

Rules, Regulations and Procedures of Hong Kong Futures Exchange Limited

CHAPTER VIII

TRADING ARRANGEMENTS - PRACTICES AND SYSTEMS

Execution of Block Trades

815A. An Exchange Participant must ensure that the following criteria are satisfied when conducting a Block Trade:

(2) Minimum Volume Threshold

- (a) Subject to Rule 815A(2A), an Exchange Participant shall not execute any order as a Block Trade unless that order meets the applicable Minimum Volume Threshold set forth below and the Exchange Participant has received instructions or has been specifically authorized to execute the order as a Block Trade:

Exchange Contract	Minimum Volume Threshold (no. of contracts)
Currency Futures <u>(other than Mini USD/CNH Futures)</u>	50
<u>Mini USD/CNH Futures</u>	<u>100</u>

APPENDIX B - FEES

Description		Amount ¹
<i>Exchange trading fees</i>		
AUD/CNH Futures	House/Client a/c MM a/c	RMB5.00/Lot RMB5.00/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
EUR/CNH Futures	House/Client a/c MM a/c	RMB5.00/Lot RMB5.00/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
INR/CNH Futures	House/Client a/c MM a/c	RMB2.50/Lot RMB2.50/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
JPY/CNH Futures	House/Client a/c MM a/c	RMB5.00/Lot RMB5.00/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
USD/CNH Futures	House/Client a/c MM a/c	RMB8.00/Lot RMB1.60/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
<u>Mini USD/CNH Futures</u>	<u>House/Client a/c</u> <u>MM a/c</u>	<u>RMB1.60/Lot</u> <u>RMB1.60/Lot</u> <u>or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant</u>
CNH/USD Futures	House/Client a/c MM a/c	USD0.60/Lot USD0.60/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant

¹ Unless otherwise specified, the amounts listed in this appendix are in HK dollars

INR/USD Futures

House/Client a/c
MM a/c

USD0.60/Lot
USD0.60/Lot
or such lesser amount as the
Exchange may from time to
time agree with the relevant
Exchange Participant

USD/CNH Options

House/Client a/c
MM a/c

RMB8.00/Lot
RMB8.00/Lot
or such lesser amount as the
Exchange may from time to
time agree with the relevant
Exchange Participant

Contract Specifications
For
Australian Dollar vs Renminbi (Hong Kong) (“AUD/CNH”) Futures

The following Contract Specifications shall apply to the AUD/CNH Futures Contract:

Contract Size	AUD <u>80,000</u>
Trading Hours (Hong Kong time)	8:30 a.m. – 4:30 p.m. (day trading session) 5:15 p.m. – 3:00 a.m. (after-hours trading session) There is 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. (Hong Kong time)
Trading Hours on the Last Trading Day <u>(Hong Kong time)</u>	8:30 a.m. – 11:00 a.m. (Hong Kong time)
Position Limits	12,000 net contracts ₂ in all Contract Months combined ₂ per Exchange Participant for the Exchange Participant’s own behalf; and 12,000 net contracts ₂ in all Contract Months combined ₂ per Client

Contract Specifications
For
Euro vs Renminbi (Hong Kong) (“EUR/CNH”) Futures

The following Contract Specifications shall apply to the EUR/CNH Futures Contract:

Contract Size	EUR_50,000
Trading Hours (Hong Kong time)	8:30 a.m. – 4:30 p.m. (day trading session) 5:15 p.m. – 3:00 a.m. (after-hours trading session) There is 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. (Hong Kong time)
Trading Hours on the Last Trading Day <u>(Hong Kong time)</u>	8:30 a.m. – 11:00 a.m. (Hong Kong time)
Position Limits	12,000 net contracts ₂ in all Contract Months combined ₂ per Exchange Participant for the Exchange Participant’s own behalf; and 12,000 net contracts ₂ in all Contract Months combined ₂ per Client

Contract Specifications
For
Indian Rupee vs Renminbi (Hong Kong) (“INR/CNH”) Futures

