

Dear Valued Customers,

Re:

- (1) Introduction of an Investor Identification Regime for Northbound trading under Stock Connect
- (2) Introduction of an investor identification regime at trading level for the securities market in Hong Kong and over-the-counter securities transaction reporting regime for shares listed on the Stock Exchange of Hong Kong

(1) Introduction of an Investor Identification (“ID”) Regime for Northbound trading under Stock Connect

In connection with the launch of the Investor ID regime for Northbound trading under Stock Connect, we would like to advise you that China International Capital Corporation Hong Kong Securities Limited (“CICCHK”, “we” or “us”), as a China Connect Exchange Participant under the China Stock Connect Program, is required under the Investor ID regime to assign a unique number to each of our Northbound trading clients (i.e. “**Broker-to-Client Assigned Number**” or “**BCAN**”), provide the corresponding Investor ID information (“**Client Identification Data**” or “**CID**”) to The Stock Exchange of Hong Kong Limited (the “**Exchange**” or “**SEHK**”) before accepting our client orders for Northbound trading, and tag the BCAN to every Northbound order on a real-time basis when effecting Northbound trading.

Processing of Personal Data as part of the Northbound China Connect Services

You acknowledge and agree that in providing our Northbound China Connect Services to you, we will be required to:

- (i) tag each of your orders submitted to the CSC with a BCAN that is unique to you (or the BCAN that is assigned to your joint account with us, as appropriate); and
- (ii) provide to the Exchange your assigned BCAN and Client Identification Data relating to you as the Exchange may request from time to time under the Rules of the Exchange.

Without limitation to any notification we have given you or consent we have obtained from you in respect of the processing of your personal data in connection with your account and our services to you, you acknowledge and agree that we may collect, store, use, disclose and transfer personal data relating to you as required as part of our Northbound China Connect Services, including as follows:

- (a) to disclose and transfer your BCAN and CID to the Exchange and the relevant SEHK Subsidiaries from time to time, including by indicating your BCAN when inputting a China Connect order¹ into the CSC, which will be further routed to the relevant China Connect Market Operator² on a real-time basis;
- (b) to allow each of the Exchange and the relevant SEHK Subsidiaries to: (i) collect, use and store your BCAN, CID and any consolidated, validated and mapped BCANs and

¹ “**China Connect order**” means an order input into the CSC via a China Connect Open Gateway or via a China Connect Central Gateway session of a China Connect Exchange Participant for routing to a China Connect Market System to buy or sell China Connect Securities (including an order to sell Special China Connect Securities), and the terms “China Connect buy order” and “China Connect sell order” shall be construed accordingly.

² “**China Connect Market Operator**” means an exchange that operates a China Connect Market and that has entered into Trading Links with the Exchange, whose name is included in the list of China Connect Market Operators from time to time, as referred to in SEHK Rule 1409(1)(d).

- CID information provided by the relevant China Connect Clearing House³ (in the case of storage, by any of them or via HKEX) for market surveillance and monitoring purposes and enforcement of the Rules of the Exchange; (ii) transfer such information to the relevant China Connect Market Operator (directly or through the relevant China Connect Clearing House) from time to time for the purposes set out in (c) and (d) below; and (iii) disclose such information to the relevant regulators and law enforcement agencies in Hong Kong so as to facilitate the performance of their statutory functions with respect to the Hong Kong financial markets;
- (c) to allow the relevant China Connect Clearing House to: (i) collect, use and store your BCAN and CID to facilitate the consolidation and validation of BCANs and CID and the mapping of BCANs and CID with its investor identification database, and provide such consolidated, validated and mapped BCANs and CID information to the relevant China Connect Market Operator, the Exchange and the relevant SEHK Subsidiary; (ii) use your BCAN and CID for the performance of its regulatory functions of securities account management; and (iii) disclose such information to the Mainland regulatory authorities and law enforcement agencies having jurisdiction over it so as to facilitate the performance of their regulatory, surveillance and enforcement functions with respect to the Mainland financial markets; and
- (d) to allow the relevant China Connect Market Operator to: (i) collect, use and store your BCAN and CID to facilitate their surveillance and monitoring of securities trading on the relevant China Connect Market through the use of the China Connect Service and enforcement of the rules of the relevant China Connect Market Operator; and (ii) disclose such information to the Mainland regulatory authorities and law enforcement agencies so as to facilitate the performance of their regulatory, surveillance and enforcement functions with respect to the Mainland financial markets.

By instructing us in respect of any transaction relating to China Connect Securities, you acknowledge and agree that we may use your personal data for the purposes of complying with the requirements of the Exchange and its rules as in force from time to time in connection with the Northbound China Connect Services. You also acknowledge that despite any subsequent purported withdrawal of consent by you, your personal data may continue to be stored, used, disclosed, transferred and otherwise processed for the above purposes, whether before or after such purported withdrawal of consent.

Consequences of failing to provide Personal Data or Consent

Failure to provide us with your personal data or consent as described above may mean that **we will not, or no longer be able, as the case may be, to carry out your trading instructions or provide you with our Northbound China Connect Services.**

³ “China Connect Clearing House” means a clearing house in Mainland China acceptable to HKSCC and included in the list of China Connect Clearing Houses from time to time, as referred to in CCASS Rule 4105(b).

(2) Introduction of an investor identification regime (“HKIDR”) at trading level for the securities market in Hong Kong and an over-the-counter securities transaction reporting regime (“OTCR”) for shares listed on the Stock Exchange of Hong Kong

With reference to the consultation conclusions on proposals to implement an investor identification regime (“**HKIDR**”) at trading level for the securities market in Hong Kong and introduce an over-the-counter securities transaction reporting regime (“**OTCR**”) for shares listed on the SEHK issued by the Securities and Futures Commission (“**SFC**”) in August 2021, updated client identification data and consent for the collection and handling of personal data are required to collect from you to fulfil the requirements.

