

Rules, Regulations and Procedures of Hong Kong Futures Exchange Limited

APPENDIX B – FEES

Description	Amount ¹
<i>Exchange trading fees</i>	
<u>MSCI AC Asia ex Japan Net Total Return Index Futures</u>	<u>House/Client a/c MM a/c</u> <u>USD0.50/Lot USD0.10/Lot 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

Contract Specifications
For
MSCI AC Asia ex Japan Net Total Return Index Futures

The following Contract Specifications shall apply to the MSCI AC Asia ex Japan Net Total Return Index Futures Contract:

<u>Underlying Index/Index</u>	<u>MSCI AC Asia ex Japan Net Total Return Index (the USD net total return index of that name compiled, computed and disseminated by MSCI Limited)</u>
<u>Trading Currency</u>	<u>U.S. dollars</u>
<u>Contract Multiplier</u>	<u>US\$100 per Index point</u>
<u>Contract Months</u>	<u>The nearest five calendar quarter months (i.e. quarterly months are March, June, September and December)</u>
<u>Minimum Fluctuation</u>	<u>0.01 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 at which an MSCI AC Asia ex Japan Net Total Return 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>110,000 net contracts long or short across all Contract Months, per Exchange Participant for the Exchange Participant's own behalf; and</u> <u>110,000 net contracts long or short across all Contract Months, per Client.</u> <u>For the avoidance of doubt, the prescribed limits are applied on a net basis across all Contract Months. For the purposes of determining whether the prescribed limit is reached, long contracts are assigned a positive value of 1 and short contracts are assigned a negative value of 1, regardless of their expiry date.</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>Trading Hours (Hong Kong time)</u>	<u>8:30 a.m. – 4:30 p.m. (day trading session)</u> <u>5:15 p.m. – 1:00 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>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>8:30 a.m. – 4:30 p.m.</u> <u>There 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.</u>
<u>Trading Method</u>	<u>The Exchange's Automated Trading System (HKATS)</u>
<u>Final Settlement Day</u>	<u>The second Business Day after the third Friday of the Contract Month</u>
<u>Settlement Method</u>	<u>Cash (U.S. dollar) settled contract for difference</u>
<u>Last Trading Day</u>	<u>The third Friday of the Contract Month and if it is not a Business Day, the Last Trading Day shall be the preceding Business Day</u>
<u>Final Settlement Price</u>	<u>The Final Settlement Price for MSCI AC Asia ex Japan Net Total Return Index Futures Contracts shall be a number, rounded up to the nearest 2 decimal places if the figure in the third decimal place is 5 or above and rounded down to the nearest 2 decimal places if it is below 5, determined by the Clearing House and shall be the official closing value of the MSCI AC Asia ex Japan Net Total</u>

Return Index on the third Friday of the Contract Month. The Chief Executive of the Exchange has the power under the Regulations for Stock Index Futures Contracts to determine the Final Settlement Price under certain circumstances.

Trading Fee
(per contract per side)

Exchange Fee US\$0.50

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

Levies
(per contract per side)

Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance.

Commission Rate

Negotiable

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

CHAPTER 5

EMERGENCY AND EXTRAORDINARY SITUATIONS

5.1 *Typhoon Signals and Black Rainstorm Warnings*

5.1.2 Unless otherwise decided by the Exchange, the trading arrangements of Stock Index Futures Contracts and Stock Index Options Contracts with no lunch break upon the approach and the retreat of Typhoons and/or the issuance and cancellation of Black Rainstorm Warnings shall be as follows:

(a) Trading arrangement for all trading days except the eves of Christmas, New Year and Lunar New Year where the Hong Kong Observatory has hoisted or lowered a Typhoon Signal No. 8 or above	
<u>(i) For Stock Index Futures Contracts or Stock Index Options Contracts with trading hours starting at 8:30 a.m., if a Typhoon Signal no. 8 or above is hoisted at any time prior to 8:30 a.m.:</u>	<p><u>The position will be as follows:</u></p> <ul style="list-style-type: none"> - <u>Commencement of trading will take place ^(Note 1):</u> - <u>at 8:30 a.m. if the Signal is lowered at or before 6:30 a.m.;</u> - <u>at 9:00 a.m. if the Signal is lowered at or before 7:00 a.m.;</u> - <u>at 9:30 a.m. if the Signal is lowered at or before 7:30 a.m.;</u> - <u>at 10:00 a.m. if the Signal is lowered at or before 8:00 a.m.;</u> - <u>at 10:30 a.m. if the Signal is lowered at or before 8:30 a.m.;</u> - <u>at 11:00 a.m. if the Signal is lowered at or before 9:00 a.m.;</u> - <u>at 11:30 a.m. if the Signal is lowered at or before 9:30 a.m.;</u> - <u>at 12:00 noon if the Signal is lowered at or before 10:00 a.m.;</u> - <u>at 12:30 p.m. if the Signal is lowered at or before 10:30 a.m.;</u> - <u>at 1:00 p.m. if the Signal is lowered at or before 11:00 a.m.;</u>

	<ul style="list-style-type: none"> - <u>at 1:30 p.m. if the Signal is lowered at or before 11:30 a.m.; or</u> - <u>at 2:00 p.m. if the Signal is lowered at or before 12:00 noon;</u> <p><u>There will be no trading for the day if the Signal is lowered after 12:00 noon.</u></p>
<p>(ii) <u>For Stock Index Futures Contracts or Stock Index Options Contracts with trading hours starting at 9:15 a.m., if a Typhoon Signal no. 8 or above is hoisted at any time prior to 9:15 a.m.:</u></p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Commencement of trading will take place ^(Note 1): <ul style="list-style-type: none"> - at 9:15 a.m. if the Signal is lowered at or before 7:15 a.m.; - at 9:30 a.m. if the Signal is lowered at or before 7:30 a.m.; - at 10:00 a.m. if the Signal is lowered at or before 8:00 a.m.; - at 10:30 a.m. if the Signal is lowered at or before 8:30 a.m.; - at 11:00 a.m. if the Signal is lowered at or before 9:00 a.m.; - at 11:30 a.m. if the Signal is lowered at or before 9:30 a.m.; - at 12:00 noon if the Signal is lowered at or before 10:00 a.m.; - at 12:30 p.m. if the Signal is lowered at or before 10:30 a.m.; - at 1:00 p.m. if the Signal is lowered at or before 11:00 a.m.; - at 1:30 p.m. if the Signal is lowered at or before 11:30 a.m.; or - at 2:00 p.m. if the Signal is lowered at or before 12:00 noon; - There will be no trading for the day if the Signal is lowered after 12:00 noon.
<p>(iii) <u>If a Typhoon Signal no. 8 or above is hoisted <u>at or between commencement</u> of <u>during</u> the <u>day</u> trading <u>session hours</u> at or between 9:15</u></p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal. - Trading will resume from 2:00 p.m. if the Signal is lowered at or before 12:00 noon ^(Note 1).

a.m. and 12:00 noon:	- There will be no trading <u>for the rest of the day in the afternoon</u> if the Signal is lowered after 12:00 noon.
(iii iv) If a Typhoon Signal no. 8 or above is hoisted during the trading hours after 12:00 noon:	The position will be as follows: - Trading will be terminated 15 minutes after the hoisting of the Signal and there will be no trading for the rest of the afternoon day, except that if the Typhoon Signal no. 8 or above is hoisted at or after 3:45 p.m. but before 4:00 p.m., trading will be terminated at 4:15 p.m.
(v) <u>If a Typhoon Signal no. 8 or above is hoisted after the end of the day trading session but before the commencement of the after-hours trading session</u> ^(Note 2) :	<u>The position will be as follows:</u> <u>- There will be no trading in the after-hours trading session.</u>
(vi) <u>If a Typhoon Signal no. 8 or above is hoisted during the after-hours trading session</u> ^(Note 2) :	<u>The position will be as follows:</u> <u>- Trading will be terminated 15 minutes after the hoisting of the Signal and there will be no trading for the rest of the after-hours trading session.</u>