The following Contract Specifications shall apply to the INR/CNH Futures Contract:

Contract Size	INR 2,000,000
Contract Months	Spot month, the next five calendar months and the next two calendar quarter months (i.e. where the quarter months are March, June, September and December). The Chief Executive may, in consultation with the Commission, introduce additional Contract Months for trading from time to time as he considers appropriate
Trading Hours (Hong Kong time)	8:30 a.m. – 4:30 p.m. (day trading session) 5:15 p.m. – 3:00 a.m. (after-hours trading session) There is 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.
Trading Hours on the Last Trading Day (Hong Kong time)	8:30 a.m. – 3:00 p.m. There is 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.
Position Limits	30,000 net contracts, in all Contract Months combined, per Exchange Participant for the Exchange Participant’s own behalf; and 30,000 net contracts, in all Contract Months combined, per Client

Contract Specifications
For
Japanese Yen vs Renminbi (Hong Kong) (“JPY/CNH”) Futures

The following Contract Specifications shall apply to the JPY/CNH Futures Contract:

Contract Size	JPY <u>6,000,000</u>
Trading Hours (Hong Kong time)	8:30 a.m. – 4:30 p.m. (day trading session) 5:15 p.m. – 3:00 a.m. (after-hours trading session) There is 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. (Hong Kong time)
Trading Hours on the Last Trading Day (<u>Hong Kong time</u>)	8:30 a.m. – 11:00 a.m. (Hong Kong time)
Position Limits	12,000 net contracts ₂ in all Contract Months combined ₂ per Exchange Participant for the Exchange Participant’s own behalf; and 12,000 net contracts ₂ in all Contract Months combined ₂ per Client

**Contract Specifications
For
US Dollar vs Renminbi (Hong Kong) (“USD/CNH”) Futures**

The following Contract Specifications shall apply to the USD/CNH Futures Contract:

Contract Size USD 100,000

Trading Hours 8:30 a.m. – 4:30 p.m. (day trading session)
(Hong Kong time) 5:15 p.m. – 3:00 a.m. (after-hours trading session)

There is 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. ~~(Hong Kong time)~~

Trading Hours on the Last Trading Day
(Hong Kong time) 8:30 a.m. – 11:00 a.m. ~~(Hong Kong time)~~

Position Limits ~~Position delta for the USD/CNH Futures Contract, Mini USD/CNH Futures, CNH/USD Futures Contract and USD/CNH Options Contract combined, a position delta of 8,000 long or short, in all Contract Months combined, per Exchange Participant for the Exchange Participant’s own behalf; and~~

Position delta for the USD/CNH Futures Contract, Mini USD/CNH Futures, CNH/USD Futures Contract and USD/CNH Options Contract combined, a position delta of 8,000 long or short, in all Contract Months combined, per Client

For this purpose, the position delta equivalent of (i) a Mini USD/CNH Futures Contract to a USD/CNH Futures Contract and (ii) a CNH/USD Futures Contract to a USD/CNH Futures Contract shall be calculated as follows:

Position Delta	Equivalent Position Delta
<u>One long Mini USD/CNH Futures Contract</u>	<u>0.2 of one long USD/CNH Futures Contract</u>
<u>One short Mini USD/CNH Futures Contract</u>	<u>0.2 of one short USD/CNH Futures Contract</u>
One short CNH/USD Futures Contract	0.5 of one long USD/CNH Futures Contract
One long CNH/USD Futures Contract	-0.5 of one long USD/CNH Futures Contract

Position delta for the Spot Month USD/CNH Futures Contract and the Spot Month USD/CNH Options Contract combined during the five Hong Kong Business Days up to and including the Last Trading Day shall not exceed 2,000 long or short

Contract Specifications
For
Mini US Dollar vs Renminbi (Hong Kong) (“Mini USD/CNH”) Futures

The following Contract Specifications shall apply to the Mini USD/CNH Futures Contract:

