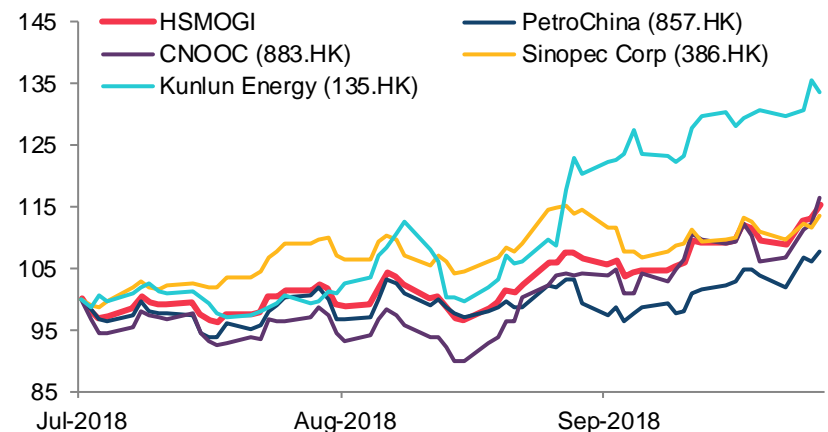


Hang Seng Mainland Oil & Gas Index Futures	
Contract Multiplier	HK\$50
Notional Value (1 Contract)	HK\$110K (As at 28 September 2018)
Avg. Quote Size	HK\$0.55Mn (5 Contracts)
Avg. Bid-Ask Trading Spread	2.2 index points (September 2018)
Liquidity Providers	Flow , IBG, IMC, Optiver, Tibra, Yue Kun

**1 HSMOGI Futures have relatively tighter Bid-Ask Spreads**

Transaction Cost*	
Stamp Duty	N/A
Trading Fee	HK\$2 / contract
SFC Levy	HK\$0.54 / contract
Margin as of 1 August 2018	HK\$4,690

## Index & Constituents 3-Month Performance (Rebased to 100)



**2 Futures contracts have relatively lower transaction costs**

**3 HSMOGI Futures can be used for hedging**



Data Source: HKEX, HSIL, Bloomberg

\* All calculations are in HKD and exclude commission fees

As at 28 September 2018

Information for reference only

# Hang Seng Mainland Properties Index Futures Performance

## Hang Seng Mainland Properties Index (HSMPI)

<b>Index Description</b>	10 largest and most representative HKEX-listed mainland properties stocks
<b>Index Level</b>	5,809.91 (As at 28 September 2018)
<b>Index Volatility (30-Day Historical)</b>	35.7
<b>Index Avg. Day High-Low Range</b>	140.81 (September 2018)
<b>HSI Correlation (2018)</b>	0.749
<b>HSCEI Correlation (2018)</b>	0.729

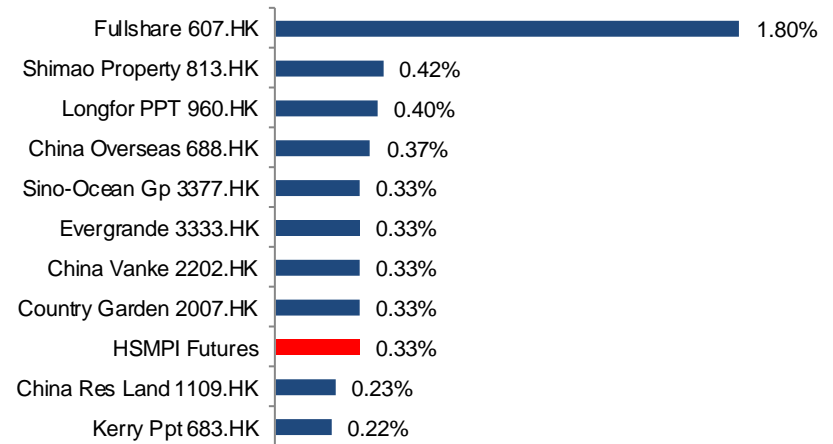
## Hang Seng Mainland Properties Index Futures

<b>Contract Multiplier</b>	HK\$50
<b>Notional Value (1 Contract)</b>	HK\$0.29Mn (As at 28 September 2018)
<b>Avg. Quote Size</b>	HK\$1.5Mn (5 Contracts)
<b>Avg. Bid-Ask Trading Spread</b>	5.1 index points (September 2018)
<b>Liquidity Providers</b>	Flow , IMC, Optiver

