

Frequently asked questions relating to H-share issuers whose domestic shares are quoted on the National Equities Exchange and Quotations (NEEQ) (Released on 30 September 2019 / Last Updated in ~~October~~ August 2023)

| Release Date (Last Update Date) | Main Board Rules | GEM Rules | Series No. | FAQ No. | Query | Response |
|---------------------------------|-----------------------------|-------------------------|------------|----------|--|---|
| 30/09/2019 | 8.08, 13.32, <u>19A.13A</u> | 11.23(7), <u>25.07A</u> | N/A | 068-2019 | <i>In the case of an H-share issuer whose domestic shares are quoted on NEEQ, will the Exchange count any domestic shares held by public shareholders as part of the issuer's public float under Rules 8.08, and 13.32 <u>and 19A.13A</u>?</i> | <p><i>No. In this case, only listed H-shares held by members of the public are counted towards the issuer's public float under the Rules.</i></p> <p><i>For the avoidance of doubt, when calculating the percentage of public float, the total number of issued shares of the issuer (i.e. denominator) refers to all classes of shares in issue including H shares and domestic shares.</i></p> <p><i><u>(Updated in August 2023)</u></i></p> |
| 30/09/2019 (01/10/2020) | 14.07(4) 19A.38A | 19.07(4) 25.34C | N/A | 069-2019 | In the case of an H-share issuer whose domestic shares are quoted on NEEQ, how should the issuer calculate its market capitalisation for the purpose of calculating the consideration ratio of a notifiable or connected transaction? | The market capitalisation is calculated based on the issuer's total number of shares in issue including H shares and domestic shares. The market value of the domestic shares is calculated by reference to the average closing price of its H shares for the 5 days preceding the date of the transaction. |