

China Securities Depository and Clearing Corporation Limited

Securities Cross-Border Connections in ChinaClear



CONTENTS

Part 1. Connectivity with Hong Kong Securities Market

Part 2. Connectivity with Foreign Securities Markets

□ Shanghai-Hong Kong stock connect program (17 November 2014)



□ Shenzhen-Hong Kong stock connect program (5 December 2016)

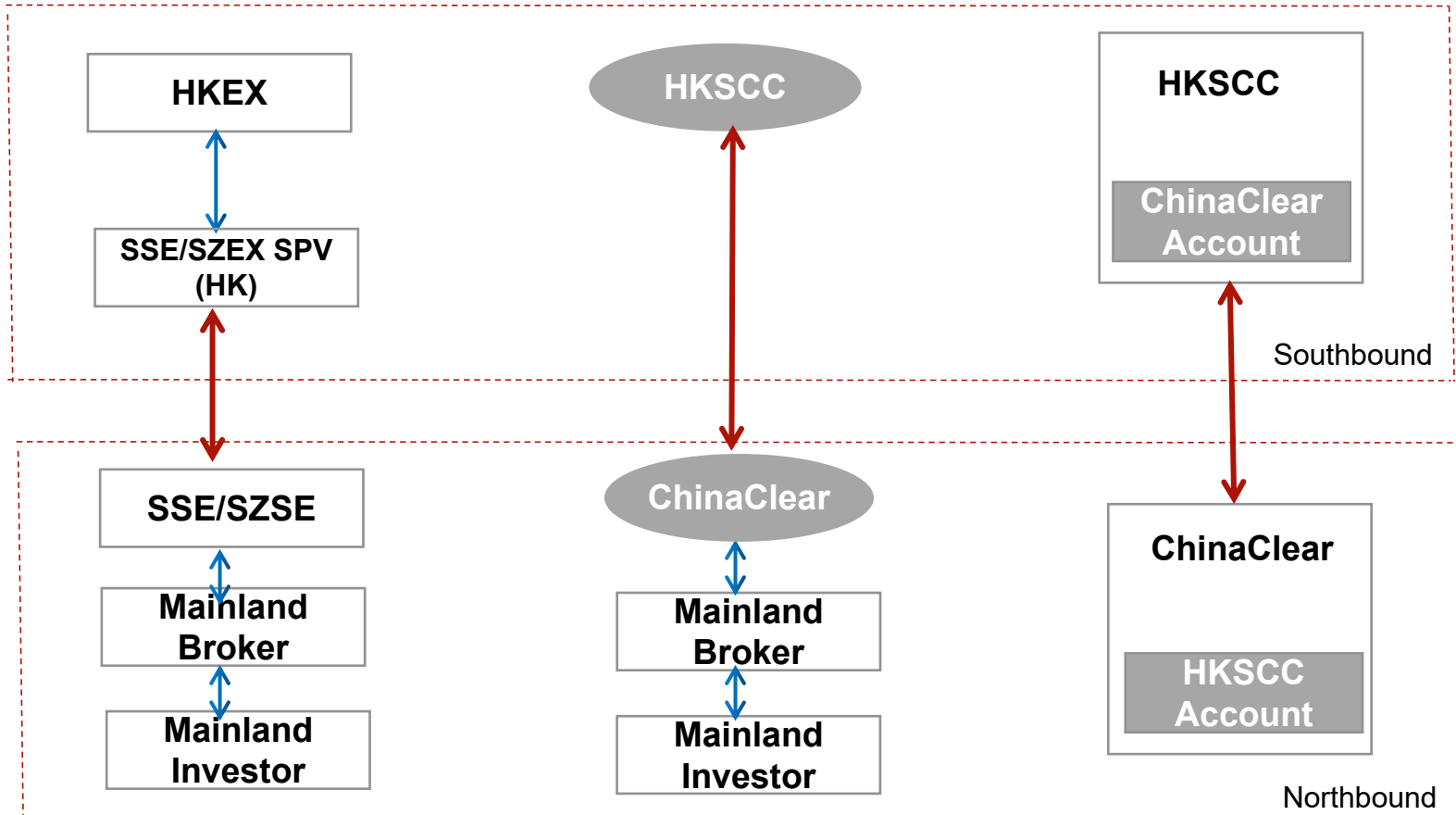


1. Mainland-Hong Kong stock connect

Trade Link

CCP Link

CSD Link



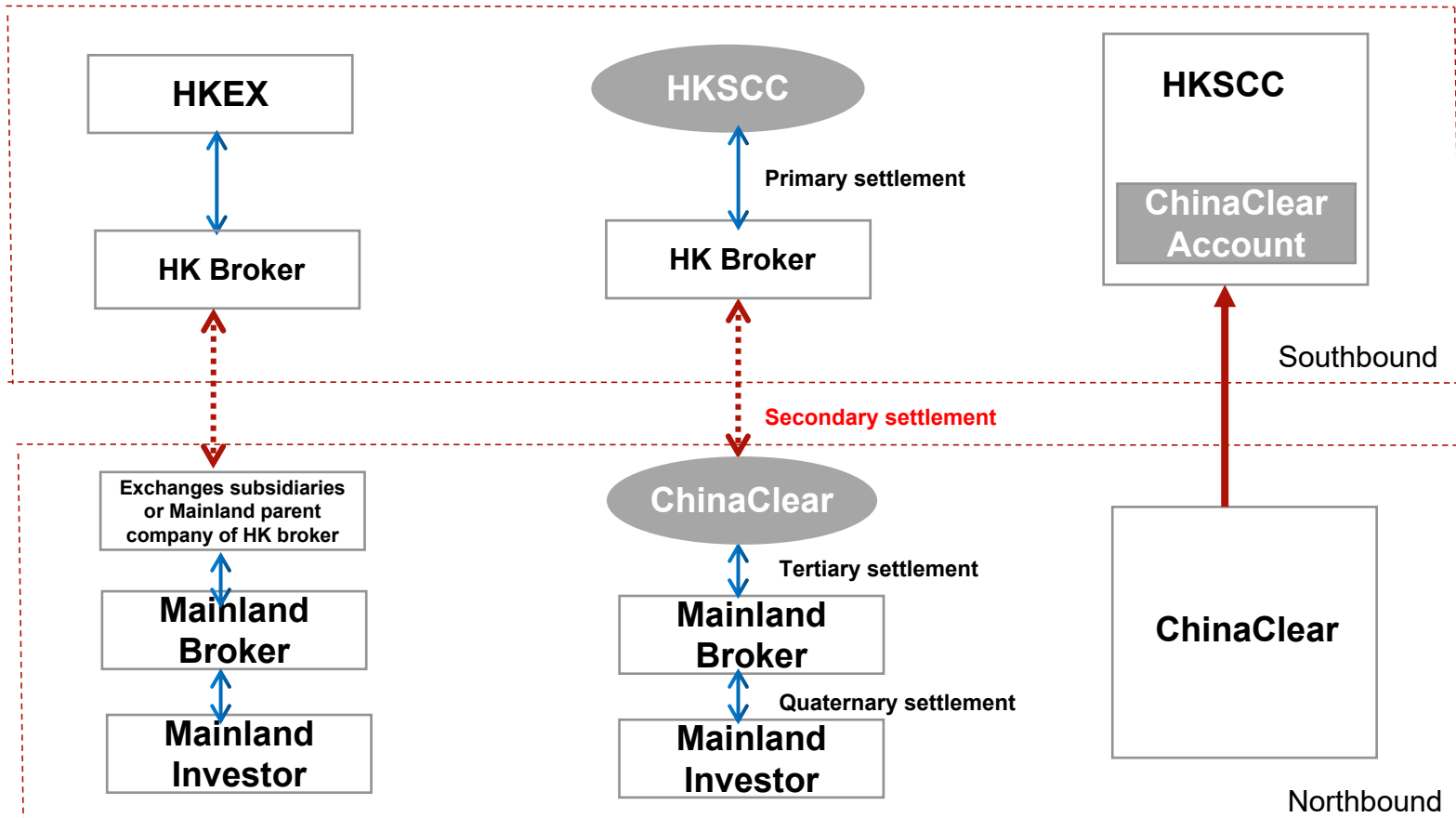
□ Huaxin Cement (28 March 2022)



