

香港聯合交易所有限公司
(香港交易及結算所有限公司全資附屬公司)

THE STOCK EXCHANGE OF HONG KONG LIMITED
(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

通告 CIRCULAR

Subject: Comparative Table of Strike Prices of Hang Seng Bank Limited Stock Option Contracts

Enquiry: HKATS Hotline Tel: 2211-6360

Reference is made to the circular dated 23 February 2016 (Ref. No.: MO/DT/023/16) relating to the capital adjustment of Hang Seng Bank Limited stock option contracts under trading symbol of HSB for Special Interim Dividend of HK\$3.00 per share with ex-date on 7 March 2016.

A comparative table of the strike prices of HSB Stock Options before and after the capital adjustments is provided for reference.

Closing Price of HSB on 4 March 2016: HK\$ 137.90

Adjustment Ratio#: 0.9779 (rounded to 4 decimal places)

Comparative Table of the Strike Prices of HSB Stock Options

| Before Capital Adjustments on 4 March 2016 (HSB) | | After Capital Adjustments on 7 March 2016 (HSA)* | |
|---|------------------------|---|---------------------------------|
| Exercise Price | Contract Size (Shares) | Adjusted Exercise Price | Adjusted Contract Size (Shares) |
| (A) | (B) | (C) = A x AR | A x (B ÷ C) |
| 110.00 | 100 | 107.57 | 102.2590 |
| 112.50 | 100 | 110.01 | 102.2634 |
| 115.00 | 100 | 112.46 | 102.2586 |
| 117.50 | 100 | 114.90 | 102.2628 |
| 120.00 | 100 | 117.35 | 102.2582 |
| 122.50 | 100 | 119.79 | 102.2623 |
| 125.00 | 100 | 122.24 | 102.2579 |
| 127.50 | 100 | 124.68 | 102.2618 |
| 130.00 | 100 | 127.13 | 102.2575 |

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|--------|-----|--------|----------|
| 132.50 | 100 | 129.57 | 102.2613 |
| 135.00 | 100 | 132.02 | 102.2572 |
| 137.50 | 100 | 134.46 | 102.2609 |
| 140.00 | 100 | 136.91 | 102.2570 |
| 142.50 | 100 | 139.35 | 102.2605 |
| 145.00 | 100 | 141.80 | 102.2567 |
| 147.50 | 100 | 144.24 | 102.2601 |
| 150.00 | 100 | 146.69 | 102.2565 |
| 152.50 | 100 | 149.13 | 102.2598 |
| 155.00 | 100 | 151.57 | 102.2630 |
| 157.50 | 100 | 154.02 | 102.2594 |
| 160.00 | 100 | 156.46 | 102.2626 |
| 162.50 | 100 | 158.91 | 102.2591 |
| 165.00 | 100 | 161.35 | 102.2622 |
| 167.50 | 100 | 163.80 | 102.2589 |
| 170.00 | 100 | 166.24 | 102.2618 |
| 172.50 | 100 | 168.69 | 102.2586 |

* Applicable to the same exercise prices for all contract months

#The adjustments are made according to the following adjustment formulas:

| Adjustment Term | Formula | Remarks |
|--------------------------------------|---|---|
| Adjustment Ratio (AR) | $\frac{(\text{underlying stock closing price} - \text{ordinary dividend} - \text{special dividend})}{(\text{underlying stock closing price} - \text{ordinary dividend})}$ | Rounded to the nearest 4 decimal places |
| Adjusted Exercise Price (AEP) | Exercise price of outstanding stock option series x AR | Rounded to the nearest 2 decimal places |
| Adjusted Contract Size (ACS) | Exercise price of outstanding stock option series x (100 shares / AEP) | Rounded to the nearest 4 decimal places |

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This circular has been issued in the English language with a separate Chinese language translation. If there is any conflict in the circulars between the meaning of Chinese words or terms in the Chinese language version and English words in the English language version, the meaning of the English words shall prevail.