

HKSCC is going to enhance the settlement arrangements for Multi-counter Eligible Securities in CCASS by adopting a single tranche multiple counter arrangement (the “Enhancement”).

A one-off migration will be carried out before the launch of the Enhancement. Corporate actions and voting instructions relating to the other currency counters in CCASS will be converted into domain settlement counters.

Upon completion of migration, CCASS reports will be available for downloading and verification. Participants should check the related reports and inform HKSCC for any discrepancies found.

A. Arrangements of Migration

The following table summarizes the handling of various corporate actions:

Announcement Type	Migration Arrangements
Benefit Entitlement (with election)	<p>Except for voting, any corporate action instructions generated or submitted under the domain and secondary counters before the migration will remain valid until the completion of the corporate events.</p> <p>All scrip entitlements under the secondary counters will be converted into domain settlement counter stock code.</p> <p>The updated CCASS announcement and receivables (if any) will be reflected in the CCNPT02 Entitlement Statement upon conversion.</p>
Rights / Open Offer Subscription	
Registered Warrant Subscription	
Takeover	Please refer to Appendix I for details.
Corporate Voting	<p>Voting and proxy appointment instructions of other currency counters will be combined/ transferred to domain settlement counter. The instructions transferred may become “pending” status and require further review and authorization by CCASS participants.</p> <p>The updated voting instructions (if any) will be reflected in the CCNPT01 Nominee Functions Input Activities Report upon conversion.</p> <p>Please refer to Section C and Appendix II for details.</p>

B. Post Business Launch Arrangements

The following table summarizes the instruction input arrangement after the migration:

Announcement Type	Post Business Launch Arrangements
Benefit Entitlement (with election)	Participants should input corporate action and/or voting instructions under the CCASS announcement maintained on domain settlement counter only.
Rights Subscription	
Open Offer	
Registered Warrant Subscription	
Takeover	
Corporate Voting	

C. Arrangement of Voting instruction and Corp rep / proxy appointment instructions conversion

The following table summarizes the conversion arrangement of voting instructions in different status:

1. Voting instructions will be consolidated under Domain Settlement Counters

Before conversion		After conversion		
Domain settlement counter	Other currency counter	Domain settlement counter	Other currency counter	Total Quantity / Instruction Quantity
A	A	A	C	Accumulated both counters
P or A *	P or A *	P	C	Accumulated both counters
N/A	P	P	C	Other currency counter
N/A	A	A	C	Other currency counter
P or A	N/A	No change	N/A	No Change

* either instruction is in Pending status

2. Proxy appointment instructions under [Secondary Settlement counters](#) will be transferred to Domain Settlement Counters

Before conversion		After conversion		
Domain settlement counter	Other currency counter	Domain settlement counter	Other currency counter	Total Quantity / Instruction Quantity
P or A	P	No change + P	C	Domain settlement counter + Transfer from other currency counter
P or A	A	No change + A	C	Domain settlement counter + Transfer from other currency counter
N/A	P	P	C	Transfer from other currency counter
N/A	A	A	C	Transfer from other currency counter
P or A	N/A	No change	N/A	No change

Remarks:

- a. "A" = Authorised status ; "P" = Pending status ; "C" = Cancelled status ; "N/A" = No instruction
- b. Participants are reminded to review the CCNPT01 "Nominee Functions Input Activities Report" after conversion and authorize any pending instruction if needed.

CCNPT02 Entitlement Statement

Upon completion of migration, CCNPT02 will be available for downloading in CCASS.

Below Multi-counter Eligible Securities will be used for illustrative purpose:

Announcement Type	Domain Settlement Counter	Other currency counter
Benefit Entitlement (with election)	2710	82710
Rights Subscription	2711	82711
Open Offer	44010	44011
Registered Warrant Subscription	2712	82712
Takeover	2713	82713

Conversion:

For corporate actions, if the distribution stock code is other currency counter stock code, it will be converted into domain settlement counter stock code.

