

CHAPTER 6

PROFESSIONAL CONDUCT

601. All Participants and where the context admits, their Responsible Officers, nominated representatives, directors, partners, Authorized Persons, officers, employees, agents and representatives, and all persons acting on behalf of Participants, Market Makers, Securities Market Makers, Structured Product Hedging Participants and Structured Product Liquidity Providers, shall strictly comply with and adhere to the CCASS Rules, the Clearing Rules, the Options Trading Rules, the Ordinance and these Rules.
602. Participants shall accept as final and binding and abide by all decisions, rulings and directions of the Board and any other person or body of persons authorized by the Board in the lawful execution of its powers pursuant to the Articles, these Rules and the Regulations.
603. A Participant shall not do or cause to be done any act, matter or thing which:-
- (a) would adversely affect the goodwill or public image of the Exchange, an SEHK Subsidiary and a recognized exchange controller which is the controller of the Exchange; or
 - (b) brings or is likely to bring the Exchange, an SEHK Subsidiary and a recognized exchange controller which is the controller of the Exchange into disrepute.
 - (c) [Repealed]
604. [Repealed]
605. A Participant shall immediately notify the Exchange in writing of any events or matters as from time to time specified in these Rules and the Regulations or as the Board may from time to time specify or direct by means of circulars to the Participants.
606. A Participant shall report in writing to the Exchange any breach, infringement of or non-compliance with any of these Rules or the Regulations, or where it has reason to suspect any such breach, infringement or non-compliance whether by:-
- (a) itself;
 - (b) its Responsible Officers or nominated representatives (as the case may be), directors, partners, Authorized Persons, officers, employees, agents and representatives, or persons acting on its behalf, Market Makers, Securities Market Makers, Structured Product Hedging Participants, Structured Product Liquidity Providers or registered arbitrageurs (as defined in the Fifteenth Schedule) (as the case may be); or
 - (c) any other Participant,

giving particulars of and/or the reasons for suspecting such breach, infringement or non-compliance and all other relevant information and documents.

607. [Repealed]

608. [Repealed]

609. [Repealed]

610. [Repealed]

611. [Repealed]

612. A Participant shall put in place adequate and effective internal policies, guidelines and/or control procedures to protect its operations, its clients, and other Participants from any loss (financially or otherwise) arising from theft, fraud, and other dishonest acts, professional misconduct or omissions and to ensure its compliance with the CCASS Rules, the Clearing Rules, the Options Trading Rules, the Ordinance and these Rules.