## Transaction Cost\*

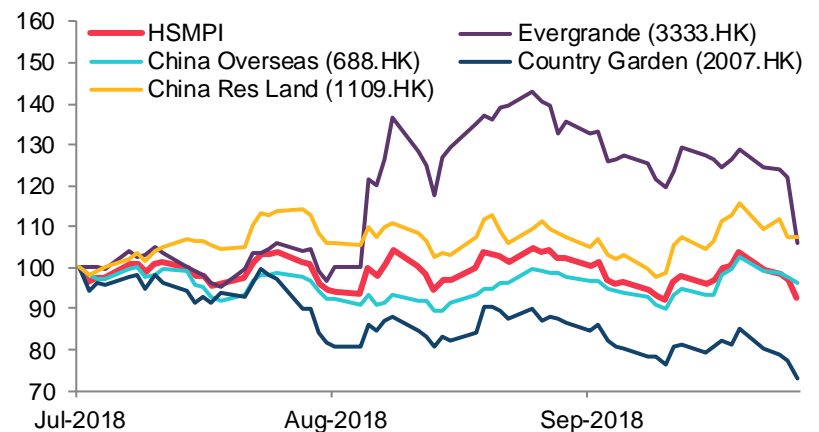
<b>Stamp Duty</b>	N/A
<b>Trading Fee</b>	HK\$2 / contract
<b>SFC Levy</b>	HK\$0.54 / contract
<b>Margin as of 1 August 2018</b>	HK\$25,400

## 5-Min Avg. Bid-Ask Spreads (28 September 2018)



**1 HSMPI Futures have relatively moderate Bid-Ask Spreads**

## Index & Constituents 3-Month Performance (Rebased to 100)



**2 Futures contracts have relatively lower transaction costs**

**3 HSMPI Futures can be used for hedging**



Data Source: HKEX, HSIL, Bloomberg

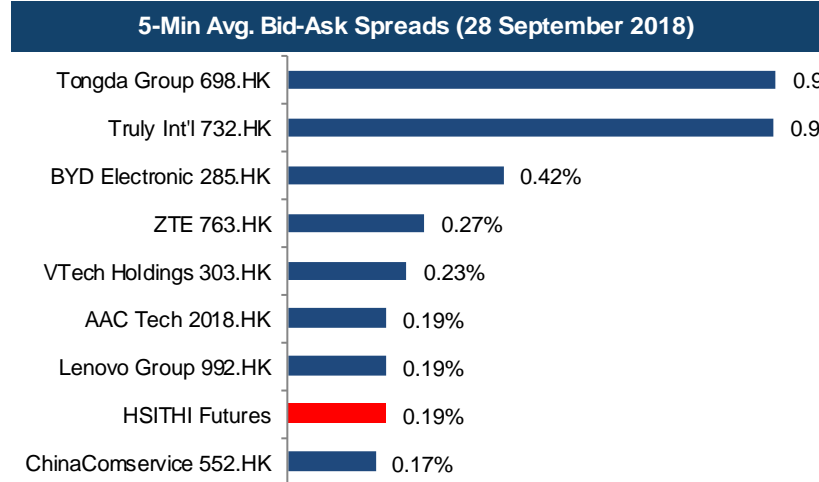
\* All calculations are in HKD and exclude commission fees

As at 28 September 2018

Information for reference only

# Hang Seng IT Hardware Index Futures Performance

Hang Seng IT Hardware Index (HSITHI)	
Index Description	10 largest and most representative HKEX-listed IT hardware stocks
Index Level	3,186.96 (As at 28 September 2018)
Index Volatility (30-Day Historical)	25.0
Index Avg. Day High-Low Range	42.30 (September 2018)
HSI Correlation (2018)	0.729
HSCBI Correlation (2018)	0.675

