

Rules and Procedures of HKFE Clearing Corporation Limited

CHAPTER II

HKCC PARTICIPANTSHIP

Procedure on application

210. An applicant approved pursuant to Rule 209 shall not be registered as an HKCC Participant unless and until it shall have satisfied all of the following conditions:-
- (a) (deleted)
213. Where it is proven to the satisfaction of the Clearing House that a certificate of Participantship is defaced, lost or destroyed, a new certificate may be issued on such terms as to evidence and indemnity as the Board thinks fit and on payment of any expenses incurred by the Clearing House in enquiring into the circumstances of the defacing, loss or destruction.

APPENDIX A

Fees

<u>Description</u>	<u>Amount¹</u>
<i>DCASS-Related Fees</i>	
DCASS workstation applications software or OAPI sub-license fee	1,750/month/connection
Access to the DCASS testing environment	100/day or part thereof provided that no access fee will be charged for the first 5 business days
Performance of login test or transaction test outside of HKCC's normal working hours	1,000/day or part thereof regardless of test results
OAPI certification	2,000/test regardless of test results
On-behalf-of processing	50/transaction (minimum fee of 500/day)
Re-print of reports	5/page up to 1,000 per report or per diskette

CCMS-Related Fees

Re-print of reports	5/page up to 1,000 per report or per diskette
CCMS Smart Card Reader	300 each
CCMS Smart Card	250/card

HKCC Participantship-Related Fees

Sale of HKCC Rule book – Exchange Participant	500
Sale of HKCC Rule book – non-Exchange Participant	1,000
Subscription to HKCC Rule updates – Exchange Participant	250/annum
Subscription to HKCC Rule updates – non-Exchange Participant	500/annum

**CLEARING HOUSE PROCEDURES FOR FUTURES/OPTIONS CONTRACTS
TRADED ON THE AUTOMATED TRADING SYSTEM OF THE EXCHANGE
("HKATS")**

Chapter 1 Registration Procedures

1.2 Types of Clearing Accounts in DCASS

1.2.3 Individual Client Account

In order to facilitate net margining on positions of a Client of an HKCC Participant, the Clearing House (upon the request of an HKCC Participant) may, in its absolute discretion, establish and maintain one or more Individual Client Accounts for the HKCC Participant. The Clearing House may prescribe a maximum number of Individual Client Accounts for an HKCC Participant. The Individual Client Account is for the recording, on an individual Client basis, of trades and positions of a Client of an HKCC Participant. Positions in an Individual Client Account are maintained and margined on a net basis. HKCC Participants shall ensure that all trades and positions maintained in an Individual Client Account belong to one Client only and such trades and positions are not held by a Client operating an Omnibus Account.