

香港聯合交易所有限公司  
(香港交易及結算所有限公司全資附屬公司)

THE STOCK EXCHANGE OF HONG KONG LIMITED  
(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

## 通告 CIRCULAR

Subject: **Launch of Leveraged and Inverse Products**

Enquiry: Participant General Enquiry

(Tel : 2211 6051 / 2211 6156 E-mail : [ETFs@hkex.com.hk](mailto:ETFs@hkex.com.hk))

Leveraged and Inverse Products (L&I Products) will be authorised as a new type of Collective Investment Scheme by the Securities and Futures Commission (SFC) and will be listed and traded on the Stock Exchange. Exchange Participants (EPs) are advised to note and understand L&I Product features and corresponding obligations when providing services to clients.

Leveraged Products typically aim to deliver a daily return equivalent to a multiple of the underlying index return that they track. Inverse Products typically aim to deliver the opposite of the daily return of the underlying index that they track. In overseas markets, they are commonly known as Leveraged and/or Inverse ETFs.

### **Margin financing**

Similar to ETFs and stocks, margin financing is allowed for L&I Products subject to an individual EP's risk management policy. However, in view of the leveraged and/or inverse features of L&I Products and the additional leverage impact from margin financing, EPs are advised not to provide margin financing to investors for trading of L&I Products.

To facilitate EPs and investors to understand more about L&I Products, please refer to the SFC's [Circular on Leveraged and Inverse Products](#) and [Circular on Providing Services to Clients with respect to Leveraged and Inverse Products](#) on L&I Products relating to authorisation and point of sale requirements as well as to HKEX's [L&I Products webpage](#) for further information.

For enquiries, please email [ETFs@hkex.com.hk](mailto:ETFs@hkex.com.hk).

**Brian Roberts**  
**Senior Vice President**  
**Head of ETFs**  
**Market Development Division**

*This circular has been issued in the English language with a separate Chinese language translation. If there is any conflict in the circulars between the meaning of Chinese words or terms in the Chinese language version and English words in the English language version, the meaning of the English words shall prevail.*