

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 and Apply Notional Value Checks by Exchange Participants**

Enquiry: **Participant General Enquiry Hotline¹ (Tel: 2840 3626 E-mail: trd@hkex.com.hk)**

To mitigate the risk and impact of order/trade input errors, Exchange Participants (EPs) are reminded to review and determine their own Order Consideration Limit (Limit) (also known as Notional Value in OCG-C interface specifications) in accordance with their business need and financial strength. If order/trade input error happen, EPs should have sufficient liquidity and resource to fulfil obligations and handle any consequences.

The Limit is to be set at firm level and will only be effective for risk control purpose if Notional Value Checks is applied when submitting orders/trades to OTP-C. EPs that are using Broker Supplied Systems (BSS) provided by vendor(s) shall check and arrange with their BSS vendor(s) on the Notional Value Checks system setting.

It should be noted that setting of the Limit and application of Notional Value Checks 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 submit the eService "[CT027](#)" through Client Connect, or complete and return the form "[Confirmation of OTP-C Order Consideration Limit Setting](#)" available at HKEX website at least 3 working days before the intended effective date.

Jeffrey Lam
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¹ All calls to and from the Participant General Enquiry Hotline may be recorded. HKEX Privacy Policy Statement is available [here](#).