

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:-

"Business Day" means, in relation to an Exchange Contract, any day (other than a Saturday, Sunday or public holiday in Hong Kong) during which the Exchange is open for trading that Exchange Contract;

"T+1 Session" means, in relation to an Exchange Contract, the after-hours trading session, if any, as specified in its Contract Specifications and for the purposes of these Rules, references to "T+1 Session on a Business Day" shall, unless the context requires otherwise, be construed to mean the T+1 Session from commencement on a Business Day to the close of that T+1 Session notwithstanding that it may extend beyond mid-night of the Business Day, and the next Business Day of such T+1 Session shall mean the Business Day following the Business Day on which such T+1 Session commences;

CHAPTER VI

EXCHANGE PARTICIPANTS AND THEIR CLIENTS

Minimum Margins

617. (b) Subject to procedures prescribed by the Exchange from time to time, in respect of an established Client who has demonstrated a record of consistently meeting margin obligations and maintaining a sound financial position ("established Client") and who has represented to the Exchange Participant that the funds necessary to fully satisfy his margin obligations will be immediately transmitted, the Exchange Participant may transact F.O. Business for the established Client even though the Exchange Participant has not received from him collateral adequate to cover his minimum margin requirement provided that:

- (ii) the Exchange Participant must advise the established Client that the minimum margin is due as soon as practicable after the call but in no event later than the next Business Day of the T Session or T+1 Session during which the new position is established; and

CHAPTER VIII

TRADING ARRANGEMENTS - PRACTICES AND SYSTEMS

Error Trades

- 819B. (g) Within the next Business Day of the T Session or T+1 Session during which any correction of Error Trade took place, the party initially requesting the correction shall submit to the Exchange a report setting out a detailed account of (i) the Error Trade committed; (ii) the reason for the Error Trade; and (iii) the measures that the party has implemented or will implement in order to prevent the occurrence of similar Error Trades in the future.

Contract Specifications
For
Hang Seng Index (HSI) Futures

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

Trading Hours (Hong Kong time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session) 5:00 p.m. – 11:45 p.m. (after-hours trading session)
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There is no afternoon or after-hours trading session on the eves of Christmas, New Year and Lunar New Year.

There is no after-hours trading session if it is a bank holiday in both the United Kingdom and the United States.

Contract Specifications
For
Mini-Hang Seng Index (HSI) Futures

The following Contract Specifications shall apply to the Mini-Hang Seng Index Futures Contract**:

Trading Hours (Hong Kong time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session) 5:00 p.m. – 11:45 p.m. (after-hours trading session)
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There is no afternoon or after-hours trading session on the eves of Christmas, New Year and Lunar New Year.

There is no after-hours trading session if it is a bank holiday in both the United Kingdom and the United States.

Contract Specifications
For
Hang Seng China Enterprises Index (HSCEI) Futures

The following Contract Specifications shall apply to the Hang Seng China Enterprises Index Futures Contract:-

Trading Hours (Hong Kong time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session) 5:00 p.m. – 11:45 p.m. (after-hours trading session)
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There is no afternoon or after-hours trading session on the eves of Christmas, New Year and Lunar New Year.

There is no after-hours trading session if it is a bank holiday in both the United Kingdom and the United States.

<p>Contract Specifications For Mini-Hang Seng China Enterprises Index (HSCEI) Futures</p>

The following Contract Specifications shall apply to the Mini-Hang Seng China Enterprises Index Futures Contract*:-

Trading Hours (Hong Kong time)	9:15 a.m. – 12:00 noon (morning trading session) 1:00 p.m. – 4:15 p.m. (afternoon trading session) 5:00 p.m. – 11:45 p.m. (after-hours trading session)
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There is no afternoon or after-hours trading session on the eves of Christmas, New Year and Lunar New Year.

There is no after-hours trading session if it is a bank holiday in both the United Kingdom and the United States.

<p>Contract Specifications For US Dollar vs Renminbi (Hong Kong) (“USD/CNH”) Futures</p>
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The following Contract Specifications shall apply to the USD/CNH Futures Contract:

Trading Hours (Hong Kong time)	9:00 a.m. – 4:15 p.m. (day trading session) 5:00 p.m. – 11:45 p.m. (after-hours trading session)
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There is no trading after 12:00 noon on the eves of Christmas, New Year and Lunar New Year. The trading hours on those three days shall be 9:00 a.m. – 12:00 noon (Hong Kong time)

There is no after-hours trading session if it is a bank holiday in both the United Kingdom and the United States.

**TRADING PROCEDURES FOR CURRENCY FUTURES TRADED ON THE
AUTOMATED TRADING SYSTEM OF THE EXCHANGE (“HKATS”)**

CHAPTER 3

MARKET MAKERS IN CURRENCY FUTURES CONTRACTS

3.2.2 A Market Maker in a Currency Futures Contract shall be required to fulfil the market making requirements set forth in procedure 3.2.1 during the following trading hours on each Hong Kong Business Day:

<u>Currency Futures Contract</u>	<u>Market Making Hours (Hong Kong time)</u>
USD/CNH	9:00 a.m. to 4:15 p.m. and 5:00 p.m. to 11:45 p.m.

The market making hours may be adjusted by the Chief Executive from time to time.