

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: Volcano Spring International Holdings Limited (Stock Code: 1715)
- Proposal of Share Consolidation

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Pursuant to the share consolidation proposal of Volcano Spring International Holdings Limited ("VOLCANO SPRING"), every 25 existing shares of HK\$0.01 each ("Existing Share") will be consolidated into 1 consolidated share of HK\$0.25 ("Consolidated Share"). Dealings in the Consolidated Shares are expected to commence on 2 April 2024.

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 VOLCANO SPRING. A stock conversion schedule is attached herewith as per Appendix I.

The aforesaid conversion process would be carried out in the Central Clearing and Settlement System automatically on the scheduled dates. However, for stock positions that remain unsettled between 18 April 2024 and 21 May 2024, 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 5 April 2024 until 21 May 2024, Existing Share certificates representing shares of HK\$0.01 each (green in colour) will be accepted for deposit under stock code: 2933 (Temp). Effective from 22 May 2024, Existing Share certificates representing shares of HK\$0.01 each will only be accepted for deposit for custody purpose under stock code: 1715 (New).

Effective from 17 April 2024, the CCASS Depository will accept deposit of Consolidated Share certificates representing shares of HK\$0.25 each (red in colour) under stock code:

1715 (New).

2. For deposits of both Existing and Consolidated Share certificates of VOLCANO SPRING 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 5 April 2024 until 18 April 2024, the CCASS Depository will only accept withdrawal of shares under the temporary stock code: 2933. If participants' holdings are recorded under stock code: 1715, they should apply in writing to the CCASS Depository to convert their holdings to the temporary stock code: 2933 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\$0.25 each subject to availability of the two types of share certificates.

2. With effect from 19 April 2024, the CCASS Depository will only accept withdrawal of Consolidated Shares under the new stock code: 1715. If participants' holdings are recorded under temporary stock code: 2933, they should submit the Parallel Trading Conversion Instruction through CCASS Terminals to convert their holdings to the new stock code: 1715 for the purpose of withdrawal.

Detailed schedule for accepting deposits and withdrawals under stock code: 1715 or the temporary stock code: 2933 is given as per Appendix II.

Wil Tang
Vice President
Depository and Nominee Services

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.

APPENDIX I

VOLCANO SPRING INTERNATIONAL HOLDINGS LIMITED

Corporate Events

Schedule of Stock Conversion

	Temporary Counter for Trading Stock Code 2933 (Temp)		Start of Parallel Trading Stock Code 1715 (New) Stock Code 2933 (Temp)		End of Parallel Trading			
	02/04/24		17/04/24		09/05/24			
		03/04/24 (day-end)	16/04/24 (day-end)	18/04/24 (day-end)	13/05/24 (day-end)	21/05/24 (day-end)		
Conversion Cycle	1 st CA	2 nd CA	3 rd CA	4 th CA	5 th CA			
Stock Conversion	1715 (Old) → 2933	1715 (Old) → 2933	2933 → 1715 (New)	2933 → 1715 (New)	2933 → 1715 (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	25 → 1	25 → 1	1 → 1	1 → 1	1 → 1			

Note: 1715 (Old) - Existing Shares of HK\$0.01 each trading in board lots of 10,000 shares
 2933 (Temp) - Temporary counter for trading in board lots of 400 Consolidated Shares
 1715 (New) - Consolidated Shares of HK\$0.25 each trading in board lots of 10,000 shares
 CA - Corporate Action
 CNS - CNS Position
 IT - IT Position
 SI - SI Transaction
 ISI - ISI Transaction
 CSB - CSB Transaction

APPENDIX II

VOLCANO SPRING INTERNATIONAL HOLDINGS LIMITED

Schedule for accepting deposit and withdrawal under stock codes 1715 or 2933 during the conversion cycle

Acceptance period for	02/04/24 to 03/04/24	05/04/24 to 16/04/24	17/04/24 to 18/04/24	19/04/24 to 13/05/24	14/05/24 to 21/05/24	From 22/05/24 Onwards
Deposit under stock code 1715	Yes (Existing Share quantity)	No	Yes (Consolidated Share certificate representing shares of HK\$0.25 each)	Yes (Consolidated Share certificate representing shares of HK\$0.25 each)	Yes (Consolidated Share certificate representing shares of HK\$0.25 each)	Yes
Deposit under stock code 2933	No	Yes	Yes	Yes	Yes	No
Withdrawal under stock code 1715	Yes	No	No	Yes	Yes	Yes
Withdrawal under stock code 2933	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 Volcano Spring International Holdings Limited on and after the effective date of share consolidation:

A CCASS Participant presents the following Existing Shares of HK\$0.01 each of Volcano Spring International Holdings Limited to the CCASS Depository for deposit on or after 5 April 2024.

<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\$0.25 each)</u>
1101 - 1102	10,000	20,000	800
1141	100,000	100,000	4,000
1142 - 1143	1,589	3,178	126 #
Difference			1 *
	TOTAL:	123,178	4,927

Each Existing Share certificate of 1589 shares of HK\$0.01 each represents 63 Consolidated Shares of HK\$0.25 each, which adds up to 126 Consolidated Shares of HK\$0.25 each.

* The add up total of the Existing Share quantity of 123,178 shares of HK\$0.01 each divided by 25 amounts to 4,927 Consolidated Shares of HK\$0.25 each. The sum of individual certificate ranges added up to 4,926 Consolidated Shares (800 + 4,000 + 126). 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 4,926 to 4,927 for processing by the CCASS Depository.

STOCK DEPOSIT FORM

CCASS Depository Services

[illegible]

The above printed validation represents descriptions of stock as presented by the CCASS participant under this form and shall in no event constitute or be treated as an official Receipt for deposit of said stock.

To be completed if stock deposited in batch <i>(i.e. stock deposited with more than one deposit form)</i>	
Total No. of Share in Batch	Deposit Form:
	_____ of _____

Authorised Signature of CCASS Participant
(with Company Chop, ONLY applicable if it forms part of your signing instruction)

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#Note: Existing Share certificate representing shares of HK\$0.01 each will only be accepted for deposit for custody purpose under stock code: 1715 (New) with effect from 22 May 2024.