

Detailed Rules for Trading in Night Session of Zhengzhou Commodity Exchange

Chapter 1 General Provisions

Article 1 These Detailed Rules are formulated in accordance with the Trading Rules of Zhengzhou Commodity Exchange for the purposes of regulating trading activities in night session and securing legal interests of the parties involved in futures trading.

Article 2 These Detailed Rules shall apply to the trading, clearing, delivery and risk management of the products traded in night session. Where these Detailed Rules are not listed, other detailed implementation rules for Zhengzhou Commodity Exchange shall apply.

Article 3 The Exchange, members, overseas brokers and clients shall comply with these Detailed Rules.

Chapter 2 Trading Products and Trading Hours

Article 4 Trading in night session shall refer to the trading taking place in the period

other than day session (from 9:00 a.m. to 11:30 a.m. and from 1:30 p.m. to 3:00 p.m.) stipulated by the Exchange, and futures products traded in night session shall be stipulated by the Exchange.

Trading hours of night session shall be informed by the Exchange separately.

Article 5 The “trading day” in these Detailed Rules shall refer to the time period from the market open of night session to the market close of day session.

Article 6 The first trading day of newly listed contracts of products traded in night session shall start from the market open of night session.

The first trading day of newly listed products shall start from the market open of day session.

Article 7 Trading in night session shall be conducted via remote trading seat.

Neither application for remote trading seat nor account opening business shall be processed during the period of night session.

Article 8 The Exchange shall have the right to adjust the time of market open and market close of night session, or to suspend trading in night session under the following circumstances:

I. when more than 10% of members cannot trade due to the malfunction of trading system, communication system or other trading facilities;

II. when more than 30% of members have not yet complete clearing or initialization of trading system before market open of night session;

III. other circumstances that the Exchange may deem necessary.

Chapter 3 Trading, Clearing, and Risk Management

Article 9 The auction of a futures contract for trading in night session shall be conducted within five (5) minutes prior to the market open of night session, and there will be no auction for the contract in day session. The price generated from the night session auction shall be the opening price of the day. If no filled price is generated from such auction, the first filled price after the market open of night session shall be the opening price. In case that there is no night session, the auction shall be conducted five (5) minutes prior to the market open of day session.

The unfilled orders placed during the auction of night session shall automatically participate in the matching process after the market open of night session.

Article 10 The members shall make up the amount of clearing reserve fund to the minimum threshold before the market open of night session. If the balance of clearing reserve fund is greater than zero but lower than the minimum threshold, then no new positions shall be established. If the balance of clearing reserve fund is lower than zero, the Exchange shall deal with the situation in accordance with the Measures for the Administration of Risk Control of Zhengzhou Commodity Exchange.

Article 11 If there is any objection to the clearing results of the previous trading day, the members shall notify the Exchange in written form thirty (30) minutes prior to the market open of night session. In case of special circumstances, the members shall notify the Exchange of their objections in written form within two (2) hours after the market open of night session. If there is no objection to the clearing results being raised up within the prescribed time period, then the correctness of the clearing results shall be deemed to be confirmed by the members.

Article 12 During the period of night session, no cash withdrawal, securities

withdrawal, delivery or any other relevant operations shall be processed.

Article 13 Principles of forced liquidation: Prior to forced liquidation, the members shall close out their positions by themselves after the market open of night session and before 10:15 a.m. of day session except for situations specified by the Exchange. In case that the members fail to close out their positions within the specified time, the positions shall be forcibly liquidated by the Exchange.

Chapter 4 Supplementary Provisions

Article 14 The Exchange shall handle any violation of these Detailed Rules in accordance with the Measures for Penalties for Violations of Zhengzhou Commodity Exchange.

Article 15 The Exchange shall reserve the right to interpret these Detailed Rules.

Article 16 These Detailed Rules shall enter into force from November 9, 2018.

(The English version is for reference ONLY. The Chinese version shall prevail if there is any inconsistency.)