

**Options Clearing Rules**

**CHAPTER 2  
CLEARING BY SEOCH**

**OCH Contracts and NCP Contracts**

202. (4) ~~SEOCH shall have absolute discretion to refuse to clear an OCH Contract which is executed as part of a strategy trade through the Bulletin Board Orderbook window of HKATS if the strategy trade fails to satisfy all the criteria set forth in Options Trading Rule 549. [Repealed]~~
- (5) ~~In the event that an Options Trading Exchange Participant or its GCP (if the Options Trading Exchange Participant is an NCP) has been notified by SEOCH or the Exchange within 30 minutes after the strategy trade is executed through the Bulletin Board Orderbook window of HKATS that the OCH Contracts involved in the strategy trade executed will not be cleared for the reason set forth in Clearing Rule 202(4), the Exchange in conjunction with SEOCH will, without being required to give further notice to the Options Trading Exchange Participant or its GCP, delete the relevant strategy trade from the Options System as if the strategy trade had never been executed. [Repealed]~~

**CHAPTER 7**

**DEFAULT PROCEDURES**

**Suspension of SEOCH Participantship**

- 718A. The Head of Cash and Derivatives Clearing ~~Division~~ of HKE<sub>x</sub> may suspend the SEOCH Participantship of a SEOCH Participant if, in its capacity as an Exchange Participant, it voluntarily suspends its Exchange Participantship or is suspended from Exchange Participantship or accessing the System provided he has first obtained the approval of the Chairman of the SEOCH Board which may be given orally or in writing.

**CHAPTER 11**

**DCASS**

**Connection to DCASS**

1102. Prior to the establishment of an electronic connection of a SEOCH Participant to DCASS (“DCASS connection”), a DCASS Agreement in a form prescribed by SEOCH from time to time shall be entered into.

1102A. A SEOCH Participant can establish its DCASS connection via the central gateway provided by SEOCH or the SEOCH Participant’s remote network gateways.