

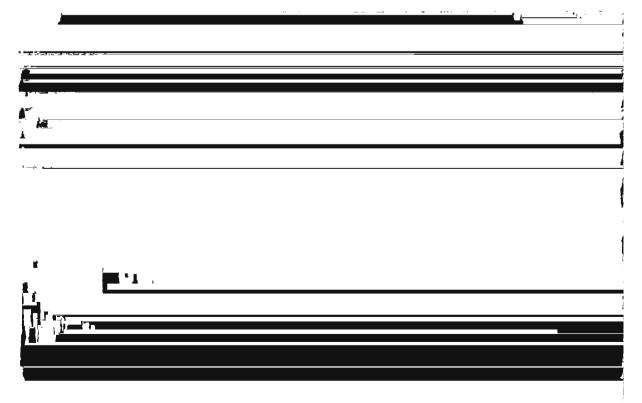
NOTICE OF AUTHORIZATION TO PROVIDE AUTOMATED TRADING SERVICES

ISSUED TO CHINA SECURITIES DEPOSITORY AND



INTRODUCTION

- On 15 November 2019, the China Securities Regulatory Commission (CSRC) announced a market-wide H-share full circulation initiative which would enable holders of unlisted shares in an H-share company (Domestic Shares) to convert such unlisted shares into H shares, and to thereafter: (i) hold them within Hong Kong Securities Clearing Company Limited (HKSCC)'s Central Clearing and Settlement System (CCASS); (ii) trade them on the Stock Exchange of Hong Kong Limited (SEHK); and (iii) acquire additional H shares in the same H-share company.
- The scheme for implementing this initiative (**Scheme**) entails, among other things, that China Securities Depository and Clearing Corporation Limited (**CSDC**) and its wholly-owned subsidiary China Securities Depository and Clearing (Hong Kong)



CONDITIONS

General

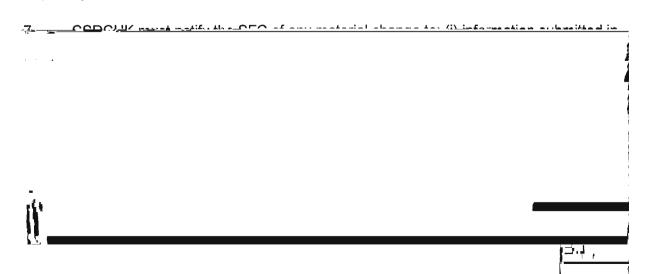
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manner that is honest, fair and consistent with the principles, procedures and standards reflected in the SFC's *Guidelines on the Regulation of Automated Trading Services* (Guidelines for the Regulation of ATS).

Operations

6. CSDCHK may only provide ATS for the purposes of the Scheme

Reporting and disclosure requirements



1	O In addition to any monthly reports CSDCHK must provide to the SEC	within the time
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and in the manner specified, such information and documents relating to: (i) its activities, business and operations (in so far as they relate to the Scheme, and whether conducted in Hong Kong or not); and to (ii) any transactions conducted under the Scheme, as the SFC may at any time and from time to time reasonably request.

