

Rules, Regulations and Procedures of Hong Kong Futures Exchange Limited

CHAPTER I

**INTERPRETATION ADMINISTRATION
AND AMENDMENT OF THE RULES**

Definitions and Interpretation

101. In these Rules, unless the context otherwise requires, the following expressions shall bear the following meanings:-

“Fast Market”	means exceptional volatility in the underlying market or such other relevant market as determined by the Chief Executive based on such volatility parameters or indicators as the Chief Executive considers appropriate;
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CHAPTER XIA

MARKET MAKERS

Suspension or Modification of Market Making Requirements of Market Makers

- 11A13. In respect of a Market in which a Market Maker is registered as such, where the Chief Executive determines that a Fast Market or an Unusual Market Condition has occurred in that Market or any other market which may adversely impact on the Market Maker’s ability to effectively hedge its positions or comply with its market making obligations, the Chief Executive may, in his discretion temporarily modify or, in the case of an Unusual Market Condition, suspend some or all of the market making requirements of the Market Maker in respect of that Market.
- 11A14. The Chief Executive may in his discretion determine whether and when to declare a Fast Market or an Unusual Market Condition and shall make an announcement on HKATS or through such other means as the Exchange considers appropriate to that effect. A Fast Market or an Unusual Market Condition shall exist until the Chief Executive determines otherwise.
- 11A15. Subsequent to declaring the existence of a Fast Market or an Unusual Market Condition, the Chief Executive, upon being satisfied that the conditions giving rise to the original declaration of such Fast Market or Unusual Market Condition no longer exist, shall make an announcement on HKATS or through such other means as the Exchange considers appropriate stating that fact and specifying the time at which the normal market making requirements of Market Makers shall resume.

TRADING PROCEDURES FOR STOCK INDEX FUTURES AND STOCK INDEX OPTIONS TRADED ON THE AUTOMATED TRADING SYSTEM OF THE EXCHANGE (“HKATS”)

CHAPTER 3

MARKET MAKERS IN STOCK INDEX FUTURES AND STOCK INDEX OPTION CONTRACTS

3.2 *Market Making Requirements of a Market Maker*

- 3.2.5 During a Fast Market or an Unusual Market Condition, the Chief Executive may, in his discretion, temporarily modify or, in the case of an Unusual Market Condition, suspend some or all of the market making requirements of a Market Maker.