

香港聯合交易所有限公司

(香港交易及結算所有限公司全資附屬公司)

The Stock Exchange of Hong Kong Limited

(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

Subject: Amendments to the Options Trading Rules (the “Rules”) and the Operational Trading Procedures for Options Trading Exchange Participants (the “Procedures”) of The Stock Exchange of Hong Kong Limited (“SEHK”)

Enquiry : HKATS Hotline: 2211 6360

Holders of SEHK Trading Rights and Exchange Participants of SEHK are requested to note that the Securities and Futures Commission has approved amendments to the Rules and the Procedures of SEHK to:

- (i) introduce a central gateway for connection to HKATS following the HKATS upgrade to the Genium INET Platform (the “**Genium Upgrade**”);
- (ii) introduce the Tailor-Made Combination function on HKATS to replace the existing Bulletin Board and Non-Standard Combination functions; and
- (iii) reflect the operational changes in HKATS following the Genium Upgrade.

The amendments, set out in Appendices 1 and 2, will take effect upon introduction of the Genium Upgrade, tentatively in the fourth quarter of 2013. You will be notified of the effective date of the amendments in due course.

The marked-up version of the amendments can be downloaded from the following sections of the HKEx website:

- “Rule Update - Options Trading Rules of the Stock Exchange”
- “Rule Update - Operational Trading Procedures for Options Trading Exchange Participants of the Stock Exchange”

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通告 CIRCULAR

事項: 期權交易規則及期權買賣交易所參與者交易運作程序之修訂

查詢: HKATS Hotline: 2211 6360

請各位香港聯合交易所有限公司交易權持有人及交易所參與者注意，證券及期貨事務監察委員會已批准期權交易規則及期權買賣交易所參與者交易運作程序，有關：

- (i) 在 HKATS 升級至 Genium INET 平台（「**Genium 升級**」）後，推出中央交易網關連接 HKATS；
- (ii) 在 HKATS 推出自選組合買賣盤功能，以取代現有的交易議價板及非標準組合買賣盤的功能；及
- (iii) 反映 Genium 升級後 HKATS 在運作上的變動。

附錄 1 及 2（只有英文版）所載的修訂將於中央交易網關推出時（暫定為 2013 年第四季）生效。確實生效日期容後通知。

有關規則的標明修訂本可在香港交易所網站中下載：

- "規則修訂 - 期權交易規則 - 聯交所"
- "規則修訂 - 期權買賣交易所參與者交易運作程序 - 聯交所"

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Options Trading Rules

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CHAPTER 1

DEFINITIONS AND INTERPRETATION

Definitions

The definition of “Bulletin Board Orderbook” has been repealed.

CHAPTER 5

THE OPTIONS TRADING SYSTEM

General Provisions

500. (k) An Options Trading Exchange Participant shall be liable for all orders and Options Contracts arising from its connection to HKATS and recorded in the Central Orderbook and the Transaction Register respectively of HKATS or other consequences resulting from the use of the Options Trading Exchange Participant's connection, regardless of whether or not such consequences resulted from the use of such connection by its Authorized Persons.
509. Each order shall be validly entered into HKATS at the time when it has been recorded in the Central Orderbook of HKATS relating to the option series in respect of which the order was entered.
510. Except as otherwise determined by the Board in its absolute discretion, the recorded details of each order maintained in the Central Orderbook of HKATS shall be conclusive evidence of the terms of each order entered into HKATS. No other evidence shall be admissible or otherwise recognized by any person in relation to determining whether an order has been entered into HKATS or in relation to determining the terms of any such order.
511. Except as otherwise determined by the Exchange, no Options Trading Exchange Participant shall, apart from an ability to check its own orders through HKATS, be entitled to have access to any information stored in the Central Orderbook of HKATS or be able to enquire as to, or be entitled to discover, the identity of any person who has entered an order into the Central Orderbook.

