

Rules, Regulations and Procedures of Hong Kong Futures Exchange Limited

REGULATIONS FOR TRADING CURRENCY FUTURES CONTRACTS

INTERPRETATION

001 These Regulations may be cited as the Regulations for trading Currency Futures Contracts (hereinafter referred to as the "Regulations").

002 The Exchange Rules and the Clearing House Rules (referred to collectively as the "Rules") including the definitions, rules of interpretation and administrative provisions shall apply for the purposes of these Regulations. Unless specifically provided otherwise, the terms and expressions set out below shall have the meanings attributed to them herein. In the event of any conflict or inconsistency between the Rules (other than these Regulations) and these Regulations, including the Contract Specifications (which form part of these Regulations), the Regulations shall in all cases prevail.

"Mumbai Business Day" means any day (other than a Saturday, Sunday or public holiday in Mumbai, India) during which banks in Mumbai, India, are open for business;

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

Contract Size	INR 2,000,000
Contract Months	Spot month, the next calendar month and the next two calendar quarter months (where the quarter months are March, June, September and December). 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 cents per 100 INR (e.g. 975.31 RMB cents per 100 INR)
Minimum Fluctuation	0.01 RMB cents (2 decimal places)
Maximum Fluctuation	As prescribed by the Exchange from time to time
Tick Value	RMB 2
Contracted Price	The price at which an INR/CNH Futures Contract is registered by the Clearing House
Contracted Value	Contracted Price divided by 100 and multiplied by the Contract Size (e.g. 975.31 RMB cents/100 x 2,000,000)
Trading Hours (Hong Kong time)	8:30 a.m. – 4:30 p.m. (day trading session) 5:15 p.m. – 3:00 a.m. (after-hours trading session) 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.
Trading Hours on the Last Trading Day (Hong Kong time)	8:30 a.m. – 3:00 p.m. 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.
Trading Method	The Exchange’s Automated Trading System (HKATS)
Position Limit	30,000 net contracts, in all Contract Months combined, per Exchange Participant for the Exchange Participant’s own behalf; and 30,000 net contracts, 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

Settlement Method	Cash settled contract for difference
Settlement Currency	RMB
Final Settlement Day	The first Hong Kong Business Day after the Last Trading Day
Last Trading Day	Two Hong Kong Business Days prior to the third Wednesday of the Contract Month. If it is not a Mumbai Business Day, the Last Trading Day shall be the immediately preceding Mumbai Business Day that is also a Hong Kong Business Day
Final Settlement Price	The Final Settlement Price for INR/CNH 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 reciprocal of the Indian Rupee per USD (INR/1USD) reference rate published by Financial Benchmarks India Private Limited at 1:30 p.m. (Mumbai time) multiplied by 10,000 and the WM/Reuters Intraday Spot Rate for USD/CNH at 3:00 p.m. (Hong Kong time) on the Last Trading Day. The Chief Executive of the Exchange has the power under the Regulations for trading Currency Futures Contracts to determine the Final Settlement Price under certain circumstances
Final Settlement Value	Final Settlement Price divided by 100 and multiplied by the Contract Size (e.g. 975.31 RMB cents /100 x 2,000,000)
Trading Fee (per contract per side)	Exchange Fee RMB 2.50 The amount indicated above is subject to change from time to time
Levies (per contract per side)	Investor Compensation Levy is payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance
Commission Rate	Negotiable

<p>Contract Specifications For Indian Rupee vs US Dollar (“INR/USD”) Futures</p>

The following Contract Specifications shall apply to the INR/USD Futures Contract:

Contract Size	INR 2,000,000
Contract Months	Spot month, the next calendar month and the next two calendar quarter months (where the quarter months are March, June, September and December). 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	US cents per 100 INR (e.g. 155.44 US cents per 100 INR)
Minimum Fluctuation	0.01 US cents (2 decimal places)
Maximum Fluctuation	As prescribed by the Exchange from time to time
Tick Value	USD 2
Contracted Price	The price at which an INR/USD Futures Contract is registered by the Clearing House
Contracted Value	Contracted Price divided by 100 and multiplied by the Contract Size (e.g. 155.44 US cents /100 x 2,000,000)
Trading Hours (Hong Kong time)	8:30 a.m. – 4:30 p.m. (day trading session) 5:15 p.m. – 3:00 a.m. (after-hours trading session) 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.
Trading Hours on the Last Trading Day (Hong Kong time)	8:30 a.m. – 3:00 p.m. 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.
Trading Method	The Exchange’s Automated Trading System (HKATS)
Position Limit	30,000 net contracts, in all Contract Months combined, per Exchange Participant for the Exchange Participant’s own behalf; and 30,000 net contracts, 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

Settlement Method	Cash settled contract for difference
Settlement Currency	USD
Final Settlement Day	The first Hong Kong Business Day after the Last Trading Day
Last Trading Day	Two Mumbai Business Days prior to the Last Mumbai Business Day of the Contract Month. If it is not a Hong Kong Business Day, the Last Trading Day shall be the immediately preceding Mumbai Business Day that is also a Hong Kong Business Day
Final Settlement Price	The Final Settlement Price for INR/USD 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 reciprocal of the Indian Rupee per USD (INR/1USD) reference rate published by Financial Benchmarks India Private Limited at 1:30 p.m. (Mumbai time) on the Last Trading Day multiplied by 10,000. The Chief Executive of the Exchange has the power under the Regulations for trading Currency Futures Contracts to determine the Final Settlement Price under certain circumstances
Final Settlement Value	Final Settlement Price divided by 100 and multiplied by the Contract Size (e.g. 155.44 US cents /100 x 2,000,000)
Trading Fee (per contract per side)	Exchange Fee USD 0.60 The amount indicated above is subject to change from time to time
Levies (per contract per side)	Investor Compensation Levy is payable at the rate or of the amount prescribed from time to time pursuant to the Ordinance
Commission Rate	Negotiable

APPENDIX B – FEES

Description		Amount¹
<i>Exchange trading fees</i>		
INR/CNH Futures	House/Client a/c MM a/c	RMB2.50/Lot RMB2.50/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant
INR/USD Futures	House/Client a/c MM a/c	USD0.60/Lot USD0.60/Lot or such lesser amount as the Exchange may from time to time agree with the relevant Exchange Participant

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