Example 1:

Benefit Entitlement (with election)

The distribution stock code of scrip dividend will be converted into the domain settlement counter stock code.

BENEFIT ENTITLEMENT						
ORIGINAL STOCK/ISIN/ HLDG/RECV TYPE/ FROM WARRANT	REFERENCE NO DSTR STK/CCY SBL POS NO	ORIG SHAREHOLDINGS RECEIVABLE QTY/AMT	DIVD COLL FEE BANK CHARGES	ANNOUNCEMENT NO. NET PAYMENT	BK CLOSE PERD/LAST EVENT NO/EXP PAY DATE	REG DT EVENT SUMMARY

SHARE ENTITLEMENT						
=====						
82710 TEST-R	R40382160			A40397405	30AUG24 - 30AUG24	29AUG24
HOLD PRE	2710	5,000			02	05SEP24
		781			24 I/D-HKD0.5/SH,REINV PR: HKD3.20	
CASH ENTITLEMENT						
=====						
82710 TEST-R	R40382160			A40397405	30AUG24 - 30AUG24	29AUG24
HOLD PRE	HKD	15,000	0.00		01	05SEP24
		7,500.00	0.00		24 I/D-HKD0.5/SH,DEF OPT	

Example 2:

Rights Subscription

The distribution stock code of Rights / Excess Rights subscription will be converted into the domain settlement counter stock code.

RIGHTS / EXCESS RIGHTS SUBSCRIPTION						
ORIGINAL STK/ISIN HLDG/RECV TYPE	REF NO DSTR STK	RIGHTS QUANTITY RECEIVABLE QUANTITY	CORPORATE ACTION FEE	SUB MONEY COLLECTED	SUB MONEY REFUNDED	ANCM NO. EVT NO/ EXP PAY DATE
ORDINARY RIGHTS						
82711 TEST-R-RTS	R01804492	10,000	16.00	5,000.00	0.00	A00637733
HOLD PRE	2XXX	10,000				01 05SEP24
2711 TEST-RTS	R01804491	3,541	6.40	1,770.50	0.00	A00637650
HOLD PRE	2XXX	3,541				01 05SEP24
EXCESS RIGHTS						
82711 TEST-R-RTS	R01804533	38,888	0.00	19,444.00	0.00	A00637736
HOLD PRE	2XXX	* TO BE DETERMINED *				01 05SEP24
2711 TEST-RTS	R01804535	12,300	0.00	6,150.00	0.00	A00637652
HOLD PRE	2XXX	* TO BE DETERMINED *				01 05SEP24

Remark: #2XXX = Domain Settlement Counter stock code to be distributed

Example 3:

Open Offer

The distribution stock code of Open Offer subscription will be converted into the domain settlement counter stock code.

OPEN OFFER / EXCESS OPEN OFFER						
ORIGINAL STK/ISIN HLDG/RECV TYPE	REF NO DSTR STK	ORIGINAL STK QTY CORPORATE ACTION FEE RECEIVABLE QUANTITY	SUBSCRIPTION MONEY TRADING FEE (COLLECTED) (RFD (PRC DIFF)) (RFD UNSUCCESS)	AFRC TRANS LEVY SFC TRANS LEVY (COLLECTED) (RFD (PRC DIFF)) (RFD UNSUCCESS)	INV COMP LEVY BROKERAGE FEE (COLLECTED) (RFD (PRC DIFF)) (RFD UNSUCCESS)	ANCM NO. EVT NO/ EXP PAY DATE
OPEN OFFER						
44011 TEST-R-D	R01804515	45,000 180.00	157,500.00 0.00 0.00 8.90 0.00 0.00	0.24 0.00 0.00 4.26 0.00 0.00	0.00 0.00 0.00 1,575.00 0.00 0.00	A00637737
HOLD PRE	2XXX	45,000				01 05SEP24
44010 TEST-D	R01804514	5,000 20.00	17,500.00 0.00 0.00 0.99 0.00 0.00	0.03 0.00 0.00 0.48 0.00 0.00	0.00 0.00 0.00 175.00 0.00 0.00	A00637653
HOLD PRE	2XXX	5,000				01 05SEP24
EXCESS OPEN OFFER						
44011 TEST-R-D	R01804517	100 0.00	350.00 0.00 0.00 0.02 0.00 0.00	0.01 0.00 0.00 0.01 0.00 0.00	0.00 0.00 0.00 3.50 0.00 0.00	A00637654
HOLD PRE	2XXX	* TO BE DETERMINED *				01 05SEP24
44010 TEST-D	R01804516	300 0.00	1,050.00 0.00 0.00 0.06 0.00 0.00	0.01 0.00 0.00 0.03 0.00 0.00	0.00 0.00 0.00 10.50 0.00 0.00	A00637724
HOLD PRE	2XXX	* TO BE DETERMINED *				01 05SEP24