Rules for Order Entry

- 522B. An Options Trading Exchange Participant may amend and cancel any order which has been entered into the Central Orderbook of HKATS on behalf of a client or itself provided that the amendment or cancellation is made in compliance with the instructions of that client or the Options Trading Exchange Participant, as the case may be, and in accordance with the order number designated in respect of that particular order. The Exchange shall permit the amendment or cancellation of an order in accordance with the Operational Trading Procedures. Notwithstanding any provisions in the Operational Trading Procedures which limit the amendment or cancellation of orders to specified time periods, inactive orders of clients or the Options Trading Exchange Participant may be amended or cancelled at any time provided that the amendment or cancellation is made in compliance with the instructions of clients or the Options Trading Exchange Participant, as the case may be.
546. [Repealed]
547. [Repealed]
548. [Repealed]
549. [Repealed]
550. [Repealed]
551. [Repealed]
552. [Repealed]

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定義

「交易議價板買賣盤賬目」之定義已刪除。

**第五章
期權交易系統**

500. (k) 期權買賣交易所參與者必須對其接駁至HKATS電子交易系統以及記錄在HKATS電子交易系統中央買賣盤賬目和交易紀錄冊的所有買賣盤和期權合約，又或因使用期權買賣交易所參與者接駁權利而產生的其他後果負責，不論有關後果是否其授權人士使用有關接駁的設備所引起。
509. 各買賣盤一經記錄在HKATS電子交易系統有關該買賣盤的期權系列的中央買賣盤賬目內，即屬已有效地輸入HKATS電子交易系統。
510. 除董事會全權酌情另作決定外，HKATS電子交易系統內的中央買賣盤賬目所載的買賣盤詳情須為輸入HKATS電子交易系統內的買賣盤條款的決定性證據。任何其他證據將不獲任何確定一項買賣盤是否已輸入HKATS電子交易系統或確定任何此等買賣盤條款的人士接受或承認。
511. 除非交易所另行批准，否則期權買賣交易所參與者除可透過 HKATS 電子交易系統查核其本身的買賣盤外，無權接觸儲存在 HKATS 電子交易系統的中央買賣盤賬目內的任何資料，亦不能查詢及無權查核將買賣盤輸入中央買賣盤賬目的任何人士的身份。

更改或取消買賣盤

- 522B. 期權買賣交易所參與者可更改或取消任何代表客戶或其本身輸入HKATS電子交易系統中央買賣盤賬目的買賣盤，只要有關的更改或取消是按客戶或期權買賣交易所參與者（視情況而定）的指示以及該買賣盤獲編配的買賣盤號碼進行。交易所需容許根據交易運作程序更改或取消買賣盤。儘管交易運作程序有條文限制可更改或取消買賣盤的時間，但客戶或期權買賣交易所參與者的非活躍買賣盤則可隨時更改或取消，只要有關的更改或取消是按客戶或期權買賣交易所參與者（視情況而定）的指示進行即可。
546. [已刪除]
547. [已刪除]
548. [已刪除]
549. [已刪除]
550. [已刪除]
551. [已刪除]
552. [已刪除]

Operational Trading Procedures for Options Trading Exchange Participants

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CHAPTER 3

TRADING FUNCTIONALITIES

3.9 Execution of Standard Combinations

In the event an order for a spread or strategy combination listed in HKATS (“standard combination”) is entered into HKATS, HKATS will automatically generate derived orders (“Bait Orders”) based on the prevailing market price of each individual option series comprising the standard combination and the price of the order for the standard combination. Prices of these Bait Orders will be automatically adjusted according to price movement in the individual option series comprising the standard combination.

The ranking of Bait Orders shall be in accordance with the time the Bait Orders are generated. A Bait Order whose price is automatically adjusted according to the price movement and/or increase in quantity of the individual option series comprising the standard combination shall be treated as if the Bait Order were newly generated.

In the event an order for a standard combination is executed separately as Bait Orders in the individual option series, each stock options contract comprising the standard combination will be matched at the prevailing market price of the individual option series. Any matched contracts will be recorded in HKATS as separate trades in the individual option series.