<u>Contract Size</u>	<u>USD 20,000</u>
<u>Contract Months</u>	<u>Spot month, the next three calendar months and the next six calendar quarter months (i.e. quarter months are March, June, September and December). The Chief Executive may, in consultation with the Commission, introduce additional Contract Months for trading from time to time as he considers appropriate</u>
<u>Price Quotation</u>	<u>RMB per USD (e.g. RMB 6.2486 per USD)</u>
<u>Minimum Fluctuation</u>	<u>RMB 0.0001 (4 decimal places)</u>
<u>Maximum Fluctuation</u>	<u>As prescribed by the Exchange from time to time</u>
<u>Tick Value</u>	<u>RMB 2</u>
<u>Contracted Price</u>	<u>The price at which a Mini USD/CNH Futures Contract is registered by the Clearing House</u>
<u>Contracted Value</u>	<u>Contracted Price multiplied by the Contract Size (e.g. RMB 6.2486 x 20,000)</u>
<u>Trading Hours (Hong Kong time)</u>	<u>8:30 a.m. – 4:30 p.m. (day trading session)</u> <u>5:15 p.m. – 3:00 a.m. (after-hours trading session)</u> <u>There is 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.</u>
<u>Trading Hours on the Last Trading Day (Hong Kong time)</u>	<u>8:30 a.m. – 11:00 a.m.</u>
<u>Trading Method</u>	<u>The Exchange’s Automated Trading System (HKATS)</u>
<u>Position Limits</u>	<u>Position delta for the USD/CNH Futures, Mini USD/CNH Futures, CNH/USD Futures and USD/CNH Options combined of 8,000 long or short, in all Contract Months combined, per Exchange Participant for the Exchange Participant’s own behalf; and</u>

Position delta for the USD/CNH Futures, Mini USD/CNH Futures, CNH/USD Futures and USD/CNH Options combined of 8,000 long or short, in all Contract Months combined, per Client

For this purpose, the position delta equivalent of (i) a Mini USD/CNH Futures Contract to a USD/CNH Futures Contract and (ii) a CNH/USD Futures Contract to a USD/CNH Futures Contract shall be calculated as follows:

<u>Position Delta</u>	<u>Equivalent Position Delta</u>
<u>One long Mini USD/CNH Futures Contract</u>	<u>0.2 of one long USD/CNH Futures Contract</u>
<u>One short Mini USD/CNH Futures Contract</u>	<u>0.2 of one short USD/CNH Futures Contract</u>
<u>One short CNH/USD Futures Contract</u>	<u>0.5 of one long USD/CNH Futures Contract</u>
<u>One long CNH/USD Futures Contract</u>	<u>-0.5 of one long USD/CNH Futures Contract</u>

Large Open Positions 2,500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and

2,500 open contracts, in any one Contract Month, per Client

Settlement Method Cash settled contract for difference

Settlement Currency RMB

Final Settlement Day The first Hong Kong Business Day after the Last Trading Day

Last Trading Day Two Hong Kong Business Days prior to the third (3rd) Wednesday of the Contract Month

Final Settlement Price USD/CNY(HK) Spot Rate published by the Hong Kong Treasury Markets Association at or around 11:30 a.m. on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Currency Futures Contracts to determine the Final Settlement Price under certain circumstances

Trading Fee Exchange Fee RMB 1.60
(per contract per side)

The amount indicated above is subject to change from time to time

Levies Investor Compensation Levy is payable at the rate or of the amount
(per contract per side) prescribed from time to time pursuant to the Ordinance

Commission Rate Negotiable

**Contract Specifications
For
Renminbi (Hong Kong) vs US Dollar (“CNH/USD”) Futures**

The following Contract Specifications shall apply to the CNH/USD Futures Contract:

Contract Size RMB_300,000

Trading Hours 8:30 a.m. – 4:30 p.m. (day trading session)
(Hong Kong time) 5:15 p.m. – 3:00 a.m. (after-hours trading session)

There is 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. ~~(Hong Kong time)~~

Trading Hours on the Last 8:30 a.m. – 11:00 a.m. ~~(Hong Kong time)~~
Trading Day
(Hong Kong time)

