

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: **Calculation, Reporting and Use of Revised Return of Trading Fee, Transaction Levies and Investor Compensation Levy**

Enquiry: **Participant General Enquiry Hotline<sup>1</sup> (Tel : 2840 3626 E-mail : [trd@hkex.com.hk](mailto:trd@hkex.com.hk))**

Reference is made to the Exchange Circular (Ref No.: [CT/086/21](#)) dated 28 June 2021 in relation to the commencement of the Payment of Financial Reporting Council Transaction Levy (“FRC Transaction Levy”) from 1 January 2022.

### Revised Return

Exchange Participants (EPs) are requested to note that the “Return of Trading Fee, Transaction Levies and Investor Compensation Levy”<sup>2,3</sup> (the “Return”) has been revised and the revised Return ([Attachment 1](#)) should be used for reporting fee and levies incurred from Hong Kong securities transactions executed on or after 1 January 2022.

### Fee and Levies Calculation

EPs are also reminded that Trading Fee, Investor Compensation Levy (currently suspended), SFC Transaction Levy<sup>2</sup> and FRC Transaction Levy (effective from 1 January 2022) for every applicable purchase and sales of securities recorded on the Exchange should be **calculated and rounded to the nearest cent individually**, before they are consolidated and reported to the Exchange in the monthly Return. Examples are provided below for reference.

### Examples

A transaction concluded with following details,

- Shares traded: 5,000 shares
- Traded price: HK\$2.50
- Consideration: HK\$12,500

<sup>1</sup>All calls to and from the Participant General Enquiry Hotline may be recorded. HKEX Privacy Policy Statement is available [here](#).

<sup>2</sup>SFC Transaction Levy is levy payable to the Securities and Futures Commission pursuant to the provisions of section 394 of the Securities and Futures Ordinance.

<sup>3</sup>SFC Transaction Levy and FRC Transaction Levy are collectively known as Transaction Levies.

| Fee Items   | Subtotal   |
|---|--|
| Trading Fee payable to the Exchange<br>(currently 0.005% per side of the consideration of a transaction)  | HK\$0.63<br>(rounded to the nearest cent of HK\$0.625)   |
| SFC Transaction Levy payable to the Securities and Futures Commission<br>(currently 0.0027% per side of the consideration of a transaction)         | HK\$0.34<br>(rounded to the nearest cent of HK\$0.3375)  |
| FRC Transaction Levy payable to the Financial Reporting Council (0.00015% per side of the consideration of a transaction, effective 1 January 2022) | HK\$0.02<br>(rounded to the nearest cent of HK\$0.01875) |
| <b>Total payment for Trading Fee, SFC Transaction Levy and FRC Transaction Levy per side of the transaction</b>                                     | <b>HK\$0.99</b>  |

Another transaction concluded with following details,

- Shares traded: 3,000 shares
- Traded price: HK\$1.49
- Consideration: HK\$4,470

| Fee Items   | Subtotal  |
|---|---|
| Trading Fee   | HK\$0.22<br>(rounded to the nearest cent of HK\$0.2235)   |
| SFC Transaction Levy  | HK\$0.12<br>(rounded to the nearest cent of HK\$0.12069)  |
| FRC Transaction Levy  | HK\$0.01<br>(rounded to the nearest cent of HK\$0.006705) |
| <b>Total payment for Trading Fee, SFC Transaction Levy and FRC Transaction Levy per side of the transaction</b> | <b>HK\$0.35</b>   |

### Practice Session

A Practice Session (PS) allowing EPs to input orders and trades, calculate Trading Fee and Transaction Levies at their side and cross check with Exchange's report generated for PS purpose, is arranged on Saturday, 11 December 2021. Participating EPs should follow the activity rundown ([Attachment 2](#)) and can download an one-off report of Trading Fee, SFC Transaction Levy and FRC Transaction Levy generated from transactions in the PS from Electronic Communication Platform (ECP) from Tuesday, 14 December 2021 to Monday, 20 December 2021. No prior enrollment to the optional PS is required. EPs are advised to verify their calculated fee and levies amount, and follow up on any discrepancy found.

Amendments to relevant rules, regulations and procedures will be announced in due course once necessary regulatory approvals are obtained.

**Olivia Mak**  
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**Trading Department**  
**Operations Division**