

IMPORTANT NOTICE

Trading China A Shares via Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect

Clients must ensure to read and understand the information of Shanghai and Shenzhen Connect A-shares trading of LFSHK including relevant details, trading rules, risks, fees, restrictions and notices before investing in Shanghai and Shenzhen Connect A-shares trading. Please refer to the Rules of the Exchange, Hong Kong Exchanges and Clearing Limited (HKEX) website and other documents for detailed information.

1. Details of Operation of Stock Code, Board Lot/Odd Lot, Order Size and Tick Size

Clients should note that A shares trading will follow the Shanghai Stock Exchange's (SSE) or Shenzhen Stock Exchange's (SZSE) trading hour. The stock codes of SSE and SZSE Securities are 6 digits and clients should use SSE and SZSE stock codes when placing orders. All trading must be conducted on SSE or SZSE, i.e. no over-the-counter (OTC) or manual trades are allowed. SSE and SZSE Securities are subject to the same trading board lot size, which is 100 shares (buy orders must be in board lots). Odd lot trading is only available for sell orders and all odd lots should be sold in one single order. The maximum order size is 1 million shares and the tick size is uniformly set at RMB 0.01. Clients are not allowed to carry out naked short selling activities. Please refer to HKEX website for detailed information.

2. Price Limit

Clients should pay attention to the price limit of Shanghai Stock Exchange (SSE) and Shenzhen Stock Exchange (SZSE). All orders input for A shares must be at or within the price limit, i.e. cannot exceed +/-10% of the previous closing price. (+/-5% for A shares in the risk alert board).

3. Shareholding restriction and disclosure obligation

According to the regulations of the Mainland China, single foreign investor's shareholding in a particular A share should not exceed 10% of the total issued shares. All foreign investors' shareholding in the A shares of a listed company is not allowed to exceed 30% of its total issued shares. For any exceeding of this threshold, HKEX will identify and arrange forced-sale of the relevant A-shares. Clients should make sure the shareholding percentage complies with the related restriction. The Mainland China also requires single investors to report in writing to the China Securities Regulatory Commission within a specified period and the relevant exchange and inform the listed companies when the percentage of A shares held or controlled by the investor exceeds 5% of its total issued shares. Clients have to conform to the relevant rules themselves. Also clients should understand fully the Mainland rules and regulations in relation to short-swing profits, disclosure obligations and follow such rules and regulations accordingly.

4. Day (turnaround) Trading

Clients are not allowed to carry out A shares day trading. A shares bought on trade day (T-day) can only be sold on or after T+1 day.

5. Company announcement

For the company announcements issued by SSE and SSE-listed companies, Clients should refer to the websites of Shanghai Stock Exchange and the Shenzhen Stock Exchange and officially appointed newspapers and website.

6. Case of Contingency or Arrangement under severe weather conditions

LFSHK may not be able to send in client's order cancellation requests in case of contingency such as when HKEX loses all its communication lines with SSE or SZSE, etc and clients should still bear the settlement obligations if the orders are matched and executed. If the typhoon signal no.8 is announced after SSE or SZSE market opens, online clients may cancel orders by themselves. Also LFSHK shall have the right to cancel client's orders without prior notice in case of contingency such as hoisting of Typhoon Signal No 8. Also, if SSE or SZSE suspends "SH Northbound Trading" or "SZ Northbound Trading" due to severe weather conditions, clients will not be able to trade A shares.

Others

LFSHK has the rights to forward the client's identity to HKEX which may on-forward to SSE or SZSE for surveillance and investigation purposes. If the SSE Rules or SZSE Rules are breached, or the disclosure and other obligations referred to in the SSE Rules or SZSE Rules are breached, SSE or SZSE has the power to carry out an investigation, and may, through HKEX, require LFSHK to provide relevant information and materials and to assist in its investigation. HKEX may upon SSE's or SZSE's request, require LFSHK to reject orders from the client. LFSHK has the rights to execute the request.

The client needs to accept the risks concerned in Northbound trading, including but not limited to prohibition of trading SSE Securities and SZSE Securities, comply with SSE Rules or SZSE Rules, the SSE Listing Rules or SZSE Listing Rules, mainland China's laws and regulations of trading at China Connect Securities and other applicable laws and regulations.

SSE and SZSE may request SEHK to require LFSHK to issue warning statements (verbally or in writing) to the client, and not to provide Northbound trading service to the client; and

LFSHK, HKEX, Stock Exchange of Hong Kong Limited (SEHK), SEHK Subsidiary, SSE, SSE Subsidiary, SZSE, SZSE Subsidiary and their respective directors, employees and agents shall not be responsible or held liable for any loss or damage directly or indirectly suffered by the clients arising from or in connection with SH Northbound Trading or SZ Northbound Trading.

