

香港聯合交易所期權結算所有限公司  
(香港交易及結算所有限公司全資附屬公司)

**THE SEHK OPTIONS CLEARING HOUSE LIMITED**  
(A wholly-owned subsidiary of Hong Kong Exchanges and Clearing Limited)

## 通告 CIRCULAR

Subject: **Reminder - Clearing and Settlement Arrangements for Exercised Options Contracts with respect to China Evergrande Group and Sunac China Holdings Ltd**

Enquiry: **DCASS Hotline +852 2979 7222 / Email [clearingpsd@hkex.com.hk](mailto:clearingpsd@hkex.com.hk)**

Trading in shares of China Evergrande Group (stock code: 3333) (“EVG”) and Sunac China Holdings Ltd (stock code: 1918) (“SUN”) (each, a “Suspended Stock”) has been suspended since 21 March 2022 and 1 April 2022 respectively. The SEHK Options Clearing House Limited (“SEOCH”) and Hong Kong Securities Clearing Company Limited (“HKSCC”) would like to remind SEOCH Participants and HKSCC Participants to follow the arrangements stated in the previous circulars (Reference No.: [CD/OEC/SEOCH/083/2022](#) dated 30 March 2022 and [CD/OEC/SEOCH/112/2022](#) dated 22 April 2022) until trading resumption, particularly in the exercise and assignment of EVG / SUN stock options contracts (each, a “Stock Option”) and the clearing and settlement of the resulting stock transactions.

### 1. Exercise and Assignment of the Stock Options

SEOCH Participants which do not have / do not anticipate they will have the necessary shares of the relevant Suspended Stock to fulfill their delivery obligations when due **(i) shall not input any exercise instruction for their put option positions, and (ii) shall input deny instructions for the automatic exercise put option requests generated on the expiry day of the prevailing spot-month Stock Option (“Expiry Day”) before the System Input Cutoff Time at 6:45pm.**

## **2. Automatic Exercise Requests generated on Expiry Day**

The closing price of the Suspended Stock immediately prior to suspension (“Last Closing Price”) will be used as the fixing price for the purpose of automatic exercise on the Expiry Day.

## **3. Clearing and Settlement of Stock Transactions in CCASS arising from Exercised / Assigned Stock Options**

In the event that HKSCC Participants with short positions fail to settle their delivery obligations arising from the exercise / assignment of a Stock Option in CNS by the final batch settlement run at 3:45pm on T+2, rendering it not possible or reasonably practicable for HKSCC to deliver corresponding shares to the recipient HKSCC Participants with long positions in view of the trading suspension, HKSCC will cash settle the outstanding long positions with the HKSCC Participants concerned in substitution for the delivery of the corresponding shares and will also cash settle the outstanding short positions with the HKSCC Participants concerned in lieu of their obligations to deliver should trading in the relevant Suspended Stock remain suspended on T+2.

Should you have any enquiries regarding the above, please contact CCASS hotline at 2979 7111 or email to [clearingps@hkex.com.hk](mailto:clearingps@hkex.com.hk); DCASS hotline at 2979 7222 or email to [clearingpsd@hkex.com.hk](mailto:clearingpsd@hkex.com.hk)

**Hector Lau**  
**Head of Clearing & Depository**  
**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.*