

香港期貨交易所有限公司

(香港交易及結算所有限公司全資附屬公司)

HONG KONG FUTURES EXCHANGE LIMITED

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

通告 CIRCULAR

Subject: Revision of Cash Incentive Program for Indian Rupee versus US Dollar
("INR/USD") Futures contract

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Reference is made to the circular dated 4 December 2020 (Ref.: [MKD/FIC/008/20](#)) regarding the Cash Incentive Program for trading US Dollar versus Renminbi (Hong Kong) ("USD/CNH") Futures contract and Indian Rupee versus US Dollar ("INR/USD") Futures contract. Hong Kong Futures Exchange Limited ("the Exchange") announces the revision of the Cash Incentive Program for the INR/USD Futures contract ("the Program") for the period from 1 June 2021 (T session)¹ to 31 December 2021².

The details of the revised incentives and obligations for trading the INR/USD Futures contract ("Contract") are set out in the table below. The other terms of the Program³ remain unchanged.

Period	1 June 2021 (T session) ¹ until 31 December 2021	
Type of Liquidity Provider ("LP") ⁴	Type 1	Type 2
Quota	7	
Cash incentive, in HKD:	110,000	70,000
Exchange trading fee per contract, in HKD	nil (guaranteed ⁵)	nil (guaranteed ⁵)
Trading requirements	Continuous Quotes	

¹ Nil Exchange trading fee will also apply to transactions effected by LP during T+1 session, i.e. from 5:15 p.m. on 31 May 2021 to 3:00 a.m. on 1 June 2021.

² There shall be no trading after 12:30 p.m. on the eves of Christmas, New Year and Lunar New Year. The trading hours on those three days shall be 8:30 a.m. – 12:30 p.m.

³ The Program also includes USD/CNH Futures and Mini USD/CNH Futures contracts.

⁴ For avoidance of doubt, Type 3 LP is no longer available in the revised Program for the Contract.

⁵ Exchange trading fee will be waived to all LPs assigned to the Contract.

Contract Months	spot, next and 3 rd month	
Max. Bid / Offer Spread (ticks)	T and T+1 sessions • spot: 2 • next month: 4 • 3 rd month: 20	T and T+1 sessions • spot: 3 • next month: 5 • 3 rd month: 20
Quote Size (number of contracts)	10	
% of trading hours ⁶	50% of T session and 20% of T+1 session	

If the effective date of the appointment is later than the first Business Day of a calendar month, the amount of the cash incentive will be pro-rated based on the number of Business Days from such date to the end of the month over the total number of Business days in that month.

Each LP will be entitled to nil Exchange trading fees on the transactions effected in the Contract according to the revised terms above and such will apply to the trades conducted by the LP on and after the effective date of the appointment under the revised Program.

Quota

LP applicants may apply to provide liquidity to any or all contracts under the Program. However, as the LP quota is limited⁷, the Exchange may allocate and / or re-assign the quota depending on the Exchange's business plan at the time of selection and the applicant's indication of commitment.

Application Procedure

For the avoidance of doubt, the existing appointments of all LPs for the Contract will be terminated after close of the T+1 session on 1 June 2021, but nil Exchange trading fee will apply to the transactions effected in the Contract for the LPs who will continue to trade the Contract during the following T session. The revised Program is now open for application and interested candidates are required to submit their applications to the aforementioned enquiry contacts.

Julien Martin

Head of FIC Development

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This circular has been prepared in English with a Chinese translation. If there is any inconsistency between the two versions, the English version shall prevail.

⁶ There is no obligation to quote in T+1 session after the trading of the spot month ceases at 3 p.m. for the INR/USD Futures contract on the last trading day.

⁷ The quota is indicative and could be revised subject to the Exchange's plan or budget.