

Rules, Regulations and Procedures of Hong Kong Futures Exchange Limited

CHAPTER VIII

TRADING ARRANGEMENTS - PRACTICES AND SYSTEMS

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)
Stock Index Futures ^{Note 3}	100
<u>Hang Seng TECH Index Futures</u>	<u>50</u>

APPENDIX B - FEES

Description		Amount ¹
<i>Exchange trading fees</i>		
Mini-HSI Futures	House/Client a/c	3.50/Lot
	MM a/c	0.50/Lot
	MM in HSI Options, Weekly HSI Options or Mini-HSI Options ²	1.00/Lot
		or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
Mini-HSI Options	House/Client a/c	2.00/Lot
	MM a/c	0.40/Lot
	MM in HSI Options, Weekly HSI Options or Mini-HSI Futures ²	0.70/Lot
		or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
<u>Hang Seng TECH Index Futures</u>	<u>House/Client a/c</u>	<u>5.00/Lot</u>
	<u>MM a/c</u>	<u>1.00/Lot</u>
		<u>or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant</u>

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

² The number of contracts that are eligible for a reduced Exchange Fee may be limited as specified in the Procedures relating to Stock Index Futures and Stock Index Options contained in these Rules

Contract Specifications
For
Hang Seng TECH Index Futures

The following Contract Specifications shall apply to the Hang Seng TECH Index Futures Contract:

<u>Underlying Index/Index</u>	<u>Hang Seng TECH Index (the share price index of that name compiled, computed and disseminated by Hang Seng Indexes Company Limited)*</u>
<u>Contract Multiplier</u>	<u>HK\$50 per Index point*</u>
<u>Contract Months</u>	<u>Spot Month, the next calendar month and the next two calendar quarter months (i.e. quarterly months are March, June, September and December)</u>
<u>Minimum Fluctuation</u>	<u>One Index point</u>
<u>Maximum Fluctuation</u>	<u>As prescribed by the Exchange from time to time</u>
<u>Contracted Price</u>	<u>The price in whole Index points at which a Hang Seng TECH Index Futures Contract is registered by the Clearing House</u>
<u>Contracted Value</u>	<u>Contracted Price multiplied by the Contract Multiplier</u>
<u>Position Limits</u>	<u>Position delta for Hang Seng TECH Index Futures and Hang Seng TECH Index Options combined of 21,000 long or short in all Contract Months combined, per Exchange Participant for the Exchange Participant's own behalf; and</u> <u>Position delta for Hang Seng TECH Index Futures and Hang Seng TECH Index Options combined of 21,000 long or short in all Contract Months combined, per Client</u>
<u>Large Open Positions</u>	<u>500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and</u> <u>500 open contracts, in any one Contract Month, per Client</u>
<u>Pre-Market Opening Period (Hong Kong time)</u>	<u>8:45 a.m. – 9:15 a.m. and</u> <u>12:30 p.m. – 1:00 p.m.</u>
<u>Trading Hours (Hong Kong time)</u>	<u>9:15 a.m. – 12:00 noon (morning trading session)</u> <u>1:00 p.m. – 4:30 p.m. (afternoon trading session)</u> <u>5:15 p.m. – 3:00 a.m. (after-hours trading session)</u>
	<u>There is no afternoon or after-hours trading session on the eves of Christmas, New Year and Lunar New Year. The</u>

	<u>trading hours of the morning trading session on those three days shall be 9:15 a.m. – 12:30 p.m.</u>
	<u>There is no after-hours trading session if it is a bank holiday in both the United Kingdom and the United States.</u>
<u>Trading Hours on Last Trading Day (Hong Kong time)</u>	<u>9:15 a.m. – 12:00 noon (morning trading session) and 1:00 p.m. – 4:00 p.m. (afternoon trading session)</u>
	<u>There shall be no afternoon or after-hours trading session if the Last Trading Day falls on Christmas Eve, New Year's Eve or Lunar New Year's Eve</u>
<u>Trading Method</u>	<u>The Exchange's Automated Trading System (HKATS)</u>
<u>Final Settlement Day</u>	<u>The first Business Day after the Last Trading Day</u>
<u>Settlement Method</u>	<u>Cash settled contract of difference</u>
<u>Last Trading Day</u>	<u>The Business Day immediately preceding the last Business Day of the Contract Month</u>
<u>Final Settlement Price</u>	<u>The Final Settlement Price for Hang Seng TECH Index Futures Contracts shall be a number, rounded down to the nearest whole number, determined by the Clearing House and shall be the average of quotations of the Hang Seng TECH Index compiled, computed and disseminated by Hang Seng Indexes Company Limited* taken at (i) five (5) minute intervals from five (5) minutes after the start of, and up to five (5) minutes before the end of, the Continuous Trading Session of SEHK; and (ii) the close of trading on SEHK on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Stock Index Futures Contracts to determine the Final Settlement Price under certain circumstances</u>
<u>Trading Fee (per contract per side)</u>	<u>Exchange Fee</u> <u>HK\$5.00</u>
	<u>The amount indicated above is subject to change from time to time.</u>
<u>Levies (per contract per side)</u>	<u>Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance.</u>
<u>Commission Rate</u>	<u>Negotiable</u>
<u>* Same as the Hang Seng TECH Index Option Contract.</u>	