

Date: 26 September 2011

香港中央結算有限公司

(香港交易及結算所有限公司全資附屬公司)

Hong Kong Securities Clearing Company Limited

(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

To : Custodian and General Clearing Participants

Subject : Another Simulation Test for Using Renminbi Equity Trading Support Facility (“TSF”) on the First Day of Launch

Enquiry: Hotline at 2979 7111

With reference to the HKSCC circular (Ref: [CD/CCO/CCASS/159/2011](#)) issued on 27 June 2011, a simulation test on trading, clearing and settlement of transactions with the support of the TSF (“TSF Simulation Test”) has been successfully completed in September 2011 for CCASS Participants to verify their readiness in participating the TSF on its first day of launch. The tentative launch date of the TSF is **24 October 2011, Monday**.

In order to allow more CCASS Participants to verify their readiness before the launch of TSF, another TSF Simulation Test will be conducted on 15 and 16 October 2011. For those CCASS Participants who wish to participate in the TSF Simulation Test on 15 and 16 October 2011, they are required to complete and return the Form of Indication of Interest **on or before 30 September 2011 (Friday)**. General Clearing Participants who are also Exchange Participants (“EPs”) should complete [Attachment 1](#) of the SEHK circular Ref : [CMD/TMO/034/11](#) to the Trading Division of HKEx, while Custodian and General Clearing Participants who are not EPs should complete and return the attached Form (Attachment 1) to the Clearing Division of HKEx. HKEx will contact interested Custodian and General Clearing Participants separately for the details of the TSF Simulation Test.

Before completing the Form, Custodian and General Clearing Participants are requested to read thoroughly the TSF Participant Registration Criteria (Attachment 2), the TSF Information Paper and other relevant information including Frequently Asked Questions, presentation materials of seminars which are available on the HKEx website (http://www.hkex.com.hk/eng/market/sec_tradinfra/TSF/TSF.htm).

Terek Mak
Vice President
Cash Clearing Operations

香港交易及結算所有限公司
Hong Kong Exchanges and Clearing Limited

有興趣於推出首日參與人證港幣交易通之意向表格
(供託管商及非交易所參與者的全面結算參與者使用)

Form of Indication of Interest in Participating in the TSF on its First Day of Launch
(FOR CUSTODIANS AND GCP WHO ARE NOT EP)

有興趣在人證港幣交易通推出首日參與該服務的全面結算參與者，如其亦是交易所參與者，務請於**2011年9月30日(星期五)或之前**填妥並遞交意向表格(聯交所通告編號：[CMD/TMO/034/11](#)之**附件一**)予香港交易所交易科；而託管商參與者及非交易所參與者的全面結算參與者，應填妥並遞交此表格予香港交易所結算科(傳真至**2579-0085**或**2579-0136**)。於此日後遞交的表格將會在人證港幣交易通推出後另行處理。參與者在填寫表格前必須仔細閱讀刊載於交易所網站(http://www.hkex.com.hk/chi/market/sec_tradinfra/tsf/tsf_c.htm)內的人證港幣交易通登記條件、人證港幣交易通的資料文件和其他相關資料；包括常問問題及講座演講資料。如中央結算參與者於遞交此表格後一星期內仍未收到交易所通知，請聯絡 CCASS 熱線：2979-7111。

General Clearing Participants who are also Exchange Participants (EPs) interested in participating in the TSF on its first day of launch are required to complete and return the Form ([Attachment 1](#) of the SEHK circular Ref: [CMD/TMO/034/11](#)) to the Trading Division of HKEx **on or before 30 September 2011 (Friday)**, while Custodians and General Clearing Participants who are not EPs should return this Form to the Clearing Division of HKEx (**By fax to 2579-0085 or 2579-0136**). Late submission of the Form will be handled separately after the launch of the TSF. Before completing the Form, Participants are requested to read thoroughly the TSF Participant Registration Criteria, the TSF Information Paper and other relevant information including Frequently Asked Questions and presentation materials of seminars available on the HKEx website (http://www.hkex.com.hk/eng/market/sec_tradinfra/TSF/TSF.htm). If Custodians and General Clearing Participants have not been contacted by HKEx within a week after the submission of this Form, please contact our CCASS Hotline at 2979-7111.

