

L.N. 18 of 2007

**SECURITIES AND FUTURES (CONTRACTS
LIMITS AND REPORTABLE POSITIONS)
(AMENDMENT) RULES 2007**

(Made by the Securities and Futures Commission
under section 35(1) of the Securities and
Futures Ordinance (Cap. 571))

1. Commencement

These Rules shall come into operation on 30 March 2007.

2. Prescribed limit and reporting level for futures contracts

Schedule 1 to the Securities and Futures (Contracts Limits and Reportable Positions) Rules (Cap. 571 sub. leg. Y) is amended by repealing items 5 and 6 and substituting—

“5. Hang Seng China Enterprises Index futures contracts and options contracts	12 000 long or short position delta limit for all contract months combined	500 open Hang Seng China Enterprises Index futures contracts for any one contract month; 500 open Hang Seng China Enterprises Index options contracts for any one series”.
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Martin WHEATLEY
Chief Executive Officer,
Securities and Futures Commission

29 January 2007

Explanatory Note

Under section 35(1) of the Securities and Futures Ordinance (Cap. 571), the Securities and Futures Commission may prescribe limits on the number of futures contracts and options contracts that may be held or controlled by any person. It may also prescribe the reportable positions in respect of such contracts. Such limits and reportable positions are established and fixed for the futures contracts and options contracts specified in Schedule 1 to the Securities and Futures (Contracts Limits and Reportable Positions) Rules (Cap. 571 sub. leg. Y).

2. The purpose of these Rules is to amend that Schedule to combine the prescribed limits of Hang Seng China Enterprises Index futures contracts and Hang Seng China Enterprises Index options contracts into an aggregate limit applicable to all Hang Seng China Enterprises Index futures contracts and options contracts.