

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)
London Nickel Mini Futures	50
London Tin Mini Futures	50
London Lead Mini Futures	50

APPENDIX B - FEES

Description		Amount¹
<i>Exchange trading fees</i>		
London Nickel Mini Futures	House/Client a/c MM a/c	RMB3.00/Lot RMB3.00/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
London Tin Mini Futures	House/Client a/c MM a/c	RMB3.00/Lot RMB3.00/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
London Lead Mini Futures	House/Client a/c MM a/c	RMB3.00/Lot RMB3.00/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant

<p>Contract Specifications For London Nickel Mini Futures</p>

The following Contract Specifications shall apply to the London Nickel Mini Futures Contract:-

Underlying	Primary Nickel as defined in the rules and regulations of The London Metal Exchange from time to time
Contract Size	1 tonne
Trading Currency	RMB
Contract Months	Spot Month and the next eleven calendar months. The Chief Executive may, in consultation with the Commission, introduce additional Contract Months for trading from time to time as he considers appropriate
Price Quotation	RMB per tonne
Minimum Fluctuation	RMB10 per tonne
Maximum Fluctuation	As prescribed by the Exchange from time to time
Contracted Price	The price at which a London Nickel Mini Futures Contract is registered by the Clearing House
Contracted Value	Contracted Price multiplied by the Contract Size
Position Limits	50,000 net long or short in all Contract Months combined, per Exchange Participant for the Exchange Participant's own behalf; and 50,000 net long or short in all Contract Months combined, per Client
Large Open Positions	500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and 500 open contracts, in any one Contract Month, per Client
Pre-Market Opening Period	Nil
Trading Hours (Hong Kong time)	9:00 a.m. – 4:15 p.m. (day trading session) and 5:00 p.m. – 1:00 a.m. (after-hours trading session) 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

	There is no after-hours trading session if it is a bank holiday in the United Kingdom, the United States and the People's Republic of China
Trading Hours on Last Trading Day (Hong Kong time)	9:00 a.m. – 4:15 p.m. (day trading session) and 5:00 p.m. – 8:05 p.m. (after-hours trading session during British Summer Time) 5:00 p.m. – 9:05 p.m. (after-hours trading session outside British Summer Time)
	There shall be 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
Trading Method	The Exchange's Automated Trading System (HKATS)
Last Trading Day	The Last Trading Day determined by The London Metal Exchange for its Nickel Futures Contract (i.e. usually two business days before the third Wednesday of the Spot Month) If it is not a Hong Kong Business Day, the Last Trading Day shall be the immediately preceding Hong Kong Business Day
Final Settlement Day	The second Hong Kong Business Day after the Last Trading Day
Settlement Method	Cash settled contract of difference
Settlement Currency	RMB
Final Settlement Price	The Final Settlement Price of London Nickel Mini Futures Contracts shall be a whole number, determined by the Clearing House, and shall be the Official Settlement Price determined and published by The London Metal Exchange for its Nickel Futures Contract, and converted to RMB equivalent using the spot USD/RMB fixing published by the Treasury Markets Association in Hong Kong at 11:15 a.m. Hong Kong time on the Last Trading Day. It is rounded up if the figure in the first decimal place is 5 or above and rounded down if it is below 5
Cash Settlement Value	The Final Settlement Price multiplied by the Contract Size
Trading Fee (per contract per side)	Exchange Fee RMB3.00 The amount indicated above is subject to change from time to time
Levies	Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance

Exchange Participants shall pay the prescribed amount of Commission Levy in RMB equivalent (at the conversion rate determined by the Exchange, rounded to the nearest RMB Cent)

Commission Rate Negotiable

Note:

Copyright, rights of confidentiality and all other rights attaching to or associated with the official settlement prices of The London Metal Exchange (“LME Pricing Information”) belong to The London Metal Exchange. All references to LME Pricing Information are used with the permission of The London Metal Exchange but The London Metal Exchange has no involvement with and accepts no responsibility for use of the LME Pricing Information by the Exchange or for any contract dealt with on the Exchange or its suitability for any purpose. The LME Pricing Information may not be utilized for any purpose without the prior written agreement of The London Metal Exchange.