致：香港交易及結算所有限公司 – 結算科
To: Hong Kong Exchanges & Clearing Ltd – Clearing Division

我們已經仔細閱讀人證港幣交易通的資料文件和其他相關資料，及了解人證港幣交易通參與者登記條件的要求，並有興趣在首日參與暫定於 2011 年第 4 季初推出的人證港幣交易通。

We have thoroughly read the TSF Information Paper and other related information and understand the requirements of TSF Participant Registration Criteria and are interested in participating in the TSF on the first day of its launch, tentatively at the beginning of the fourth quarter of 2011.

中央結算系統參與者資料 CCASS Participant Information

參與者名稱
Participant Name: _____ 參與者代號
Participant ID: _____

負責人員
Responsible Officer: _____
(名稱 / Name)

(簽署 / Signature) (並蓋上公司印章 / with Company Chop)

日期
Date: _____

聯絡人
Contact Person: _____ 聯絡電話號碼
Contact Phone No: _____
電郵
Email: _____

TSF Participant Registration Criteria

List of “TSF Participants” on HKEx website

1. Use of TSF the FX services is not mandatory. However, EPs, CCASS Clearing Participants and CCASS Custodian Participants who wish to utilize the TSF are required to comply with certain registration criteria. Upon successful registration with the TSF, the EPs, CCASS Clearing Participants or CCASS Custodian Participants will become a “TSF Participant”. The list of TSF Participants will be published on the HKEx website for reference by the investing public.

Types of EPs and CCASS Participants who can apply to become a TSF Participant

2. The following types of EPs can apply to become a TSF Participant for the purposes of using the FX services of the TSF:
 - a) EPs who are themselves Direct Clearing Participants¹ or General Clearing Participants² under the CCASS Rules; and
 - b) EPs who are not CCASS Participants but who have entered into a Clearing Agreement with a General Clearing Participant under the CCASS Rules and where the General Clearing Participant is a TSF Participant.
3. The following types of CCASS Participants can apply to become a TSF Participant for the purposes of clearing and settling TSF Exchange Trades:
 - a) Direct Clearing Participants under the CCASS Rules; and
 - b) General Clearing Participants under the CCASS Rules.
4. CCASS Custodian Participants can also apply to become a TSF Participant to hold and act as the custodian of RMB-traded shares purchased through the TSF FX services.
5. For the avoidance of doubt, Clearing Agency Participants, Investor Participants, Stock Lender Participants and Stock Pledgee Participants under the CCASS Rules will not be permitted to use the TSF at the initial stage.

Registration Criteria

6. An EP or a CCASS Participant who applies to become a TSF Participant should also comply with the following registration criteria:
 - a) The applicant should demonstrate to the satisfaction of the SEHK and/or HKSCC that it has adequate internal controls to differentiate earmarked securities under the TSF;

¹ Direct Clearing Participants are CCASS Participants who can clear and settle their own trades executed on SEHK.

² General Clearing Participants are CCASS Participants who can clear their own trades executed on SEHK as well as trades executed by other EPs who have entered into Clearing Agreements with them.

- b) The applicant should successfully complete the system test(s) prescribed by the SEHK and/or HKSCC from time to time or prove to the satisfaction of SEHK and/or HKSCC of its system readiness for conducting and/or clearing TSF Exchange Trades; and
 - c) The applicant should declare its readiness to the SEHK and/or HKSCC to use the TSF and to deal in and/or clear RMB securities.
7. EPs and CCASS Participants who are interested in becoming TSF Participants should contact their internal IT department and/or back office system vendors to make necessary system enhancements to support the TSF operations (e.g. capability to handle orders requesting for the TSF FX services, segregation of earmarked and non-earmarked shares, etc). They should also review and make any necessary changes to their internal policies, risk management measures, and procedures including documents such as client agreements, contract notes, client statements, etc.
8. A checklist for TSF applicants is available on Appendix I of the TSF Information Paper for EPs' and CCASS Participants' reference to assess their readiness in participating in the TSF.

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