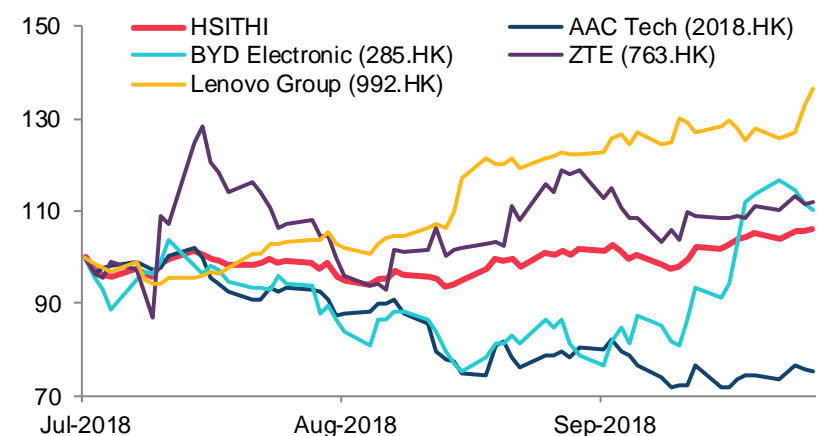


Hang Seng IT Hardware Index Futures	
Contract Multiplier	HK\$50
Notional Value (1 Contract)	HK\$0.16Mn (As at 28 September 2018)
Avg. Quote Size	HK\$0.80Mn (5 Contracts)
Avg. Bid-Ask Trading Spread	5.5 index points (September 2018)
Liquidity Providers	Flow

**1 HSITHI Futures have relatively moderate Bid-Ask Spreads**

Transaction Cost*	
Stamp Duty	N/A
Trading Fee	HK\$2 / contract
SFC Levy	HK\$0.54 / contract
Margin as of 1 August 2018	HK\$9,390

**Index & Constituents 3-Month Performance (Rebased to 100)**



**2 Futures contracts have relatively lower transaction costs**

**3 HSITHI Futures can be used for hedging**



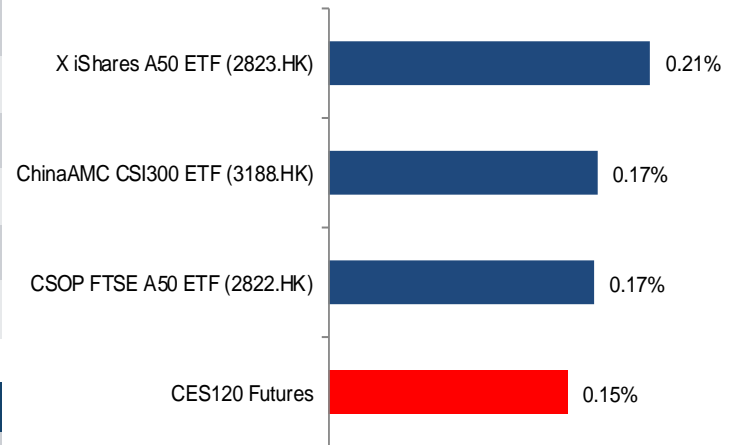
# CES120 Index Futures Performance

CES120 Index	
Index Description	80 A-Shares and 40 HK-listed Mainland China H-shares, P-chips, and red chips
Index Level	6,304.51 (As at 28 September 2018)
Index Volatility (30-Day Historical)	16.3
Index Avg. Day High-Low Range	77.34 (September 2018)
CSI300 Correlation (2018)	0.934
FTSE A50 Correlation (2018)	0.934

CES120 Index Futures	
Contract Multiplier	HK\$50
Notional Value (1 Contract)	HK\$0.32Mn (As at 28 September 2018)
Average Quote Size	HK\$1.58Mn (5 Contracts)
Average Bid-Ask Trading Spread	9.7 index points (September 2018)
Liquidity Providers	Flow, IMC, Tibra

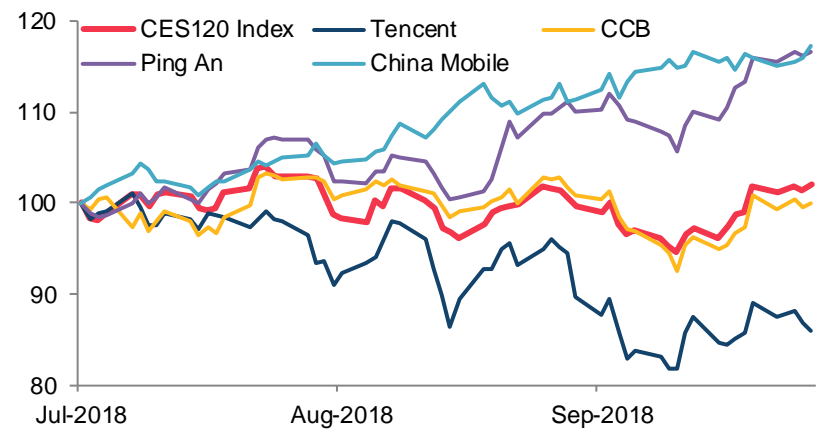
Transaction Cost*	
Stamp Duty	N/A
Trading Fee	HK\$5 / contract
SFC Levy	HK\$0.54 / contract
Margin as of 1 August 2018	HK\$16,050

