

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: Error Trade Claims in the Derivatives Market

Enquiry: HKATS Hotline¹ Tel: 2211-6360

Pursuant to Options Trading Rule 540 of the the Options Trading Rules of The Stock Exchange of Hong Kong Limited (“the Exchange”), Exchange Participants may claim that a trade took place at a level which deviated from the price parameters established by the Exchange (i.e. that is an error trade) no later than 30 minutes after the time of the trade.

This circular sets forth the information that needs to be provided by the Exchange Participant in support of the claim, failing which the Exchange may consider the claim deficient and may in its absolute discretion not entertain the claim.

Information that must be included in the claim

Exchange Participants shall ensure that for each trade in respect of which a claim under Options Trading Rule 540 is made, the following information in the format indicated is either submitted to the Exchange together with the claim or separately but in any event no later than the prescribed time for making a claim:

Claim Detail	Remark
Time	In the format of hh:mm:ss
Series	In accordance with HKATS series naming standard. For details please refer to Appendix I of the HKATS User's Guide
Match ID	Identifier of the trade provided by HKATS
Trade number	Identifier of the trade provided by DCASS

¹ All calls to the HKATS hotline would be recorded. Please refer to the following link for HKEX privacy policy statement: http://www.hkex.com.hk/eng/global/privacy_policy.htm

Claim Detail	Remark
Buy/Sell	Specify whether the trade is a buy or sell trade
Price	Executed price of the trade
Quantity	Executed quantity of the trade
The indicative reference price used by the Exchange Participant on which claim is based	Price value ²

Exchange Participants must take all reasonable efforts to remind their operation staff **NOT to perform any trade and position adjustments on any error trades** that has been published by HKEX.

Exchange Participants may submit error trade claims via the HKATS hotline at (+852) 2211-6360 and supplement the claim details that are filled in spreadsheet format. Upon receiving all the claim details from the claimant, the Exchange will handle the claim in accordance with the relevant procedures set out in Options Trading Rule 540.

The decisions of the special HKATS Error Trade Review Panel shall be binding on all parties to the error trade. Exchange Participants should not expect that all error trade claims submitted to the Exchange will be cancelled.

All Exchange Participants are reminded to put in place appropriate risk controls regarding orders that are placed and trades that are executed on HKATS to prevent the occurrence of error trades.

Sanly Ho
Head
Derivatives Trading
Markets 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.

² The Exchange may, in its sole discretion, require the Exchange Participant to indicate how the price value is determined and the basis of using that price value for the claim as the Exchange considers appropriate in the circumstance.