

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

**Subject:** Blockchain Group Company Limited (Stock Code: 364)  
- Proposal of Share Consolidation and Change in Board Lot Size

**Enquiry:** Hotline : 2979 7111 / E-mail : [clearingps@hkex.com.hk](mailto:clearingps@hkex.com.hk)

Pursuant to the share consolidation proposal of Blockchain Group Company Limited ("Blockchain Gp"), every 20 existing shares of HK\$0.01 each ("Existing Share") will be consolidated into 1 share of HK\$0.20 ("Consolidated Share"). Upon the Share Consolidation becoming effective, the board lot size for trading will be changed from 4,000 Existing Shares to 8,000 Consolidated Shares. Dealings in the Consolidated Shares are expected to commence on 30 January 2018.

For the convenience of CCASS Participants, HKSCC will carry out the conversions of actual holdings, transactions (including Settlement Instruction Transaction ("SI Transaction"), Investor Settlement Instruction Transaction ("ISI Transaction") and Compulsory Stock Borrowing Transaction ("CSB Transaction")) and/or unsettled stock positions (including Continuous Net Settlement Position ("CNS Position") and Isolated Trade Position ("IT Position")) of participants in CCASS to facilitate settlement of both Consolidated Shares and Existing Shares in Blockchain Gp. A stock conversion schedule is attached herewith as per Appendix I.

The aforesaid conversion process would be carried out in the Depository and Common Nominees System ("DNS") automatically on the scheduled dates. However, for stock positions that remain unsettled between 14 February 2018 and 16 March 2018, the CCASS Participants concerned who need to effect the relevant conversion of their holdings for the purpose of settling their short positions should submit the Parallel Trading Conversion Instruction through CCASS Terminals during the above-mentioned period.

CCASS Participants who wish to deposit shares to or withdraw shares from the CCASS Depository are requested to note the following: -

### (A) Deposit Arrangement

1. From 1 February 2018 until 16 March 2018, Existing Share certificates representing shares of HK\$0.01 each (yellow in colour) will be accepted for deposit under stock code: 2925 (Temp). Effective from 19 March 2018, Existing Share certificates representing shares of HK\$0.01 each will only be accepted for deposit for custody purpose under stock code: 364 (New).

Effective from 13 February 2018, the CCASS Depository will accept deposit of Consolidated Share certificates representing shares of HK\$0.20 each (blue in colour) under stock code: 364 (New).

2. For deposits of both Existing and Consolidated Share certificates of Blockchain Gp under the same stock code, CCASS Participants are requested to use separate Transfer Deeds and Stock Deposit Forms to cover the Existing and Consolidated Share certificates respectively.
3. An example on how to complete the Stock Deposit Form in respect of deposits of Existing Shares is given as per Appendix III.

#### **(B) Withdrawal Arrangement**

1. With effect from 1 February 2018 until 14 February 2018, the CCASS Depository will only accept withdrawal of shares under the temporary stock code: 2925. If participants' holdings are recorded under stock code: 364, they should apply in writing to the CCASS Depository to convert their holdings to the temporary stock code: 2925 for the purpose of withdrawal.

Upon acceptance of the withdrawal order, the CCASS Depository will effect delivery of either Existing Share certificates representing shares of HK\$0.01 each or Consolidated Share certificates representing shares of HK\$0.20 each subject to availability of the two types of share certificates.

2. With effect from 15 February 2018, the CCASS Depository will only accept withdrawal of Consolidated Shares under the new stock code: 364. If participants' holdings are recorded under temporary stock code: 2925, they should submit the Parallel Trading Conversion Instruction through CCASS Terminals to convert their holdings to the new stock code: 364 for the purpose of withdrawal.

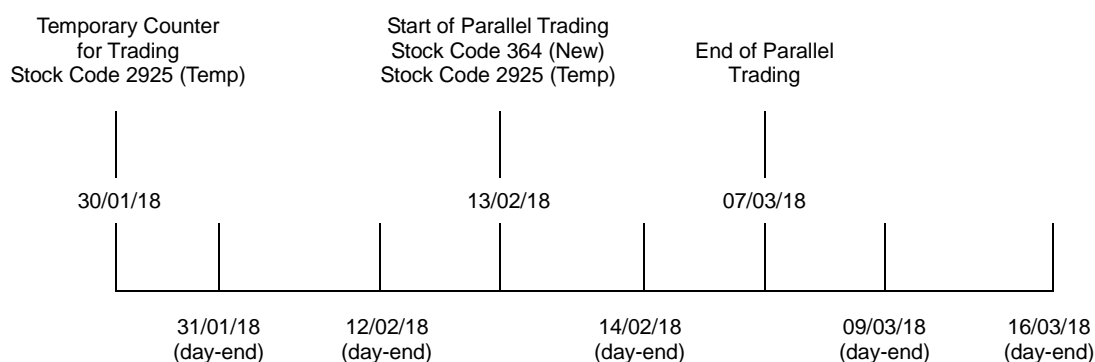
Detailed schedule for accepting deposits and withdrawals under stock code: 364 or the temporary stock code: 2925 is given as per Appendix II.