(aa) Trading arrangement for the eves of Christmas, New Year and Lunar New Year where the Hong Kong Observatory has hoisted or lowered a Typhoon Signal No. 8 or above	
(i) <u>For Stock Index Futures Contracts or Stock Index Options Contracts with trading hours starting at 8:30 a.m., if a Typhoon Signal no. 8 or above is hoisted at any time prior to 8:30 a.m.:</u>	<u>The position will be as follows:</u> <u>- Commencement of trading will take place</u> ^(Note 1) : <u>- at 8:30 a.m. if the Signal is lowered at or before 6:30 a.m.;</u> <u>- at 9:00 a.m. if the Signal is lowered at or before 7:00 a.m.;</u> <u>- at 9:30 a.m. if the Signal is lowered at or before 7:30 a.m.;</u> <u>- at 10:00 a.m. if the Signal is lowered at or before 8:00 a.m.; or</u> <u>- at 10:30 a.m. if the Signal is lowered at or before 8:30 a.m.; or</u>

	<ul style="list-style-type: none"> - <u>at 11:00 a.m. if the Signal is lowered at or before 9:00 a.m.</u> - <u>There will be no trading for the day if the Signal is lowered after 9:00 a.m.</u>
<p>(ii) <u>For Stock Index Futures Contracts or Stock Index Options Contracts with trading hours starting at 9:15 a.m., If-if a Typhoon Signal no. 8 or above is hoisted at any time prior to 9:15 a.m.:</u></p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Commencement of trading will take place ^(Note 1): <ul style="list-style-type: none"> - at 9:15 a.m. if the Signal is lowered at or before 7:15 a.m.; - at 9:30 a.m. if the Signal is lowered at or before 7:30 a.m.; - at 10:00 a.m. if the Signal is lowered at or before 8:00 a.m.;or - at 10:30 a.m. if the Signal is lowered at or before 8:30 a.m.;<u>or</u> - <u>at 11:00 a.m. if the Signal is lowered at or before 9:00 a.m.</u> - There will be no trading for the day if the Signal is lowered after 8:30<u>9:00</u> a.m..
<p>(iii) If a Typhoon Signal no. 8 or above is hoisted <u>at or between commencement of during the day trading hours session at or between 9:15 a.m. and 12:30 p.m.:</u></p>	<p>The position will be as follows:</p> <ul style="list-style-type: none"> - Trading will be terminated 15 minutes after the hoisting of the Signal and there will be no trading for the rest of the day, except that if <u>the Typhoon Signal no. 8 or above</u> is hoisted at or after 11:45 a.m. but before 12:00 noon, trading will be terminated at 12:15 p.m.

Note 1: In the event the Pre-Market Opening Period applies to any Stock Index Futures Contract, the Pre-Market Opening Period for that Stock Index Futures Contract will commence thirty (30) minutes before the indicated time of resumption of trading

Note 2: Applicable only to the trading of Stock Index Futures Contracts and Stock Index Options Contracts with after-hours trading session

