3rd Quarter, 2012



First International Exchange To Sign Up All Authorised Mainland Brokerages In Hong Kong

ith China International Futures (Hong Kong) Co., Ltd (CIFCO HK) joining the Exchange in July as a broking member, HKMEx became the first international exchange to have signed up all six mainland Chinese futures firms which are authorised to conduct business in Hong Kong.

CIFCO HK's addition significantly enhances HKMEx's goal of providing global market participants with transparent

price discovery and benchmark pricing for China-bound commodities.

CIFCO HK is the Hong Kong branch of China International Futures Co. Ltd (CIFCO), one of the largest futures brokerages in China by trading volume and turnover.

"Our membership on HKMEx represents the continuation of our strategy to leverage on our well-established brand and extensive industry experience in mainland China to expand abroad, and to offer the most comprehensive range of both internationally and

domestically traded investment products to our customers," said Michael Zhang, Chairman of CIFCO HK.

HKMEx Chairman Barry Cheung said, "Having all six mainland Chinese futures companies on board will significantly boost our Exchange's market leadership as the bridge between China's fast-growing commodity markets with other international trading hubs. It will also no doubt contribute to the success of our upcoming renminbi-denominated copper and gold futures products.

New Leadership For HKMEx

KMEx appointed Jane Wang and William Barkshire as Co-Presidents in August, following the retirement of Albert Helmig who was President of the Exchange the past three and a half years.

The appointments into the newly-created joint roles coincided with HKMEx surpassing its 2 millionth contract traded on its state-ofthe-art electronic trading platform.

In their new roles, Ms Wang oversees all aspects of

Golden Mountain Futures and Greatwall Futures Join as Broking Members HKMEx's business development and strategic growth in Greater China, while Mr Barkshire oversees the Exchange's international business development, product development, operations and technology, and strategy.

Prior to the new appointments, Ms Wang was Managing Director, Greater China and Mr Barkshire Chief Operating Officer of the Exchange.



Co-presidents Jane Wang (left) and William Barkshire

KMEx has recently added two Hong Kongbased brokerages, Golden Mountain Futures Ltd and Greatwall Futures Ltd, as its latest broking members, bringing total number of members to 33.

Golden Mountain, which specializes in hedging and spread trading in commodities futures, focuses on serving clients from Greater China and Japan.

Greatwall, meanwhile, provides around-the-clock trading in nearly 100 futures products in nine major global markets, including the US, Europe and Asia.

HKMEx in Numbers | August 2012 7,795 Contracts Average Daily Volume US\$8.77 Billion

For More Information

CHANGE NEWS

Over 2 Million Contracts Traded Since Launch

KMEx recently celebrated its 2 millionth contract on August 15, marking another significant step in the development of a bridge linking fast-growing mainland commodity markets with international trading hubs.

This trading volume milestone represented turnover of US\$100 billion

since the Exchange was launched in May 2011. Of the two million contracts traded on HKMEx, 1.7 million were USdollar gold futures, and over 300,000 were US-dollar silver futures.







From top: **25 August 2012** Co-President William Barkshire spoke at the 9th International India Gold Convention - 2012 | **10 August 2012** HKMEx hosted delegation led by the Malaysian Deputy Minister for Finance Donald Lim Siang Chai and Securities Commission Malaysia Executive Director Eugene Wong | **8 August 2012** HKMEx hosted delegates from the Federation of Goldsmiths and Jewellers Associa-

Recent Events

From top: **11 August 2012** HKMEx staff helped clean debris from Hong Kong's beaches | **28 July 2012** Senior Advisor Jimmy Ho spoke at a joint seminar held with Exchange member Haitong International on gold and silver investment strategies | **27 July 2012** HKMEx representatives presented a membership certificate to incoming member China International Futures (Hong Kong) Co Ltd at a ceremony





Exchange Members

Clearing

- G. H. Financials Limited
- Interactive Brokers (UK) Limited
- Jefferies Bache Limited
- Morgan Stanley & Co International Plc
- Newedge UK Financial Limited
- Philip Commodities (HK) Limited*