Remark: #2XXX = Domain Settlement Counter stock code to be distributed

Example 4:

Registered Warrant Subscription

The distribution stock code of Rights / Excess Rights subscription will be converted into the domain settlement counter stock code.

WARRANT SUBSCRIPTION							
ORIGINAL STOCK/ISIN HLDG/RECV TYPE	REFERENCE NO DSTR STK/CCY	WARRANT QUANTITY RECEIVABLE QTY/AMOUNT	SUBSCRIPTION MONEY		EXERCISE FEE		ANCM NO. EVT NO/ EXP PAY DATE
			CANCEL FEE AD VALOREM MISC FEE	STAMP DUTY	CA FEE T/D STAMP T/D STAMP	TRANSFER FEE COLL RFD BANK CHARGES	
82712 TESR-R W25	R01804575	2,000		20,000.00		16.00	A40397407
HOLD PRE	2XXX	2,000					01 T.B.A.
2712 TEST W25	R01804576	100		1,000.00		0.80	A00637743
HOLD PRE	2XXX	100					01 T.B.A.

Remark: #2XXX = Domain Settlement Counter stock code to be distributed

Example 5:

Takeover

The distribution stock code of Takeover subscription will be the domain settlement counter stock code.

TAKEOVER OFFER / AUTO-EXERCISE OF STRUCTURED PRODUCTS									
ORIGINAL STK/ISIN HLDG/RECV TYPE	REFERENCE NO DSTR STK/CCY SBL POS NO	TAKE-UP QUANTITY RECEIVABLE QTY/AMT	CA FEE BANK CHARGES	AD VALOREM STAMP DUTY	ANCM NO. EVT NO/ EXP PAY DATE				
2713 TEST	R01804581	20,120	32.80		A00637623				
HOLD PRE	2XXX	20,120		0.00	01 05SEP24				
82713 TEST-R	R01804583	20,120	32.80		A40397412				
HOLD PRE	2XXX	20,120		0.00	01 05SEP24				

Remark: #2XXX = Domain Settlement Counter stock code to be distributed

CCNPT01 Nominee Functions Input Activities Report

Upon completion of migration, CCNPT01 will be available for downloading in CCASS.

Below Multi-counter Eligible Securities will be used for illustrative purpose:

Domain Settlement Counter	Other currency counter
2701	82701
2702	82702
2703	82703
2704	82704
2705	82705

Conversion:

After the launch of the enhancement, voting and proxy appointment instructions must be submitted to the domain settlement counter only. All voting and proxy appointment instructions of other currency counters, which were submitted to CCASS before the conversion date, will be cancelled and consolidated/ transferred to the domain settlement counter.

Voting and proxy appointment instructions of other currency counters will be consolidated / transferred to domain settlement counters with Pending or Authorized status.

