

L.N. 301 of 2001

COMMODITIES TRADING (CONTRACT LEVY)

(AMENDMENT) (NO. 3) RULES 2001

(Made by the Securities and Futures Commission under section 79A(2) of the Commodities Trading Ordinance (Cap. 250) after consultation with Hong Kong Futures Exchange Limited)

1. Commencement

These Rules shall come into operation on the day appointed for the commencement of the Securities and Futures Commission (Levy) (Futures Contracts) (Amendment) (No. 3) Order 2001 (L.N. 296 of 2001).

2. Rate of contract levy

Rule 2 of the Commodities Trading (Contract Levy) Rules (Cap. 250 sub. leg.) is amended---

(a) in paragraph (2), by repealing "and all stock futures contracts" and substituting ", all Stock Futures Contracts and all Options on Stock Futures Contracts";

(b) by repealing paragraph (3) and substituting---

"(3) In this Rule---

"Mini-Hang Seng Index Futures Contracts" (小型恆生指數期貨合約) means the stock index futures contracts the contract specifications of which are set out in the rules of the Exchange Company;

"Options on Stock Futures Contracts" (股票期貨合約的期權) means the options on stock futures contracts the contract specifications of which are set out in the rules of the Exchange Company;

"Stock Futures Contracts" (股票期貨合約) means the stock futures contracts the contract specifications of which are set out in the rules of the Exchange Company."

Andrew Len Tao SHENG

Chairman,

Securities and Futures Commission

11 December 2001

Explanatory Note

Under section 79A(1) of the Commodities Trading Ordinance (Cap. 250), a prescribed levy on every leviable transaction is payable by the Exchange Company to the Securities and Futures Commission for purposes of the compensation fund. The levy is currently \$0.50 on every leviable transaction in respect of futures contracts other than the Mini-Hang Seng Index Futures Contracts and all Stock Futures Contracts. These Rules reduce the levy to \$0.10 on every leviable transaction in respect of all Options on Stock Futures Contracts.