In the event an order for a standard combination is executed in the standard combination market and not as Bait Orders in the individual option series, the executed price of the standard combination may not necessarily correspond with the prevailing market prices of the stock options contracts comprising the standard combination. The matched standard combination will be recorded in HKATS as separate trades in the individual option series.

3.9A Creation, Execution, Deletion of Tailor-Made Combinations

Options Trading Exchange Participants can define and create a combination strategy (“Tailor-Made Combination”) involving such Options Contracts and during such trading sessions as the Exchange may from time to time notify Options Trading Exchange Participants using the tailor-made combination function of HKATS. Once created, a Tailor-Made Combination can be traded like a normal market series.

Options Trading Exchange Participants shall ensure that the following criteria are satisfied when creating a Tailor-Made Combination:

- the Tailor-Made Combination is one of the strategy combinations prescribed by the Exchange;
- the number of option series (“legs”) comprising the strategy is within the range prescribed by the Exchange;
- the ratio between these legs is within the range prescribed by the Exchange;
- the contract sizes of these legs must be identical;
- the Tailor-Made Combination is not at that time prescribed as a standard combination; and
- an active Order is submitted at the same time as the creation of the Tailor-Made Combination.

Tailor-Made Combinations created on a Business Day will not be carried forward to the next Business Day.

The executed price of a trade in a Tailor-Made Combination may not necessarily correspond with the prevailing market prices of the Options Contracts comprising the Tailor-Made Combination. The matched trade in the Tailor-Made Combination will be recorded in HKATS as separate trades in the individual market series.

The Exchange may from time to time prescribe a maximum number of Tailor-Made Combinations that can be listed on HKATS on a Business Day and a throughput rate for each HKATS connection to create Tailor-Made Combinations to protect the integrity of HKATS and to ensure the proper operation of the Markets.

The Exchange may at any time at its sole discretion limit the number of Tailor-Made Combinations an Options Trading Exchange Participant may create on a Business Day by notice to the Options Trading Exchange Participant.

The Exchange reserves the right to delete any Tailor-Made Combination listed on HKATS and cancel any Order for that Tailor-Made Combination at any time if:

- (i) the Tailor-Made Combination does not satisfy the criteria as prescribed in 3.9A;
- (ii) there is no active Order for the Tailor-Made Combination;
- (iii) the total number of Tailor-Made Combinations listed on HKATS exceeds the maximum number prescribed and notified to Options Trading Exchange Participants by the Exchange from time to time;
- (iv) the Tailor-Made Combination is created by an Options Trading Exchange Participant which has exceeded the limit imposed on it under 3.9A; or
- (v) the Exchange determines that the Tailor-Made Combination is inappropriate.

Any trade in a Tailor-Made Combination that is not created in accordance with the criteria as prescribed in 3.9A will not be considered as a valid trade by the Exchange and, notwithstanding any provisions of the *Options Trading Rules* or the *Clearing Rules*, will not be registered or cleared by SEOCH. In the event that an Options Trading Exchange Participant has been notified by the Exchange that a Tailor-Made Combination trade is invalid on the Business Day during which the Tailor-Made Combination trade is executed, the Exchange in conjunction with SEOCH will, without being required to give further notice to the Options Trading Exchange Participant, delete the invalid Tailor-Made Combination trade from the Options System as if the Tailor-Made Combination trade had never been executed. No action shall lie against and no liability of whatsoever nature and howsoever arising, whether in contract, tort or otherwise, shall be incurred by the Exchange or SEOCH directly or indirectly in connection with the deletion of any invalid Tailor-Made Combination trade.

3.10A Order Amendment and Cancellation

An order in a stock options contract entered into the Central Orderbook on behalf of a client or an Options Exchange Participant and designated a particular order number may be amended or cancelled provided that the amendment or cancellation is made in compliance with the instructions of that client or Options Exchange Participant, as the case may be, in respect of that particular order.

Options Trading Exchange Participants may amend, cancel or inactivate orders resident in the Central Orderbook (“Valid Orders”) only during trading hours and the pre-trading period of 30 minutes before the opening of each trading session.

