

February 2016

FEBRUARY 2016 HIGHLIGHTS

Global equity markets continued to be volatile in February. Hang Seng Index (HSI) reached 18278.8 on 12 Feb which was the lowest level in the past 3 years. HSI Volatility Index (VHSI) which measures the overall implied volatility of HSI options increased reached 36 in the same period. Stock Options trading volume slightly outperformed cash market as average daily turnover of cash dropped 20% while average daily volume of Stock Options dropped 15%. Despite dropping in volume, options volume in banks were outperformer due to financial turmoil. Open interest of HSBC (0005.HK), CCB (0939.HK), Ping An (2318.HK) and Bank of China (3988.HK) increased in this month.

TRADE OVERVIEW

	Traded (Avg. Daily)	% Chg Mom	% Chg YoY
Notional (HK\$m)	4,641	-30.6%	-40.3%
Premium (HK\$m)	170	-31.4%	-23.8%
Contracts	253,497	-26.5%	-15.7%

Current number of stock options classes: 85

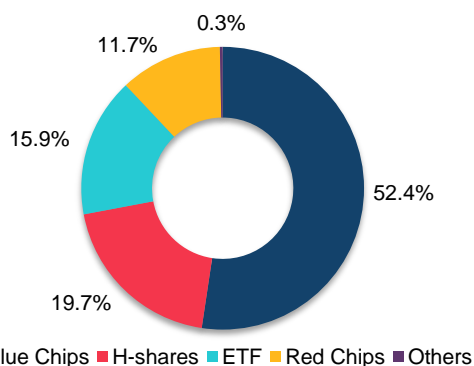
Number of trading days in current month: 18

TOP OPEN INTEREST (NOTIONAL)

Option	Calls	Puts	Total	% Chg MoM
Bank of China	892	937	1,829	+0%
Tencent	4,985	3,437	8,422	+1%
CCB	1,107	1,196	2,303	+4%
ICBC	913	991	1,904	-1%
HKEX	4,157	3,463	7,620	-1%

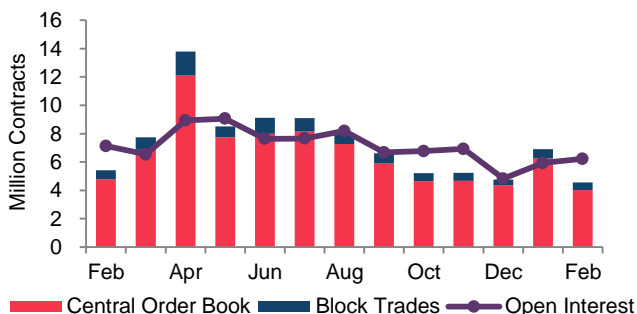
Note: Notional value in HK\$m, as of last trading day in February

Trade Distribution

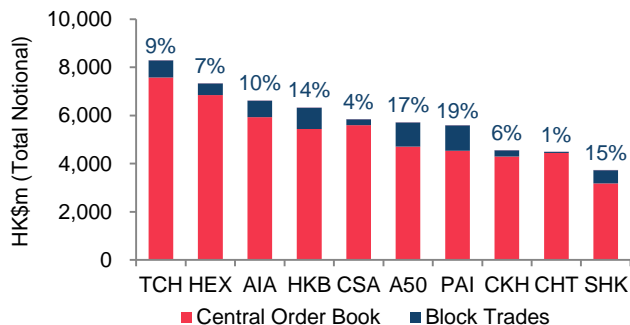


Note: On month total notional

Trade vs Open Interest



Most Traded Options



Do you Know?

HKEX is launching 7 sector index futures on 9th May 2016. The underlying indices are as below:

- CES Gaming Top 10 Index (CESGI0)
- Hang Seng Mainland Banks Index (HSMBI)
- Hang Seng Mainland Properties Index (HSMPI)
- Hang Seng Mainland Oil & Gas Index (HSMOGI)
- Hang Seng Software & Services Index (HSSSI)
- Hang Seng IT Hardware Index (HSITHI)
- Hang Seng Mainland Healthcare Index (HSMHI)

The introduction of the new sector index futures gives investors more trading opportunities by long short strategies involving single stocks versus sector indices.