## 5-Min Avg. Bid-Ask Spreads (28 September 2018)



1 CES120 Futures have relatively tighter Bid-Ask Spreads

## CES120 & Top Constituents' 3-Month Performance (Rebased to 100)



3 CES120 Futures can be used to hedge A-share positions

2 Futures contracts have relatively lower transaction costs



# Sector Index and Sector Index Futures Access Codes

Hong Kong and International Information Vendors								
Information Vendor	Mainland Banks Index	Mainland Banks Index Futures	Mainland Properties Index	Mainland Properties Index Futures	Mainland Oil & Gas Index	Mainland Oil & Gas Index Futures	IT Hardware Index	IT Hardware Index Futures
AASTOCKS		221420		221425		221415		221435
Activ Financial	=0200700.HK	MBI/16K.HF	=0200800.HK	MPI/16K.HF	=0201000.HK	MOI/16K.HF	=0201100.HK	ITI/16K.HF
AFE	837451	870809	837451	870810	837451	870808	837451	870812
Bloomberg	HSMBI Index	BMWA Index	MSMPI Index	PPTA Index	HSMOGI Index	OGIA Index	HSITHI Index	IHWA Index
DB Power		MBI		MPI		MOI		ITI
ET Net	MBN	MBI	MPR	MPI	MOG	MOI	ITW	ITI
Infocast	HSMBI	MBI	MSMPI	MPI	MOGI	MOI	ITHI	ITI
QuotePower	SEHK.HHSM BI	P11223	SEHK.HHSM PI	P11224	SEHK.HHS MOGI	P11222	SEHK.HHSIT HI	P11226
Telequote		MBImy		MPImy		MOImy		ITImy

Mainland Information Vendors								
Information Vendor	Mainland Banks Index	Mainland Banks Index Futures	Mainland Properties Index	Mainland Properties Index Futures	Mainland Oil & Gas Index	Mainland Oil & Gas Index Futures	IT Hardware Index	IT Hardware Index Futures
East Money	HSMBI	MBI	HSMPI	MPI	HSMOGI	MOI	HSITHI	ITI
Hexin Flush Financial		MBIC		MPIC		MOIC		ITIC
Pobo Financial		MBI+Month+Year		MPI+Month+Year		MOI+Month+Year		ITI+Month+Year
Qianlong	999905	209	999902	209	999903	209	999906	209
Wind	HSMBI	MBIF+yyymm+HK	HSMPI	MPIF+yyymm+HK	HSMOGI	MOIF+yyymm+HK	HSITHI	ITIF+yyymm+HK



# CES120 Index and CES120 Index Futures Access Codes

Hong Kong and International Information Vendors		
Information Vendor	CES 120 Index	CES 120 Index Futures
Bloomberg Finance L.P.	CES120	CESA Index DES <GO>
Thomson Reuters	.HKCES120	0#HCHH:
AAStocks.com Limited	110056	221360
AFE Solutions Ltd.	837505	870800
DB Power Online Limited	CES120	CHH
ET Net Limited	CEC	CHH
Infocast Limited	CE120	CHH
Interactive Data Group	I:CES120	Fn:CHH\MYYDD
Marketprizm Hong Kong Limited	CES120	CHHmy
SIX Financial Information Ltd.	CES120	CHHmy
Telequote Data International Limited	CES120	CHHmy

Mainland Information Vendors		
Information Vendor	CES 120 Index	CES 120 Index Futures
Hithink RoyalFlush Information Network Ltd	CES120	CHHC
Shanghai DZH Limited	CES120	CHH+Month Code+Year Code
Shanghai Gildata Services Co Ltd	CES120	-
Shanghai Wind Information Co., Ltd	CES120	CHHF+yyymm+.HK
Zheng Zhou Esunny Information Technology Co, Ltd.	-	CHH
Shanghai Wenhua Financial Information Ltd	-	CHHmy
Shanghai Qianlong Advanced Technology Co Ltd	CES120	Page 209

