

CCASS OPERATIONAL PROCEDURES

Definitions

- (b) When used in the Operational Procedures, the following expressions shall have the following meanings unless the context otherwise requires:

“Collateral Security Batch-run”

means the process adopted by HKSCC to effect, at stated times, the provision of Collateral Securities by Clearing Participants or Clearing Agency Participants to HKSCC whereby Eligible Securities will be automatically debited from the Stock Accounts of the Clearing Participants or Clearing Agency Participants and credited to the CCMS Collateral Accounts of such Clearing Participants or Clearing Agency Participants for HKSCC’s waiver of computation of Marks and reduction of Margining Position for computation of Margin, as referred to in Sections 10.10.3 and 10.10A.2(ii);

“Collateral Security Batch Input Control Report”

means, in relation to a Clearing Participant or Clearing Agency Participant which is provided with facilities for Collateral Security Batch-run, a report provided by HKSCC to the Clearing Participant or Clearing Agency Participant showing the processing results of its Collateral Security Batch-run, as referred to in Section 16.6 and the CCASS Terminal User Guide for Participants;

Section 6

Operational and Service Schedule

6.2 DAILY PROCESSING AND SERVICE SCHEDULE

The daily processing and service schedule in CCASS below only sets out the available time of some CCASS events. For more details on service schedule and function availability in CCASS, please refer to the CCASS Terminal User Guide for Participants.

Time	CCASS events
9:00 a.m.	<p>Commencement of <u>the following services and functions through CCASS Terminal and Participant Gateway:</u></p> <ul style="list-style-type: none"> <u>(i) Electronic Application Instructions for New Issue Shares (if such day is the application start date) maintenance function; and</u> <u>(ii) Tender Instructions (if such day is the tender or application start date) maintenance functions; and</u> <u>(iii) Collateral Security maintenance and upload functions</u> <p>First batch of scrip entitlement distribution</p>

10:00 a.m.	<p>Second SI matching</p> <p>Second STI Batch-run</p> <p><u>First Collateral Security Batch-run</u></p>
12:45 p.m.	<p>Third STI Batch-run</p> <p><u>Second Collateral Security Batch-run</u></p>
5:00 p.m. (after)	<p>Commencement of the second session of clearing services (SI/ISI maintenance and upload) (HKSCC will announce by broadcast message when second session of clearing services is available to Participants)</p> <p>First batch of PCS in respect of trades effected on or reported to the Exchange current day available to Clearing Participants</p> <p>Fifth STI Batch-run (for STI Transfers to be effected on FOP basis only)</p> <p><u>Third Collateral Security Batch-run</u></p>
6:00 p.m.	<p><u>Close of Collateral Security maintenance and upload functions</u></p> <p>Final SI matching</p> <p>Eighth batch of scrip entitlement distribution</p> <p><u>Forth Collateral Security Batch-run</u></p>

Section 16

Statements and Reports

16.6 REPORTS AND STATEMENTS FOR PARTICIPANTS

16.6.1 Reports and Statements for Participants other than Investor Participants

Report ID	Report name	Frequency	Time available
CCLEI01	SI Batch Input Control Report	After each SI upload	shortly after each individual SI batch validation (for status of SI batch uploads)
<u>CCMSS05</u>	<u>Collateral Security Batch Input Control Report</u>	<u>After each batch validation</u>	<u>shortly after completion of each Collateral Security batch validation run scheduled at around 10:00 a.m., 12:45 p.m., 5:00 p.m. and 6:00 p.m. (for status of Collateral Security batch file uploads)</u>