A Valid Order that is amended in connection with a reduction in size, a change in the duration of validity, or modification of optional “free” text information shall not affect the time priority of the original Valid Order.

A Valid Order that is amended in connection with price or an increase in size will result in the loss of time priority of the original Valid Order if the amendment is made during trading hours. These amendments are not allowed to be made during the 30-minute pre-trading period.

In emergency situations where an Options Trading Exchange Participant loses connection to HKATS and wishes to delete any of its orders in the order book, it can request the Exchange to delete such orders on its behalf, subject to a charge (See Appendix A).

CHAPTER 7

CONTINGENCY PROCEDURES

7.1C Equipment Failure

In case of a failure, error or defect in any of the equipment relating to the trading of an Options Trading Exchange Participant on HKATS (including but not limited to terminals, network equipment and communication lines), whether installed at the Options Trading Exchange Participant's office premises or any other location, the Options Trading Exchange Participant shall report the incident to the HKATS hotline immediately. Options Trading Exchange Participants are requested to follow the procedures stipulated in the HKATS User's Guide regarding equipment failure.

An Options Trading Exchange Participant can apply to the Exchange for a temporary connection to the contingency gateway in case of any connectivity failure experienced by the Options Trading Exchange Participant using network gateway. The Exchange has the absolute discretion to determine whether or not to approve such application.

An Options Trading Exchange Participant experiencing a temporary loss of connectivity to HKATS may also request the Exchange to delete orders from or conduct other processes on HKATS on its behalf ("On-Behalf-Of Processing"). On-Behalf-Of Processing is principally intended for real contingency situations to reduce the financial risk of an Options Trading Exchange Participant when there is an unexpected temporary failure in system access. It is not intended to be a long-term alternative for the Options Trading Exchange Participant. The Options Trading Exchange Participant is expected to restore its access to HKATS in the shortest time practicable. On-Behalf-Of Processing is subject to the availability of the resources of the Exchange at the time of an Options Trading Exchange Participant's request. The Exchange will appraise each request for On-Behalf-Of Processing on a case-by-case basis and shall have the absolute discretion to turn down any request which it deems inappropriate. The Exchange shall not be liable to any Options Trading Exchange Participant for any On-Behalf-Of Processing conducted on its behalf.

A fee shall be payable by an Options Trading Exchange Participant for connecting to the contingency gateway and for any On-Behalf-Of Processing executed by the Exchange on its behalf.

APPENDIX A : FEES & COSTS PAYABLE TO THE EXCHANGE
A4 HKATS-Related Charges

Fee Type	Fee
CLICK or OAPI sub-license fee for connection through a network gateway	1750/month/CLICK or OAPI
OAPI sub-license fee for connection with a throughput rate of 5 transactions per second through the central gateway	2600/month/OAPI provided that no OAPI sub-license fee will be charged for either the first 2 connections with a throughput rate of 5 transactions per second or the first connection with a throughput rate of 10 transactions per second of an Options Trading Exchange Participant
OAPI sub-license fee for connection with a throughput rate of 10 transactions per second through the central gateway	5200/month/OAPI provided that no OAPI sub-license fee will be charged for either the first 2 connections with a throughput rate of 5 transactions per second or the first connection with a throughput rate of 10 transactions per second of an Options Trading Exchange Participant

A5 Emergency Costs

Service	Costs	Remarks
Temporary connection to HKATS via the contingency gateway	HK\$1,000 per connection per day or part thereof	Subject to availability.
Re-Print of reports	HK\$5 per page up to HK\$1,000 per report	Subject to availability.
On-Behalf-Of processing except bulk deletion	HK\$50 per accepted and executed transaction	1. Inclusive of Printed Trade Confirmation. 2. Exclusive of trading and clearing tariff.
On-Behalf-Of processing for bulk deletion	HK\$1,000	This includes deletion of more than 20 orders in one class or in all classes.
Error Trade	HK\$3,000 payable by the party which initiated the claim	