Example 1:

	Before conversion		After conversion		
Stock code	82701	2701	82701	2701	Total Quantity / Instruction Quantity
Voting instruction	Authorised status	Authorised status	Cancelled status	Authorised status	Accumulated both counters
Proxy appointment	Authorised status	Pending / Authorised status	Cancelled status	No change + Authorised status	Domain settlement counter + Transfer from other currency counter

CORPORATE VOTING									
=====									
ACTION TYPE	INSTR.NO./ STOCK A/C	"DEMAND POLL" ORIGINAL STOCK/ ISIN NO. IN PROXY FORM	ANCM NO. NO. & DESC. SUMMARY IN THE PROXY FORM "FOR" NAME OF CORP REP / PROXY ADDRESS OF PROXY PROXY "FOR"	STATUS IN THE PROXY FORM "AGAINST" PROXY "AGAINST"	INSTR SNHS HLDG "ABSTAIN/WITHHOLD" STATUS OF CR/P SHARE QTY OF CR/P PROXY "ABSTAIN/WITHHOLD"	"NON VOTED" USER TERL TIME	----- ACTION BY ----- PROXY "NON VOTED"		
CAN	R01804554	82701 AAA HONG KONG-R HK0000082701	A40397411	C	50,000	PBCNCV05	17:46		
	1	-----	RES 1	10,000	5,000	0	35,000		
		MS	LEE AA			C	5,000		
	1		RES 1	0	0	0	5,000		
CHG (OLD)	R40382185	2701 AAA HONG KONG HK000002701	A00637751	A	100,000	PBCNVT01	17:46		
	1	-----	RES 1	5,000	3,000	0	92,000		
CHG (NEW)	R40382185	2701 AAA HONG KONG HK000002701	A00637751	A	150,000	PBCNCV05	17:46		
	1	-----	RES 1	15,000	8,000	0	127,000		
		MS	LEE AA			A	5,000		
	1		RES 1	0	0	0	5,000		

Example 2:

	Before conversion		After conversion		
Stock code	82702	2702	82702	2702	Total Quantity / Instruction Quantity
Voting instruction	Pending status	Authorised status	Cancelled status	Pending status	Accumulated both counters
	Authorised status	Pending status			
	Pending status	Pending status			
*either instruction is in pending status before conversion					
Proxy appointment	Pending status	Pending / Authorised status	Cancelled status	No change + Pending status	Domain settlement counter + Transfer from other currency counter

CORPORATE VOTING									
=====									
ACTION TYPE	INSTR.NO. / STOCK A/C	"DEMAND POLL" ORIGINAL STOCK / ISIN NO. IN PROXY FORM	ANCM NO. & DESC. SUMMARY IN THE PROXY FORM "FOR" NAME OF CORP REP / PROXY ADDRESS OF PROXY PROXY "FOR"	STATUS "AGAINST" PROXY "AGAINST"	INSTR SNHS HLDG "ABSTAIN/WITHHOLD" STATUS OF CR/P SHARE QTY OF CR/P PROXY "ABSTAIN/WITHHOLD"	"NON VOTED" USER TERL TIME	----- ACTION BY ----- PROXY "NON VOTED"		
CAN	R01804558	82702 BBB HONG KONG-R HK0000082702	A40397412	C	50,000	PBCNCV05	17:46		
	1	-----	RES 1	123	10,000	0	34,877		
		MS	LAM BB			C	5,000		
	1		RES 1	0	0	0	5,000		
CHG (OLD)	R01804557	2702 BBB HONG KONG HK0000002702	A00637752	A	100,000	PBCNVT01	17:46		
	1	-----	RES 1	20,000	123	0	79,877		
CHG (NEW)	R01804557	2702 BBB HONG KONG HK0000002702	A00637752	P	150,000	PBCNCV05	17:46		
	1	-----	RES 1	20,123	10,123	0	114,754		
		MS	LAM BB			P	5,000		
	1		RES 1	0	0	0	5,000		

Example 5:

	Before conversion		After conversion		
Stock code	82705	2705	82705	2705	Total Quantity / Instruction Quantity
Voting instruction	No	Pending status	No	No Change	No change
	No	Authorised status	No	No Change	No change
Proxy appointment	No	Pending status	No	No Change	No change
	No	Authorised status	No	No Change	No change

Since there is no change to the existing instructions of domain settlement counter, it will not be reflected in the activities report.