Client must also refer to Major Risk Disclosure Statements for Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect as part of the Client Agreement.

經滬港通及深港通買賣中國 A 股 注意事項

客戶透過滬港通及深港通投資A股前，應充分了解有關詳情、交易細則、風險、收費、限制及注意事項。請參閱《交易所規則》、香港交易所(港交所)網站及其他文件以了解詳情。

1. 股票代碼、每手單位／碎股、買賣盤規模及最低上落價位等運作

客戶須按上海交易所(上交所)／深圳交易所(深交所)的交易時間進行A股買賣，在輸入股票買賣盤時應使用上交所／深交所6位數字的股票代碼。客戶所有交易均是在上交所或深交所進行，而非場外交易或非自動對盤交易。「滬股通」及「深股通」股票買賣每手均為100股（必須以整手輸入買盤）。僅賣盤可接納碎股，而所有碎股必須以單一賣盤出售。滬股/深股最大買賣盤為100萬股，最低上落價位劃一為人民幣0.01元。此外，客戶不得進行無備兌賣空活動。請參閱港交所網站以了解資訊。

2. 價格限制

客戶須留意上交所及深交所實行價格限制，所有A股交易訂單的價格必須在價格限制範圍之內，即落盤價格不可超過前一日收市價的+/-10%(被納入風險警示板的A股的價格限制則為+/-5%)。

3. 持股限制及披露責任

根據中國內地法規，單一境外投資者對單一A股的持股比例，不得超過該A股股份總數的10%；所有境外投資者對單一A股的持股比例，不得超過該A股股份總數的30%。客戶須自行確保持股比例不超過相關規定，若超過持股限額，香港交易所將識別並安排強制出售相關A股。當客戶持有或控制內地上市公司已發行股份達5%時，其須以書面形式於指定限期內向中國證監會及有關交易所匯報，並通知上市公司，客戶須自行遵守相關規定。此外，客戶亦應完全瞭解並遵守中國內地有關短線交易利潤及其他披露責任的法規。

4. 回轉交易限制

客戶不可以回轉交易方式(俗稱「即日鮮」)進行A股買賣，於交易日(T日)買入的A股只可於T+1日或之後賣出。

5. 公司通訊

關於上交所及深交所上市公司發出的公司公告，客戶應自行瀏覽上交所及深交所網站以及官方指定報章及網站。

6. 緊急情況或惡劣天氣安排

在緊急情況（例如聯交所失去與上交所的所有聯絡渠道等）下，本行或未能發出客戶的取消買賣盤指令；在該等情況下，如訂單經已配對及執行，客戶須承擔交收責任。若於上交所或深交所開市後，香港宣佈懸掛8號或以上颱風，由颱風生效起網上客戶或可自行於網上辦理消盤。本行亦有權於緊急情況（如懸掛八號颱風訊號）下取消客戶訂單而無須另行通知。另外，若上交所或深交所因天氣惡劣而暫停「滬股通」及「深股通」交易，客戶將不能買賣A股。

其他

本行有權向香港交易所轉發客戶身份資料，香港交易所可能將該等資料繼而轉發予上交所或深交所作監察及調查之用。倘發現有違反上交所規則或深交所規則所述的披露及其他責任的情況，上交所或深交所所有權進行調查，並可能透過香港交易所要求本行提供相關資料及材料協助調查。香港交易所或會應上交所、深交所要求，要求本行拒絕處理客戶訂單。本行有權執行有關要求。

客戶須接納滬股通及深股通所涉及的風險，包括但不限於買賣滬股通及深股通股票的禁限、遵守上述交易所之規則、上交所、深交所股票上市規則、使用中華通服務及買賣中華通證券的法律及規例及其他適用法律、規例、規定或條件，對違反以上情況時需負責或承擔法律責任。

上交所及深交所或會透過聯交所要求本行向客戶發出口頭或書面警告，甚至要求本行拒絕向客戶提供滬股通或深股通交易服務。本行有權執行有關要求。

客戶若因為滬股通交易或深股通交易而直接或間接蒙受任何損失或損害，本行、香港交易所、香港聯合交易所有限公司(聯交所)、聯交所子公司、上交所、上交所子公司、深交所、深交所子公司以及其各自的董事、僱員及代理人概不負責。

客戶還必須參閱客戶協議書內的滬港通及深港通之主要風險披露聲明。