

CCASS OPERATIONAL PROCEDURES

**Section 8
Nominee Services**

8.14 SUB-DIVISIONS, CONSOLIDATIONS ETC.

8.14.1 General

A sub-division of Eligible Securities would involve the conversion of the existing Eligible Securities of an Issuer into a larger number of Eligible Securities, or the splitting of existing Eligible Securities into "new" ones with a smaller nominal value (for example, each stock X of a nominal value of \$1.00 each may be sub-divided into ten new stock X of a nominal value of \$0.10 each). Any reference in these Operational Procedures to share or stock splitting or sub-division shall be construed accordingly.

A consolidation of Eligible Securities would involve the reverse of a sub-division in that existing Eligible Securities of an Issuer would be converted into a smaller number of Eligible Securities, or several existing Eligible Securities will be consolidated into one "new" one of a larger nominal value (for example, five stock Y of a nominal value of \$0.20 each may be consolidated into one new stock Y of a nominal value of \$1.00 each). Any reference in these Operational Procedures to share or stock consolidation shall be construed accordingly.

**APPENDIX 6
COMPULSORY STOCK BORROWING AND LENDING REGULATIONS**

1. Interpretation

1.2 In these Regulations:

“Equivalent Securities” means securities of an identical type, nominal value (if applicable), description and amount to particular Eligible Securities borrowed and such term shall include the certificates and other documents of or evidencing title and transfer in respect of the foregoing (as appropriate).