Hong Kong Investor Identification Regime (“**HKIDR**”)

Under the HKIDR, CICCHKs would have to ensure that

- (a) a unique identification code, namely the “Broker-to-Client Assigned Number” (“**BCAN**”), be assigned to “Relevant Clients”⁴ who have placed or propose to place
 - (i) an on-exchange order or (ii) an off-exchange trade reportable to the SEHK under its rules, in securities listed or traded on SEHK’s trading system; and
- (b) up-to-date client identification data (“**CID**”) has been collected from each Relevant Client and is submitted along with the client’s BCAN (by way of putting the BCAN and CID into a “BCAN-CID Mapping File”) to a data repository to be maintained by SEHK by a prescribed time.

Over-the-counter Securities Transactions Reporting Regime

Under the OTCR, we are required to report to the SFC the following activities relating to ordinary shares and real estate investment trusts (collectively referred to as “**shares**” for the purpose of the OTCR) listed on SEHK:

- (a) when we, whether as principal or agent, make a transfer of shares in connection with a transaction not recorded by SEHK as an on-exchange order or required to be reported to SEHK as an off-exchange trade in respect of which stamp duty is chargeable in Hong Kong, except where (i) the transaction is granted stamp duty relief (whether in full or in part) from the Inland Revenue Department, or (ii) the transfer of shares is made in accordance with the terms of a structured product or a derivative, or for the conversion of a depository receipt into shares or vice versa; or
- (b) when there is a deposit to or withdrawal from us, whether as principal or agent, of physical share certificates.

Update of client identification data (Applicable to all clients)

We are required to obtain the updated CID from you according to the order of priority on the identity document type (i.e. waterfall requirement) as required by the SFC as below:

- (a) Individual clients:
 - (1) HKID Card; (2) National Identification Document; (3) Passport
- (b) Corporate clients:
 - (1) Legal Entity Identifier (“**LEI**”) registration documents; (2) Certificate of Incorporation; (3) Business Registration Certificate; (4) other relevant documents
- (c) Trust account clients:
 - CID waterfall of trustee should be the same as that of a corporate or individual client as set out above
- (d) Joint account clients:

⁴ The term “Relevant client” used in this clause shall bear the meanings as defined in the Consultation conclusions on proposals to (1) implement an investor identification regime at trading level for the securities market in Hong Kong and (2) introduce an over-the-counter securities transactions reporting regime for shares listed on the Stock Exchange of Hong Kong issued by the SFC.

The CID for all clients named for a joint account should be provided according to the above CID waterfall

Please note that the SFC strictly requires the provision of identity document type according to the above waterfall. You are also required to provide us updated CID from time-to-time to ensure that CID maintained by us is up-to-date.

Consent for the collection and handling of personal data (Applicable to individual clients only)

You acknowledge and agree that we may collect, store, process, use, disclose and transfer personal data relating to you (including your CID and BCAN(s)) as required for us to provide services to you in relation to securities listed or traded on the SEHK and for complying with the rules and requirements of SEHK and the SFC in effect from time to time. Without limiting the foregoing, this includes –

- (a) disclosing and transferring your personal data (including CID and BCAN(s)) to SEHK and/or the SFC in accordance with the rules and requirements of SEHK and the SFC in effect from time to time;
- (b) allowing SEHK to:
 - (i) collect, store, process and use your personal data (including CID and BCAN(s)) for market surveillance and monitoring purposes and enforcement of the Rules of the Exchange of SEHK; and
 - (ii) disclose and transfer such information to the relevant regulators and law enforcement agencies in Hong Kong (including, but not limited to, the SFC) so as to facilitate the performance of their statutory functions with respect to the Hong Kong financial markets; and
 - (iii) use such information for conducting analysis for the purposes of market oversight; and
- (c) allowing the SFC to:
 - (i) collect, store, process and use your personal data (including CID and BCAN(s)) for the performance of its statutory functions including monitoring, surveillance and enforcement functions with respect to the Hong Kong financial markets; and
 - (ii) disclose and transfer such information to relevant regulators and law enforcement agencies in Hong Kong in accordance with applicable laws or regulatory requirements.

You also agree that despite any subsequent purported withdrawal of consent by you, your personal data may continue to be stored, processed, used, disclosed or transferred for the above purposes after such purported withdrawal of consent.

Consequences of failing to provide personal data or consent

Failure to provide us with your personal data or consent as described above may mean that **we will not, or will no longer be able to, as the case may be, carry out your trading instructions or provide you with securities related services (other than to sell, transfer out or withdraw your existing holdings of securities, if any).**

Northbound trading under Stock Connect

Acknowledgement – Consent for the collection and handling of personal data for Northbound trading under Stock Connect (Applicable to individual clients only)

- I acknowledge I have read and understand the content of the Consent for the collection and handling of personal data stated above and I hereby give my consent to CICCHKS to use my personal data on the terms of and for the purposes set out above.

HKIDR and OTCR

Acknowledgement – Consent for the collection and handling of personal data for HKIDR and OTCR (Applicable to individual clients only)

- I acknowledge I have read and understand the content of the Consent for the collection and handling of personal data stated above and I hereby give my consent to CICCHKS to use my personal data on the terms of and for the purposes set out above.

Acknowledgement - Update of Client Identification Data (Applicable to all clients)

- I acknowledge that the client identification data provided to CICCHKS is in accordance with the waterfall requirement as required by the SFC and update client identification data will be provided to CICCHKS if there is any change.

Signature of individual/authorized person: _____

Account name: _____

Account number: _____

Date: _____ (dd/mm/yyyy)