**APPENDIX I**

**BLOCKCHAIN GROUP COMPANY LIMITED**

**Corporate Events**

**Schedule of Stock Conversion**



Conversion Cycle	1 <sup>st</sup> CA	2 <sup>nd</sup> CA	3 <sup>rd</sup> CA	4 <sup>th</sup> CA	5 <sup>th</sup> CA
Stock Conversion	364 (Old) → 2925	364 (Old) → 2925	2925 → 364 (New)	2925 → 364 (New)	2925 → 364 (New)
Holding	Yes	Yes	Yes	Yes	Yes
Position	No	Yes (CNS and IT)	No	No	No
Transaction	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)	Yes (SI, ISI & CSB)
Conversion Ratio	20 → 1	20 → 1	1 → 1	1 → 1	1 → 1

- Note:
- 364 (Old) - Existing Shares of HK\$0.01 each trading in board lots of 4,000 shares
  - 2925 (Temp) - Temporary counter for trading in board lots of 200 Consolidated Shares
  - 364 (New) - Consolidated Shares of HK\$0.20 each trading in board lots of 8,000 shares
  - CA - Corporate Action
  - CNS - CNS Position
  - IT - IT Position
  - SI - SI Transaction
  - ISI - ISI Transaction
  - CSB - CSB Transaction

**APPENDIX II**

**BLOCKCHAIN GROUP COMPANY LIMITED**

Schedule for accepting deposit and withdrawal under stock codes 364 or 2925 during the conversion cycle

Acceptance period for	30/01/18 to 31/01/18	01/02/18 to 12/02/18	13/02/18 to 14/02/18	15/02/18 to 09/03/18	12/03/18 to 16/03/18	From 19/03/18 Onwards
Deposit under stock code 364	Yes (Existing Share quantity)	No	Yes (Consolidated Share certificate representing shares of HK\$0.20 each)	Yes (Consolidated Share certificate representing shares of HK\$0.20 each)	Yes (Consolidated Share certificate representing shares of HK\$0.20 each)	Yes
Deposit under stock code 2925	No	Yes	Yes	Yes	Yes	No
Withdrawal under stock code 364	Yes	No	No	Yes	Yes	Yes
Withdrawal under stock code 2925	No	Yes	Yes	No	No	No

**APPENDIX III**

Example on how to complete a Stock Deposit Form in respect of deposits of Existing Shares of HK\$0.01 each of Blockchain Group Company Limited on and after the effective date of share consolidation:

A CCASS Participant presents the following Existing Shares of HK\$0.01 each of Blockchain Group Company Limited to the CCASS Depository for deposit on or after 1 February 2018.

<u>Certificate Number</u>	<u>Existing Share quantity printed on each certificate</u>	<u>Existing Share quantity (HK\$0.01 each)</u>	<u>Consolidated Share quantity (HK\$0.20 each)</u>
1101 - 1102	4,000	8,000	400
1141	40,000	40,000	2,000
1142 - 1143	59	118	4#
Difference			1*
	<b>TOTAL:</b>	<b>48,118</b>	<b>2,405</b>

# Each Existing Share certificate of 59 shares of HK\$0.01 each represents 2 Consolidated Shares of HK\$0.20 each, which adds up to 4 Consolidated Shares of HK\$0.20 each.

\* The add up total of the Existing Share quantity of 48,118 shares of HK\$0.01 each divided by 20 amounts to 2,405 Consolidated Shares of HK\$0.20 each. The sum of individual certificate ranges added up to 2,404 Consolidated Shares (400 + 2,000 + 4). The CCASS Participant is requested to insert the difference of 1 share on the "No. of Shares" column to make up the total Consolidated Share quantity from 2,404 to 2,405 for processing by the CCASS Depository.

