

# Investor convicted of manipulating callable bull bear contract

25 Apr 2013

The Eastern Magistracy today convicted Mr Lee Lam Chong of manipulating a Callable Bull Bear Contract (CBBC) during a pre-opening session. Lee pleaded guilty to the offence (Note 1).

Magistrate Bina Chainrai sentenced Lee to one month imprisonment, suspended for 12 months and fined him \$67,000. He was also ordered to pay the Securities and Futures Commission's investigation costs.

The court heard that Lee placed contradictory buy and sell orders for a CBBC linked to Hang Seng Index during the pre-opening session on 20 April 2010, enabling the final equilibrium price to be fixed at a higher price at the end of the session (Note 2).

Lee placed an at-auction bid order for one million contracts two seconds before the end of the pre-order matching period, pushing up the indicative equilibrium price by over 25% against the previous day's final equilibrium price.

He made a notional profit of \$66,970 from selling two million contracts which he had placed earlier. The fine will strip Lee of this profit.

End

Notes:

1. The pre-opening session commences at 9:30 am on each trading day and comprises four periods:

- Order Input Period (9:30 am to 9:44:59 am)
- Pre-order Matching Period (9:45 am to 9:49:59 am)
- Order Matching Period (9:50 am to 9:57:59 am)
- Blocking Period (9:58 am to 10:00 am)

2. The CBBC was KC#HSI PR1004A

Page last updated : 25 Apr 2013

## 投資者操縱牛熊證罪名成立

2013年4月25日

東區裁判法院今天裁定李淋莊（男）在開市前時段內操縱一隻牛熊證罪名成立。李早前已承認控罪。（註1）。

錢禮裁判官（Magistrate Bina Chainrai）判處李監禁一個月，緩刑12個月，並罰款67,000元。他亦須向證券及期貨事務監察委員會繳付調查費。

案情指，李於2010年4月20日的開市前時段內，就一隻與恒生指數掛鈎的牛熊證發出互相抵觸的買盤和賣盤，使該牛熊證最終平衡價格在開市前時段結束時被定於較高價格（註2）。

在對盤前時段結束前兩秒，李發出100萬張合約的競價買盤，使最終參考平衡價格比前一日的最終平衡價格升逾25%。

他從較早前發出涉及200萬張合約的賣盤獲利達66,970元。有關罰款將抵消李所獲取的利潤。

完

備註：

1. 開市前時段在每個交易日上午9時30分開始，分為四個時段：

- 輸入買賣盤時段（上午9時30分至上午9時44分59秒）
- 對盤前時段（上午9時45分至上午9時49分59秒）
- 對盤時段（上午9時50分至上午9時57分59秒）
- 暫停時段（上午9時58分至上午10時正）

2. 該牛熊證為恒指比聯零四熊A。

最後更新日期：2013年5月6日