

HKEx Information Services Limited

(A wholly-owned member of the Hong Kong Exchanges and Clearing Limited Group)

Guiding Note for OMD Derivatives FullTick – Vendor Incentive Programme Derivatives Market Data (for Real-time data vendors)

HKEx-IS launched the OMD Derivatives FullTick – Vendor Incentive Programme (“the Incentive Programme”) in July 2013. The aim is to facilitate Exchange Participants’ (EPs’) access to order depth information from HKEx Orion Market Data Platform (OMD).

Overview

As part of HKEx’s technology roadmap, the derivatives trading platform (HKATS) will be upgraded to the Genium INET, tentatively in Q4 2013. The new derivatives market data platform, HKEx Orion Market Data Platform – Derivatives Market (OMD-D), will also be rolled out tentatively in Q2 2014. With the Genium INET roll-out, EPs can continue to use Network Gateway (NG) and receive market data via OMnet Application Program Interface (OAPI); or use the new Central Gateway (CG), a low latency access platform which does not support market data distribution. It is therefore anticipated that more EPs will source data from OMD-D.

While EPs can currently source order depth information, MQ7, from Network Gateway, they are subject to higher bandwidth requirement for OMD-D Derivatives FullTick (DF), the market-by-order datafeed product, to access order depth information.

To facilitate EPs’ access to order depth information from OMD-D, HKEx-IS offers an Incentive Programme to encourage Information Vendors (IVs) to offer a lower bandwidth solution for redistributing the DF feed to EPs.

Programme Arrangements

Under this Incentive Programme, the Eligible IVs can receive waiver on Redistribution Fee of the DF feed:

OMD Derivatives FullTick – Vendor Incentive Programme	
Programme Duration	From OMD-D Rollout Date to 31 December 2015
Eligibility Criteria	An Eligible IV shall (i) subscribe for Derivatives FullTick (DF) feed from HKEx-IS; and (ii) redistribute DF feed <u>only to Exchange Participants</u> ¹ and <u>only for internal use</u> ²

	<p><i>Note:</i></p> <ol style="list-style-type: none"> 1. <i>Exchange Participant (EP) shall mean either an SEHK Stock Options Exchange Participant or an HKFE Exchange Participant</i> 2. <i>In other words, an eligible IV could NOT redistribute DF feed to (a) EPs for external distribution (as indirect vendor); or (b) non-EPs</i>
Benefits	Waiver on Redistribution Fees (\$37,950 per quarter) for Eligible IVs

In the case of enrolled IVs who fail to comply with the above criteria, HKEx-IS reserves the right to recover the over-claimed benefits with interest penalty.

Enrolment Method

For existing IVs who intend to enroll in the Incentive Programme, please send an email to HKEx-IS at marketdata@hkex.com.hk. Please also be reminded to indicate subscription of the DF feed when submitting the OMD-D Feed Enrolment Form.

For new IV applicants who intend to enroll in the Incentive Programme, please refer to the [Vendor Licence Application Procedures](#) and submit the relevant documents via email to HKEx-IS at marketdata@hkex.com.hk.

Upon approval and confirmation, HKEx-IS would specify in Schedule 3 and Schedule 4 (the Memorandum or Permitted Purpose) of the Market Data Vendor Licence Agreement that the IV is eligible for the Incentive Programme.

Should you have any queries on the Incentive Programme, please send your questions to marketdata@hkex.com.hk.

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HKEx-IS