

GENERAL RULES OF CCASS

PART B: EXCHANGE TRADES AND TRANSACTIONS BETWEEN PARTICIPANTS

CHAPTER 35

LATE DELIVERY OF SECURITIES – CNS SYSTEM

3501. Default fee, stock borrowing and Buy-in for Eligible Securities other than China Connect Securities

HKSCC may execute a Buy-in trade on behalf of the Clearing Participant or the Clearing Agency Participant, as the case may be, in default to fulfil its delivery obligation and that Buy-in trade will normally be settled under the CNS System in CCASS in accordance with Rules 3301 to 3307.

3501A. Default fee and Buy-in for China Connect Securities

HKSCC may execute a Buy-in trade on behalf of the China Connect Clearing Participant in default to fulfil its delivery obligation and that Buy-in trade will normally be settled under the CNS System in CCASS in accordance with Rules 3301 to 3307 and 4106.