<p>Contract Specifications For London Tin Mini Futures</p>
--

The following Contract Specifications shall apply to the London Tin Mini Futures Contract:-

Underlying	Tin as defined in the rules and regulations of The London Metal Exchange from time to time
Contract Size	1 tonne
Trading Currency	RMB
Contract Months	Spot Month and the next eleven calendar months. The Chief Executive may, in consultation with the Commission, introduce additional Contract Months for trading from time to time as he considers appropriate
Price Quotation	RMB per tonne
Minimum Fluctuation	RMB10 per tonne
Maximum Fluctuation Contracted Price	As prescribed by the Exchange from time to time The price at which a London Tin Mini Futures Contract is registered by the Clearing House
Contracted Value	Contracted Price multiplied by the Contract Size

Position Limits	<p>15,000 net long or short in all Contract Months combined, per Exchange Participant for the Exchange Participant's own behalf; and</p> <p>15,000 net long or short in all Contract Months combined, per Client</p>
Large Open Positions	<p>500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and</p> <p>500 open contracts, in any one Contract Month, per Client</p>
Pre-Market Opening Period	Nil
Trading Hours (Hong Kong time)	<p>9:00 a.m. – 4:15 p.m. (day trading session) and 5:00 p.m. – 1:00 a.m. (after-hours trading session)</p> <p>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</p> <p>There is no after-hours trading session if it is a bank holiday in the United Kingdom, the United States and the People's Republic of China</p>
Trading Hours on Last Trading Day (Hong Kong time)	<p>9:00 a.m. – 4:15 p.m. (day trading session) and 5:00 p.m. – 7:45 p.m. (after-hours trading session during British Summer Time) 5:00 p.m. – 8:45 p.m. (after-hours trading session outside British Summer Time)</p> <p>There shall be 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</p>
Trading Method	The Exchange's Automated Trading System (HKATS)
Last Trading Day	<p>The Last Trading Day determined by The London Metal Exchange for its Tin Futures Contract (i.e. usually two business days before the third Wednesday of the Spot Month)</p> <p>If it is not a Hong Kong Business Day, the Last Trading Day shall be the immediately preceding Hong Kong Business Day</p>
Final Settlement Day	The second Hong Kong Business Day after the Last Trading Day
Settlement Method	Cash settled contract of difference
Settlement Currency	RMB

Final Settlement Price	The Final Settlement Price of London Tin Mini Futures Contracts shall be a whole number, determined by the Clearing House, and shall be the Official Settlement Price determined and published by The London Metal Exchange for its Tin Futures Contract, and converted to RMB equivalent using the spot USD/RMB fixing published by the Treasury Markets Association in Hong Kong at 11:15 a.m. Hong Kong time on the Last Trading Day. It is rounded up if the figure in the first decimal place is 5 or above and rounded down if it is below 5
Cash Settlement Value	The Final Settlement Price multiplied by the Contract Size
Trading Fee (per contract per side)	Exchange Fee RMB3.00 The amount indicated above is subject to change from time to time
Levies	Commission Levy and Investor Compensation Levy are payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance Exchange Participants shall pay the prescribed amount of Commission Levy in RMB equivalent (at the conversion rate determined by the Exchange, rounded to the nearest RMB Cent)
Commission Rate	Negotiable

Note:

Copyright, rights of confidentiality and all other rights attaching to or associated with the official settlement prices of The London Metal Exchange (“LME Pricing Information”) belong to The London Metal Exchange. All references to LME Pricing Information are used with the permission of The London Metal Exchange but The London Metal Exchange has no involvement with and accepts no responsibility for use of the LME Pricing Information by the Exchange or for any contract dealt with on the Exchange or its suitability for any purpose. The LME Pricing Information may not be utilized for any purpose without the prior written agreement of The London Metal Exchange.