For more details, please visit

<http://www.hkex.com.hk/eng/prod/drprod/sec/secf.htm>

CLASS OVERVIEW¹ – FEBRUARY 2016

STOCK CODE	UNDERLYING STOCK	OPTIONS TRADED					OPTIONS OPEN INTEREST*		
		Market Cap (HK\$m)	Total Turnover (HK\$m)	Total Notional (HK\$m)	Block Trades Notional (HK\$m)	Premium (HK\$m)	Contracts	Notional (HK\$m)	Contracts
1	CKH (CKH)	362,617	10,079	4,545	254	56	48,380	4,348	46,282
2	CLP (CLP)	171,293	4,058	378	--	5	11,137	279	8,234
3	HK & China Gas (HKG)	158,154	2,173	96	--	4	7,020	125	9,161
4	Wharf (WHL)	118,362	3,686	438	--	17	11,209	420	10,754
5	HSBC (HKB)	977,428	25,263	6,312	873	283	317,803	7,315	368,339
6	Power Assets (HEH)	157,295	3,681	438	--	8	11,880	275	7,465
11	Hang Seng Bank (HSB)	251,216	5,419	590	158	27	44,912	932	70,931
12	Henderson Land (HLD)	138,883	4,221	421	--	11	10,032	492	11,719
16	SHK Properties (SHK)	251,291	6,955	3,719	542	106	42,820	3,073	35,382
17	New World Dev (NWD)	60,420	1,973	59	--	4	9,066	56	8,626
19	Swire Pacific-A (SWA)	110,727	1,790	320	--	9	8,453	394	10,395
23	Bank of East Asia (BEA)	65,363	1,956	143	2	5	28,796	52	10,515
27	Galaxy (GLX)	111,206	9,255	2,770	13	92	106,120	1,662	63,662
66	MTR Corp (MTR)	210,633	2,105	116	--	2	6,454	136	7,565
135	Kunlun Energy (KLE)	44,882	1,250	40	--	2	3,563	216	19,460
151	Want Want China (WWC)	65,597	2,664	13	--	2	2,492	21	4,028
267	Citic Pacific (CIT)	307,775	2,040	122	--	6	11,573	294	27,805
293	Cathay Pacific (CPA)	48,780	825	8	--	--	643	11	912
330	Esprit (ESP)	13,512	514	3	--	--	4,284	6	9,018
358	Jiangxi Copper (JXC)	42,128	974	77	--	4	9,458	173	21,298
386	Sinopec (CPC)	603,653	6,552	433	17	23	49,971	784	90,499
388	HKEx (HEX)	204,122	13,458	7,332	485	205	434,126	7,620	451,181
390	China Railway (CRG)	181,853	1,865	20	--	2	3,975	43	8,762
489	Dongfeng Motor Group Co. Ltd. (DFM)	78,148	2,458	37	--	2	2,066	48	2,631
494	Li & Fung (LIF)	36,944	1,712	41	--	3	4,670	60	6,815
688	China Overseas (COL)	227,779	8,311	1,610	23	53	34,855	2,229	48,244
700	Tencent (TCH)	1,334,455	44,380	8,289	710	205	584,111	8,422	593,550
728	China Telecom (CTC)	301,878	3,148	116	37	6	15,536	229	30,722
762	China Unicom (CHU)	212,171	4,716	563	195	23	31,766	1,094	61,755
857	PetroChina (PEC)	1,503,863	8,283	996	100	47	99,825	1,437	143,970
883	CNOOC (CNC)	355,394	11,577	1,051	40	48	132,028	1,543	193,815
902	Huaneng Power (HNP)	114,271	1,957	73	--	4	6,019	107	8,874
914	Anhui Conch (ACC)	86,929	3,502	168	--	12	21,769	317	41,065
939	CCB (XCC)	1,145,461	18,106	1,301	155	69	286,025	2,303	506,160

Note:

¹Data in class overview section can be downloaded in csv format in our publication website:

<http://www.hkex.com.hk/eng/prod/drprod/so/SOMonthlyNewsletter.htm>

*Open Interest as of last trading day of the month

CLASS OVERVIEW¹ – FEBRUARY 2016

STOCK CODE	UNDERLYING STOCK	OPTIONS TRADED					OPTIONS OPEN INTEREST*		
		Market Cap (HK\$m)	Total Turnover (HK\$m)	Total Notional (HK\$m)	Block Trades Notional (HK\$m)	Premium (HK\$m)	Contracts	Notional (HK\$m)	Contracts
941	China Mobile (CHT)	1,683,085	19,275	4,480	38	117	108,993	4,470	108,759
992	Lenovo Group (LEN)	72,095	6,577	1,232	863	39	94,882	770	59,293
998	Citic Bank (CTB)	281,206	2,488	175	123	12	40,820	440	102,472
1044	Hengan International (HGN)	74,765	3,737	66	--	2	2,142	71	2,297
1088	China Shenhua (CSE)	303,794	2,945	169	--	11	31,026	434	79,497
1109	China Resources Land (CRL)	128,638	3,998	115	--	6	3,101	200	5,376
1113	Cheung Kong Property (CKP)	153,615	3,970	87	--	4	2,174	135	3,402
1171	Yanzhou Coal (YZC)	43,342	424	38	--	2	5,680	71	10,699
1186	China Rail Cons (CRC)	148,098	1,877	16	--	2	4,380	35	9,474
1211	BYD (BYD)	128,866	3,970	87	--	6	4,528	158	8,193
1288	ABC (XAB)	1,121,849	5,507	491	118	23	19,193	1,284	50,174
1299	AIA (AIA)	478,319	31,402	6,604	674	181	166,343	4,076	102,670
1336	NCI (NCL)	106,947	1,866	4	--	2	1,556	18	7,780
1339	Peoples Insurance Company (PIN)	119,211	1,392	16	--	1	1,110	46	3,294
1359	Cinda (CDA)	84,478	1,637	20	--	1	1,693	48	4,162
1398	ICBC (XIC)	1,622,412	16,913	782	83	38	203,722	1,904	495,957
1800	China Com Cons (CCC)	178,173	3,271	216	--	11	30,860	257	36,729
1816	CGN Power (CGN)	101,805	1,842	7	--	--	293	9	406
1880	Belle (BIH)	42,677	1,331	32	--	2	6,373	51	10,172
1898	China Coal (CCE)	63,883	393	13	--	1	5,073	27	10,529
1919	China Cosco (CCS)	56,872	450	1	--	--	634	6	4,553
1928	Sands China (SAN)	218,678	8,530	1,015	22	40	93,607	1,143	105,445
1988	Minsheng Banking (MSB)	340,508	4,031	211	36	8	13,253	423	26,502
2038	FIH Mobile (FIH)	21,944	345	--	--	--	173	2	889
2282	MGM China (MGM)	33,820	1,458	5	--	--	1,329	9	2,544
2318	Ping An (PAI)	617,874	21,721	5,587	1,051	284	339,633	7,175	436,176
2319	Mengniu Dairy (MEN)	43,834	2,159	21	--	1	1,876	27	2,459
2328	PICC (PIC)	174,087	4,369	174	--	7	7,416	283	12,063
2333	Great Wall Motor (GWM)	76,041	4,408	102	--	6	36,565	176	62,899
2388	BOCHK (BOC)	213,570	4,155	539	39	22	53,381	607	60,059
2600	Chalco (ALC)	69,006	3,403	75	--	5	14,170	47	8,772
2601	CPIC (CPI)	245,157	4,734	519	--	24	20,655	431	17,139
2628	China Life (CLI)	617,062	16,860	2,935	249	232	173,437	2,956	174,728

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2777	Guangzhou R&F (RFP)	29,581	798	11	--	--	2,886	18	4,931
2888	Stan Chart (STC)	147,681	4,424	97	--	5	43,082	80	35,630
2899	Zijin Mining (ZJM)	72,131	2,375	20	--	1	4,324	25	5,310
3323	CNBM (NBM)	18,573	1,083	53	10	4	7,767	141	20,549
3328	BoCom (BCM)	396,216	2,499	107	--	9	24,076	271	60,935
3800	Poly Energy (PLE)	21,004	1,165	9	--	--	1,604	7	1,213
3888	Kingsoft (KSO)	20,032	1,293	72	--	3	4,692	118	7,701
3968	CM Bank (CMB)	423,203	6,509	422	29	25	57,944	1,100	151,102
3988	Bank of China (XBC)	1,036,040	14,622	637	204	40	218,876	1,829	628,447
6030	CITIC Securities Co. Ltd. (CTS)	200,774	2,725	86	4	11	11,544	113	15,134
6837	Haitong Securities (HAI)	157,648	2,616	235	77	21	10,365	341	15,073
ETF									
2800	Tracker Fund (TRF)	67,260	17,413	117	--	4	12,143	169	17,531
2822	CSOP FTSE China A50 ETF (CSA)	18,365	14,538	5,841	239	172	114,757	5,403	106,151
2823	iShares A50 ETF (A50)	27,580	16,392	5,702	987	277	130,326	7,389	168,896
2827	WISE CSI300 ETF (CS3)	3,043	313	--	--	--	13	--	18
2828	HS H-SHARE ETF (HCF)	42,129	19,976	38	--	4	2,379	50	3,118
3188	CAM CSI300 ETF (AMC)	9,038	4,652	1,626	35	56	23,257	1,187	16,983
	Total:	22,410,492	525,737	83,545	8,485	3,067	4,562,943	92,546	6,223,879

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