Broking

- BOCOM International Securities Limited
- BOCI Securities Limited
- Bright Smart Futures & Commodities
 Co., Limited
- Celestial Commodities Limited
- CES Capital International (Hong Kong) Co., Limited
- Chief Commodities Limited
- China Everbright Forex & Futures (HK) Limited
- China International Futures (Hong Kong) Company Limited*
- China Xin Yongan Futures Company
 Limited
- GF Futures (Hong Kong) Co., Limited
- Golden Mountain Futures Limited*
- Greatwall Futures Limited*
- Green Futures (Hong Kong) Limited

- Guotai Junan Futures (Hong Kong) Limited
- Haitong International Futures Limited
- ICBC International Futures Limited
- Interactive Brokers LLC
- Jinrui Futures (Hong Kong) Limited
- KGI Futures (Hong Kong) Limited
- Morgan Stanley Hong Kong Securities Limited
- Nanhua Futures (Hong Kong) Co., Limited
- Newedge Financial Hong Kong Limited
- OSK Futures Hong Kong Limited
- Phillip Commodities (HK) Limited
- T G Securities Limited
- Tanrich Futures Limited
- Wing Fung Futures Limited
- * joined in Q3

Jefferies Bache Now Accepts Physical Delivery

Clearing member Jefferies Bache is now ready to actively facilitate the physical delivery of gold and silver futures contracts traded on HKMEx. Physical delivery of HKMEx gold and silver contracts are conducted by the HKIA Precious Metals Depository, and Via Mat International (Hong Kong).



For the most current updates on HKMEx, as well as insights on commodities and exchange trading, check out HKMEx's new home on some of the most popular social media today:

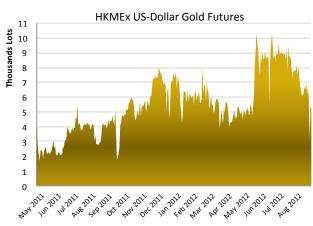


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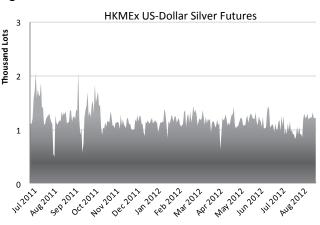
LinkedIn

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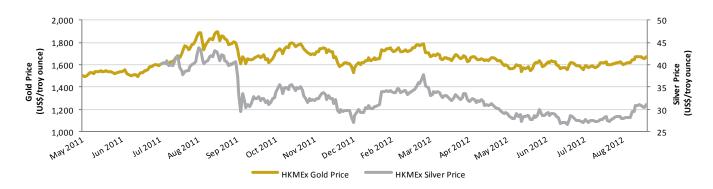


Total Daily Trading Volume

Exchange Statistics



HKMEx USD Gold & Silver Price Trends (US\$/Troy Ounce)



Please note the following: HKMX is a subnorized by the Securities & Futures Commission to operate as an Automated Trading Service Provider. HKMX trades are cleared and settled through HKMX taponited clearing house LCH. Clearent in London. Trading particity on, HirtCompletion to operate as an Automated Trading Service Provider. HKMX trades are cleared and settled through HKMX taponited clearing house LCH. Clearent in London. Trading particity on, HirtCompletion to operate as an Automated Trading Service Provider. HKMX trades are cleared and settled through HKMX taponited clearing house LCH. Clearent in London. Trading particity on, HirtCompletion so accuracy, and it is subject to change without notice. The information and data provided are provided and you and "as is" basis and were obtained from sources believed to be reliable, but we do not guarantee their accuracy or completeness, and shall not be held liable for any omission, error or insclurx, herether their information and data provided are provided struby tures, ophison error and activate are not a subject to change advice. The information and data provided are provided struby tures, ophison error and cause for action of the parcinstand advice. The information and data provided struby to use or any point and exact for a lign or other provided struby to use or any points and exact on target or activation and basis. The information and data provided struby to use or any on prior data struby and and the reliable. But we exact or completeness, and shall not be held liable for any omission, error or maismon are not as an error data. The information and data provided struby to use or any on prior data struby and and exact on the parcing and advice. The information and data provided struby to use or any on particity and clean error or omissions and part and and the strub error or omissions. The strub error or omissions and the advice and the information and data provided struby to use or any portion to accounted and the or ereliable or any nor isk. Information,