(b) Trading arrangement for all trading days where the Hong Kong Observatory has issued or cancelled a Black Rainstorm Warning	
<p><u>(i) For Stock Index Futures Contracts or Stock Index Options Contracts with trading hours starting at 8:30 a.m., if a Black Rainstorm Warning is issued at any time prior to 8:30 a.m.:</u></p>	<p><u>The position will be as follows:</u></p> <ul style="list-style-type: none"> - <u>Commencement of trading will take place ^(Note 1):</u> <ul style="list-style-type: none"> - <u>at 8:30 a.m. if the Warning is cancelled at or before 6:30 a.m.;</u> - <u>at 9:00 a.m. if the Warning is cancelled at or before 7:00 a.m.;</u> - <u>at 9:30 a.m. if the Warning is cancelled at or before 7:30 a.m.;</u> - <u>at 10:00 a.m. if the Warning is cancelled at or before 8:00 a.m.;</u> - <u>at 10:30 a.m. if the Warning is cancelled at or before 8:30 a.m.;</u> - <u>at 11:00 a.m. if the Warning is cancelled at or before 9:00 a.m.;</u> - <u>at 11:30 a.m. if the Warning is cancelled at or before 9:30 a.m.;</u> - <u>at 12:00 noon if the Warning is cancelled at or before 10:00 a.m.;</u> - <u>at 12:30 p.m. if the Warning is cancelled at or before 10:30 a.m.;</u> - <u>at 1:00 p.m. if the Warning is cancelled at or before 11:00 a.m.;</u> - <u>at 1:30 p.m. if the Warning is cancelled at or before 11:30 a.m.; or</u> - <u>at 2:00 p.m. if the Warning is cancelled at or before 12:00 noon.</u> - <u>There will be no trading for the day if the Warning is cancelled after 12:00 noon.</u>
<p><u>(ii) For Stock Index Futures Contracts or Stock Index Options Contracts with trading hours starting at 9:15 a.m., if a Black</u></p>	<p><u>The position will be as follows:</u></p> <ul style="list-style-type: none"> - <u>Commencement of trading will take place ^(Note 1):</u> <ul style="list-style-type: none"> - <u>at 9:15 a.m. if the Warning is cancelled at or before 7:15 a.m.;</u>

<p>Rainstorm Warning is issued at any time prior to 9:15 a.m.:</p>	<ul style="list-style-type: none"> - at 9:30 a.m. if the Warning is cancelled at or before 7:30 a.m.; - at 10:00 a.m. if the Warning is cancelled at or before 8:00 a.m.; - at 10:30 a.m. if the Warning is cancelled at or before 8:30 a.m.; - at 11:00 a.m. if the Warning is cancelled at or before 9:00 a.m.; - at 11:30 a.m. if the Warning is cancelled at or before 9:30 a.m.; - at 12:00 noon if the Warning is cancelled at or before 10:00 a.m.; - at 12:30 p.m. if the Warning is cancelled at or before 10:30 a.m.; - at 1:00 p.m. if the Warning is cancelled at or before 11:00 a.m.; - at 1:30 p.m. if the Warning is cancelled at or before 11:30 a.m.; or - at 2:00 p.m. if the Warning is cancelled at or before 12:00 noon. - There will be no trading for the day if the Warning is cancelled after 12:00 noon.
<p>(iii) If a Black Rainstorm Warning is issued during any—the day trading hourssession:</p>	<p>Trading will continue as normal.</p>
<p>(iv) If a Black Rainstorm Warning is issued after the end of the day trading session but before the commencement of the after-hours trading session ^(Note 2):</p>	<p><u>The position will be as follows:</u></p> <ul style="list-style-type: none"> - <u>If there was trading in the day trading session, trading in the after-hours trading session will take place.</u> - <u>If there was no trading in the day trading session, there will be no trading in the after-hours trading session.</u>
<p>(v) If a Black Rainstorm Warning is issued during the after-hours trading session ^(Note 2):</p>	<p><u>The position will be as follows:</u></p> <ul style="list-style-type: none"> - <u>Trading will continue as normal until the end of the after-hours trading session.</u>

Note 1: In the event the Pre-Market Opening Period applies to any Stock Index Futures Contract, the Pre-Market Opening Period for that Stock Index Futures Contract will commence thirty (30) minutes before the indicated time of resumption of trading

Note 2: Applicable only to the trading of Stock Index Futures Contracts and Stock Index Options Contracts with after-hours trading session