<p>Contract Specifications For London Lead Mini Futures</p>

The following Contract Specifications shall apply to the London Lead Mini Futures Contract:-

Underlying	Standard Lead as defined in the rules and regulations of The London Metal Exchange from time to time
Contract Size	5 tonnes
Trading Currency	RMB
Contract Months	Spot Month and the next eleven calendar months. The Chief Executive may, in consultation with the Commission, introduce additional Contract Months for trading from time to time as he considers appropriate
Price Quotation	RMB per tonne
Minimum Fluctuation	RMB5 per tonne
Maximum Fluctuation	As prescribed by the Exchange from time to time
Contracted Price	The price at which a London Lead Mini Futures Contract is registered by the Clearing House
Contracted Value	Contracted Price multiplied by the Contract Size
Position Limits	25,000 net long or short in all Contract Months combined, per Exchange Participant for the Exchange Participant's own behalf; and 25,000 net long or short in all Contract Months combined, per Client
Large Open Positions	500 open contracts, in any one Contract Month, per Exchange Participant for the Exchange Participant's own behalf; and 500 open contracts, in any one Contract Month, per Client
Pre-Market Opening Period	Nil
Trading Hours (Hong Kong time)	9:00 a.m. – 4:15 p.m. (day trading session) and 5:00 p.m. – 1:00 a.m. (after-hours trading session)
	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

There is no after-hours trading session if it is a bank holiday in the United Kingdom, the United States and the People's Republic of China

Trading Hours on Last Trading Day (Hong Kong time)

9:00 a.m. – 4:15 p.m. (day trading session) and
5:00 p.m. – 7:50 p.m. (after-hours trading session during British Summer Time)
5:00 p.m. – 8:50 p.m. (after-hours trading session outside British Summer Time)

There shall be 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

Trading Method

The Exchange's Automated Trading System (HKATS)

Last Trading Day

The Last Trading Day determined by The London Metal Exchange for its Lead Futures Contract (i.e. usually two business days before the third Wednesday of the Spot Month)

If it is not a Hong Kong Business Day, the Last Trading Day shall be the immediately preceding Hong Kong Business Day

Final Settlement Day

The second Hong Kong Business Day after the Last Trading Day

Settlement Method

Cash settled contract of difference

Settlement Currency

RMB

Final Settlement Price

The Final Settlement Price of London Lead Mini Futures Contracts shall be a whole number, determined by the Clearing House, and shall be the Official Settlement Price determined and published by The London Metal Exchange for its Lead Futures Contract, and converted to RMB equivalent using the spot USD/RMB fixing published by the Treasury Markets Association in Hong Kong at 11:15 a.m. Hong Kong time on the Last Trading Day. It is rounded up if the figure in the first decimal place is 5 or above and rounded down if it is below 5

Cash Settlement Value

The Final Settlement Price multiplied by the Contract Size

Trading Fee (per contract per side)

Exchange Fee RMB3.00
The amount indicated above is subject to change from time to time

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

Exchange Participants shall pay the prescribed amount of Commission Levy in RMB equivalent (at the conversion rate determined by the Exchange, rounded to the nearest RMB Cent)

Commission Rate Negotiable

Note:

Copyright, rights of confidentiality and all other rights attaching to or associated with the official settlement prices of The London Metal Exchange (“LME Pricing Information”) belong to The London Metal Exchange. All references to LME Pricing Information are used with the permission of The London Metal Exchange but The London Metal Exchange has no involvement with and accepts no responsibility for use of the LME Pricing Information by the Exchange or for any contract dealt with on the Exchange or its suitability for any purpose. The LME Pricing Information may not be utilized for any purpose without the prior written agreement of The London Metal Exchange.

REGULATIONS FOR TRADING METAL FUTURES CONTRACTS

INTERPRETATION

“London Business Day”

for Gold Futures, means any day during which the London Gold Fixing carried out by The London Gold Market Fixing Limited and published by The London Bullion Market Association is available;

for London Aluminium/ Zinc/ Copper/ Nickel/ Tin/ Lead Mini Futures, means any day during which the official settlement price for the relevant metal determined and published by The London Metal Exchange is available;