

Rules, Regulations and Procedures of Hong Kong Futures Exchange Limited

**CHAPTER IIIA
FUTURES EXCHANGE TRADING RIGHTS**

Application for the issue of a Futures Exchange Trading Right

- 3A03A. (a) Every new applicant for a Futures Exchange Trading Right shall complete, sign and deliver to the Exchange an application in writing in such form as the Board may from time to time prescribe. The Exchange may prescribe different forms for different applicants.
- (b) In applying for a Futures Exchange Trading Right, every person shall follow the procedures from time to time prescribed by the Board.
- (c) Without prejudice to Rules 3A03A(a) and (b), the Board may invite members of The Chinese Gold & Silver Exchange Society to apply (either by the member itself or by a company within the same group of companies of the member and designated by the member to make the application) for Futures Exchange Trading Rights and for Exchange Participantship in accordance with these Rules. The Board has absolute discretion to determine the eligibility of such applicants and the period within which the applications are required to be made except that an applicant must be duly licensed as a licensed corporation to carry on Type 2 regulated activity under the Ordinance.
- 3A03B. (a) The Board shall decide on each application.
- (b) The Board may, upon receiving an application for Futures Exchange Trading Right, undertake a Tender Process, in connection with the issue of a Futures Exchange Trading Right provided that no Tender Process will be undertaken in relation to any application for Futures Exchange Trading Right made under Rule 3A03A(c). The results of the Tender Process shall be binding on the applicant.
- (c) The decision as to whether or not an applicant should be issued a Futures Exchange Trading Right is entirely in the discretion of the Board whose decision shall be final and conclusive.

APPENDIX B - FEES

Description	Amount¹
<i>Exchange trading fees</i>	
Gold Futures House/Client a/c MM a/c	USD1.30/Lot USD1.30/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
<i>Exchange Participants/Trading Right-related fees</i>	
Futures Exchange Trading Right (other than those issued under the Futures Exchange Scheme, under Rule 3A16A and pursuant to an application made under Rule 3A03A(c))	500,000/Futures Exchange Trading Right or where there is a Tender Process, 500,000 or the price of the selected tender, whichever is the lower
Futures Exchange Trading Right issued pursuant to an application made under Rule 3A03A(c)	25,000/Futures Exchange Trading Right