

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: **ORDER CONSIDERATION LIMIT SETTING BY EXCHANGE PARTICIPANTS**

Enquiry: **Participant General Enquiry Hotline (Tel : 2840 3626 E-mail : trd@hkex.com.hk)**

To mitigate the risk of input errors, Exchange Participants (EPs) are reminded to review and determine their own Order Consideration Limit (Limit) in accordance with their business needs and risk management requirements. The Limit is to be set at firm level and applies to all orders and reported trades of the same firm input to AMS/3. Warning message will be triggered when the input value of an order or a trade exceeds the pre-set limit. The EP will then be required to re-enter the order/trade details before the order/trade will be accepted.

It should be noted that the Limit is an additional control measure to prevent erroneous order/trade input and is not intended to replace any of EP's existing internal controls. EPs are fully responsible for maintaining proper and adequate operational procedures and internal controls in handling clients' orders and transactions.

The Exchange strongly recommends all EPs to review their Limit and internal controls in a prudent and timely manner. EPs who intend to modify the Limit have to complete and return the form "Confirmation of AMS/3 Order Consideration Limit Setting" available at HKEX website (http://www.hkex.com.hk/eng/market/sec_tradinfra/Documents/Order%20Consideration%20Limit%20Form.pdf) at least 3 working days before the intended effective date.

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