

香港期貨交易所有限公司

(香港交易及結算所有限公司全資附屬公司)

HONG KONG FUTURES EXCHANGE LIMITED

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

通告 CIRCULAR

Subject: Arrangements Relating to the Capital Adjustment of Haitong Securities Co., Ltd.
Stock Futures Contracts – Proposed Merger

Enquiry: HKATS Hotline¹ Tel: 2211-6360
DCASS Hotline Tel: 2979-7222

Haitong Securities Co., Ltd. (“Haitong Sec”) and Guotai Junan Securities Co., Ltd. (“GTJA”) made a joint announcement of the proposed merger by way of absorption and a share-for-share exchange. Participants are requested to note that subject to the satisfaction of all of the conditions, including but not limited to such conditions specified in the joint announcement, capital adjustment to the Stock Futures contracts below will be made on the effective date of the corporate action based on the corporate action to be announced:

Underlying Stock Name of the Stock Futures Contracts (Stock Code)	Haitong Securities Co., Ltd. (“Haitong Sec”) (06837)
HKATS Code	HAI
Corporate Action	1 Haitong Sec H Share in exchange for 0.62 GTJA H Shares to be issued by GTJA
Delisting Day of Haitong Sec Shares	To be jointly announced by Haitong Sec and GTJA
Effective Date of Corporate Action	To be jointly announced by Haitong Sec and GTJA

For details of the joint announcement made by Haitong Sec and GTJA on 9 October 2024, please refer to the hyperlink below:

<https://www1.hkexnews.hk/listedco/listconews/sehk/2024/1009/2024100900977.pdf>

¹ All calls to the HKATS hotline would be recorded. Please refer to the following link for HKEX privacy policy statement: https://www.hkex.com.hk/Global/Exchange/Privacy-Notice?sc_lang=en

Trading Arrangements for the Proposed Merger

The trading arrangements after the completion of the proposed merger for the existing Haitong Sec Stock Futures under trading symbol HAI will be as follows:

1. Open positions of Haitong Sec Stock Futures will be transferred to an adjusted Stock Futures Class with the underlying stock as GTJA.
2. No standard Stock Futures for GTJA will be introduced.
3. No additional expiries will be added for the adjusted Stock Futures Class with the underlying stock as GTJA.

Details of the proposed adjustment procedures for Haitong Sec Stock Futures series under trading symbol HAI are as follows:

Adjustment Term	Formula	Remarks
Adjustment Ratio (AR)	$1 / 0.62 = 1.6129$	Rounded to the nearest 4 decimal places
Adjusted Contracted Price (ACP)	Contracted price of outstanding Stock Futures series x AR	Rounded to the nearest 2 decimal places
Adjusted Contract Multiplier (ACM)	Contracted price of outstanding Stock Futures series x (10,000 shares / ACP)	Rounded to the nearest 4 decimal places

More details will be announced after Haitong Sec and GTJA have made further joint announcement on the details of the proposed merger.

Participants should note that there are no standard Stock Futures listed on GTJA currently. There will be no standard Stock Futures listed on GTJA before and after the proposed merger.

Inform Your Staff and Clients

Participants should notify all clients holding positions in the captioned Stock Futures contracts the details of trading and clearing operational arrangements and the associated risk. Please ensure that your back office systems are ready for a smooth operation in handling this capital adjustment. In addition, all your staff should be fully aware of the trading and clearing arrangements, and should exercise caution when dealing with the standard and adjusted Stock Futures contracts and when advising your clients.

Matthew Cheong
Co-Head
Trading Department
Operations Division

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.