



NOTICE OF AUTHORIZATION TO PROVIDE AUTOMATED TRADING SERVICES

Pursuant to section 95(2) of the Securities and Futures Ordinance (**SFO**), the Securities and Futures Commission (**Commission**) hereby authorizes Singapore Exchange Derivatives Trading Limited (**SGX-DT**) to provide automated trading services (**ATS**) in Hong Kong via the Titan-DT system subject to the following conditions –

1. SGX-DT may only provide ATS in Hong Kong to those of its members that are corporations licensed by the Commission under Part V of the SFO (unless the Commission agrees in writing otherwise). Additionally, such corporations must not be admitted as members unless SGX-DT has first proactively notified the Commission of its intention to admit them.
2. For the purposes of any inquiry or investigation by the Commission into the conduct of any of SGX-DT's Hong Kong members, SGX-DT must provide the Commission with information relating to trades conducted by that member via the Titan-DT system. Such information disclosure can be facilitated by (i) the Multilateral Memorandum of Understanding of the International Organization of Securities Commissions for the purposes of cross-border cooperation, exchange of information and investigatory assistance, to which the regulatory authorities of Hong Kong and Singapore are signatories; and (ii) the Memorandum of Understanding between the Commission and the Monetary Authority of Singapore, signed on 16 January 1997.
3. SGX-DT must notify the Commission of any material changes to the matters set out in paragraph 55 of the Guidelines for the Regulation of ATS issued by the Commission, and particularly to the matters specified below, prior to the changes taking effect –
 - 3.1. SGX-DT's company structure, any substantial shareholders and, where a substantial shareholder is a corporation, the directors and substantial shareholders of that corporation;
 - 3.2. business plan and marketing plan for Hong Kong;
 - 3.3. the Titan-DT system (including changes in hardware, software, and other technology);
 - 3.4. contractual documentation if these result, or may result, in direct or indirect changes to the contractual responsibilities for SGX-DT's Hong Kong members; and
 - 3.5. criteria for admitting persons as Hong Kong members of SGX-DT, or for revoking such membership.
4. For each new futures contract that SGX-DT intends to offer to SGX-DT members in Hong Kong for trading through the Titan-DT system, SGX-DT shall provide to the Commission –
 - 4.1 prior written notice of the new futures contract that it intends to offer; and
 - 4.2 the contract specifications of the new futures contract that it intends to offer.



5. SGX-DT must put in place appropriate business continuity plans and disaster recovery programs for SGX-DT's activities in Hong Kong subject to this ATS authorization and notify the Commission of any material change to the plans or programs.
6. SGX-DT must provide the Commission with the following **monthly** statistics:
 - 6.1. the volume of trades conducted during that month through the Titan-DT system, by each of SGX-DT's Hong Kong members, with a breakdown in respect of each product or product class (as agreed by the Commission in writing) traded by that member via the Titan-DT system; and
 - 6.2. the aggregate volume of trades, in respect of each product or product class (as agreed by the Commission in writing), conducted during that month via the Titan-DT system.

Such statistics must be provided within two weeks after the end of each month or within such other period as the Commission may agree in writing. A nil return is required if no trade was conducted in the relevant reporting period.
7. SGX-DT must provide **monthly** reports of the identity and location of its members in Hong Kong as at the end of the relevant month, and such reports must be provided to the Commission within two weeks after the end of the relevant month or within such other period as the Commission may agree in writing.
8. SGX-DT must provide its **annual** audited financial statements to the Commission within four months after the end of each financial year or within such other period as the Commission may agree in writing.

DATED: 9 JUNE 2017