

Rules, Regulations and Procedures of Hong Kong Futures Exchange Limited**TRADING PROCEDURES FOR STOCK FUTURES AND OPTIONS ON STOCK FUTURES TRADED ON THE AUTOMATED TRADING SYSTEM OF THE EXCHANGE (“HKATS”)****CHAPTER 3****MARKET MAKERS IN STOCK FUTURES AND OPTIONS ON STOCK FUTURES CONTRACTS****3.3** *Market Making Requirements of a Market Maker*

- 3.3.1.1.2 respond to a Quote Request within ten (10) seconds of receipt and shall hold the Quote for at least twenty (20) seconds after keying it into HKATS unless a change in the nominal price of the underlying stock occurs during that period, in which case, the Market Maker may change its Quote provided the new Quote shall be subject to the same display, spread and size requirements as specified in this procedure 3.3.1.1;
- 3.3.1.1.3 make bids and offers for a minimum of ten (10) contracts; and
- 3.3.1.1.4 under normal market conditions, make bids and offers with a maximum bid/offer spread equivalent to four (4) times the best bid / offer spread of the underlying stock as prescribed by SEHK or HK\$0.15 whichever is greater.
- 3.3.1.2.2 make bids and offers for a minimum of ten (10) contracts;
- 3.3.1.2.3 quote the assigned contract months in the Hong Kong Stock Futures Contract with a maximum bid/offer spread equivalent to four (4) times the best bid / offer spread of the underlying stock as prescribed by SEHK or HK\$0.15 whichever is greater; and
- 3.3.1.2.4 display on HKATS all Quotes on the assigned contract months in the Hong Kong Stock Futures Contract for not less than twenty (20) seconds after keying it into HKATS unless a change in the nominal price of the underlying stock occurs during that period in which case, the Market Maker may change its Quotes provided the new Quotes shall be subject to the same display, spread and size requirements as specified in this procedure 3.3.1.2 for the original Quotes.