Position Limits Position delta ~~f~~For the USD/CNH Futures ~~Contract~~, Mini USD/CNH Futures, CNH/USD Futures ~~Contract~~ and USD/CNH Options ~~Contract~~ combined, ~~a position delta~~ of 8,000 long or short, in all Contract Months combined, per Exchange Participant for the Exchange Participant’s own behalf; and

Position delta ~~f~~For the USD/CNH Futures ~~Contract~~, Mini USD/CNH Futures, CNH/USD Futures ~~Contract~~ and USD/CNH Options ~~Contracts~~ combined, ~~a position delta~~ of 8,000 long or short, in all Contract Months combined, per Client

For this purpose, the position delta equivalent of (i) a Mini USD/CNH Futures Contract to a USD/CNH Futures Contract and (ii) a CNH/USD Futures Contract to a USD/CNH Futures Contract shall be calculated as follows:

Position Delta	Equivalent Position Delta
<u>One long Mini USD/CNH Futures Contract</u>	<u>0.2 of one long USD/CNH Futures Contract</u>
<u>One short Mini USD/CNH Futures Contract</u>	<u>0.2 of one short USD/CNH Futures Contract</u>
One short CNH/USD Futures Contract	0.5 of one long USD/CNH Futures Contract
One long CNH/USD Futures Contract	-0.5 of one long USD/CNH Futures Contract

The position for CNH/USD Futures Contract shall not at any time exceed 16,000 net long or short contracts in all Contract Months combined

Contract Specifications
For
Indian Rupee vs US Dollar (“INR/USD”) Futures

The following Contract Specifications shall apply to the INR/USD Futures Contract:

Contract Size	INR 2,000,000
Contract Months	Spot month, the next five calendar months and the next two calendar quarter months (i.e. where the quarter months are March, June, September and December). The Chief Executive may, in consultation with the Commission, introduce additional Contract Months for trading from time to time as he considers appropriate
Trading Hours (Hong Kong time)	8:30 a.m. – 4:30 p.m. (day trading session) 5:15 p.m. – 3:00 a.m. (after-hours trading session) There is 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.
Trading Hours on the Last Trading Day (Hong Kong time)	8:30 a.m. – 3:00 p.m. There is 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.
Position Limits	30,000 net contracts, in all Contract Months combined, per Exchange Participant for the Exchange Participant’s own behalf; and 30,000 net contracts, in all Contract Months combined, per Client

Contract Specifications
For
US Dollar vs Renminbi (Hong Kong) (“USD/CNH”) Options

The following Contract Specifications shall apply to the USD/CNH Options Contract:

Contract Size USD 100,000

Position Limits ~~Position delta For the USD/CNH Futures Contract, Mini USD/CNH Futures, CNH/USD Futures Contract and USD/CNH Options Contract combined, a position delta of 8,000 long or short, in all Contract Months combined, per Exchange Participant for the Exchange Participant’s own behalf; and~~

~~Position delta For the USD/CNH Futures Contract, Mini USD/CNH Futures, CNH/USD Futures Contract and USD/CNH Options Contract combined, a position delta of 8,000 long or short, in all Contract Months combined, per Client~~

For this purpose, the position delta equivalent of (i) a Mini USD/CNH Futures Contract to a USD/CNH Futures Contract and (ii) a CNH/USD Futures Contract to a USD/CNH Futures Contract shall be calculated as follows:

Position Delta	Equivalent Position Delta
One long Mini USD/CNH Futures Contract	0.2 of one long USD/CNH Futures Contract
One short Mini USD/CNH Futures Contract	0.2 of one short USD/CNH Futures Contract
One short CNH/USD Futures Contract	0.5 of one long USD/CNH Futures Contract
One long CNH/USD Futures Contract	-0.5 of one long USD/CNH Futures Contract

Position delta for the Spot Month USD/CNH Futures Contract and the Spot Month USD/CNH Options Contract combined during the five Hong Kong Business Days up to and including the Expiry Day shall not exceed 2,000 long or short