Trading

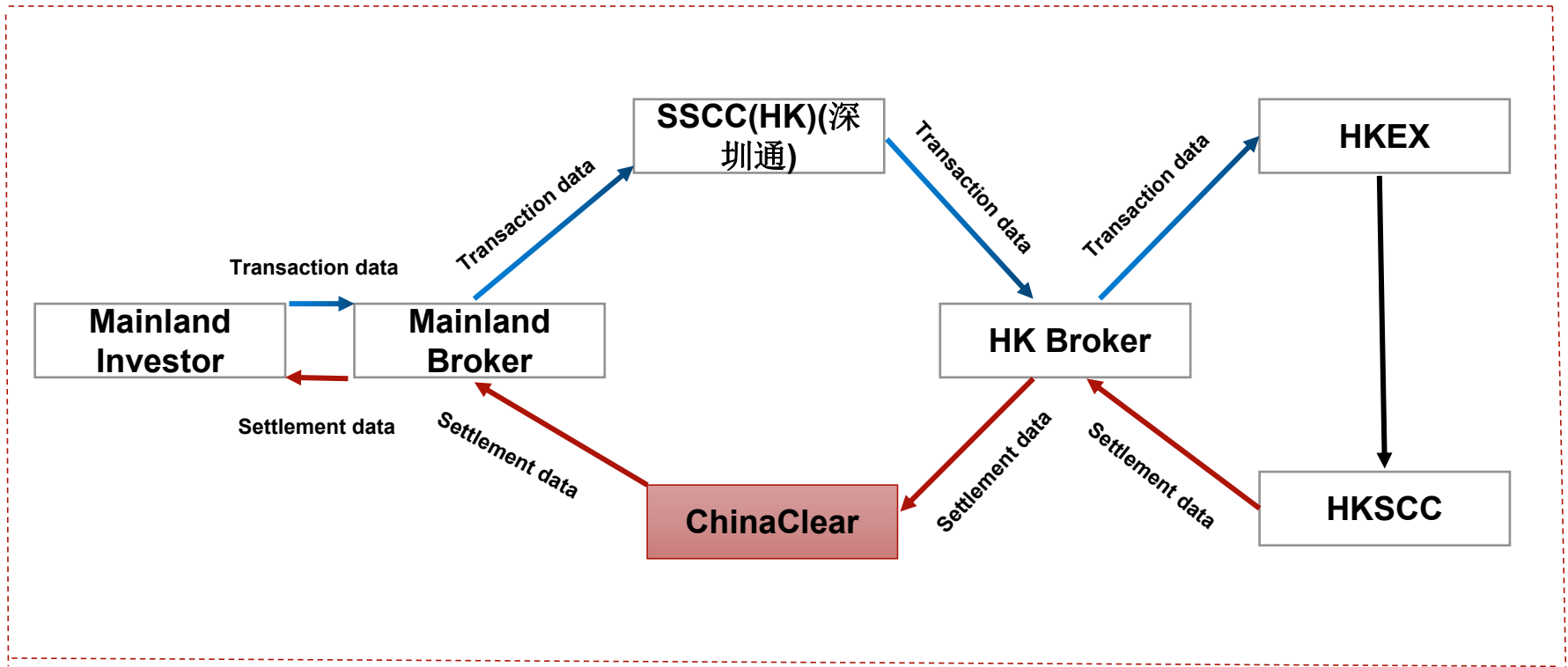
Clearing

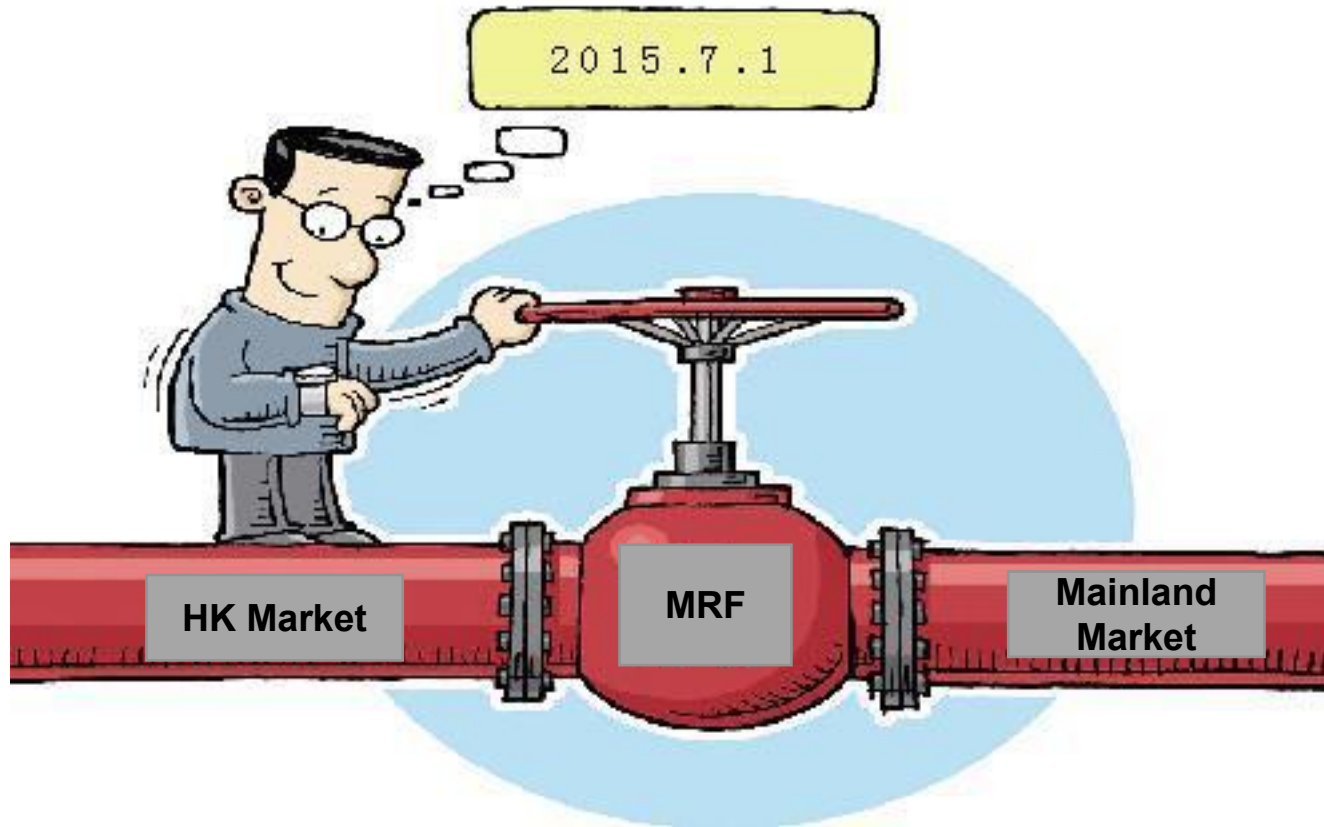
CSD Link



□ Legend Holdings (7 June 2018)







□ Shagnhai-London (20 June 2019)



□ China-SIX Swiss (28 July 2022)



□ China-Frankfurt (TBC)



Five Key Highlights of CDR principles (No actual examples of CDR operations yet)

1. Non-financed CDR: Highlights the transactional function of CDR;
2. Mixed trading system: Combines auction and market-making;
3. Special price fluctuation limits: 10%+ with relaxed limits under special circumstances;
4. RMB trading: Simple and convenient;
5. Cross-border conversion: CDR can be converted with overseas underlying stocks.

1. Listing and Initial Circulation Procedure

The Underlying
Security Issuer



1. Submit new CDR listing application



SSE



2. Send listing notification

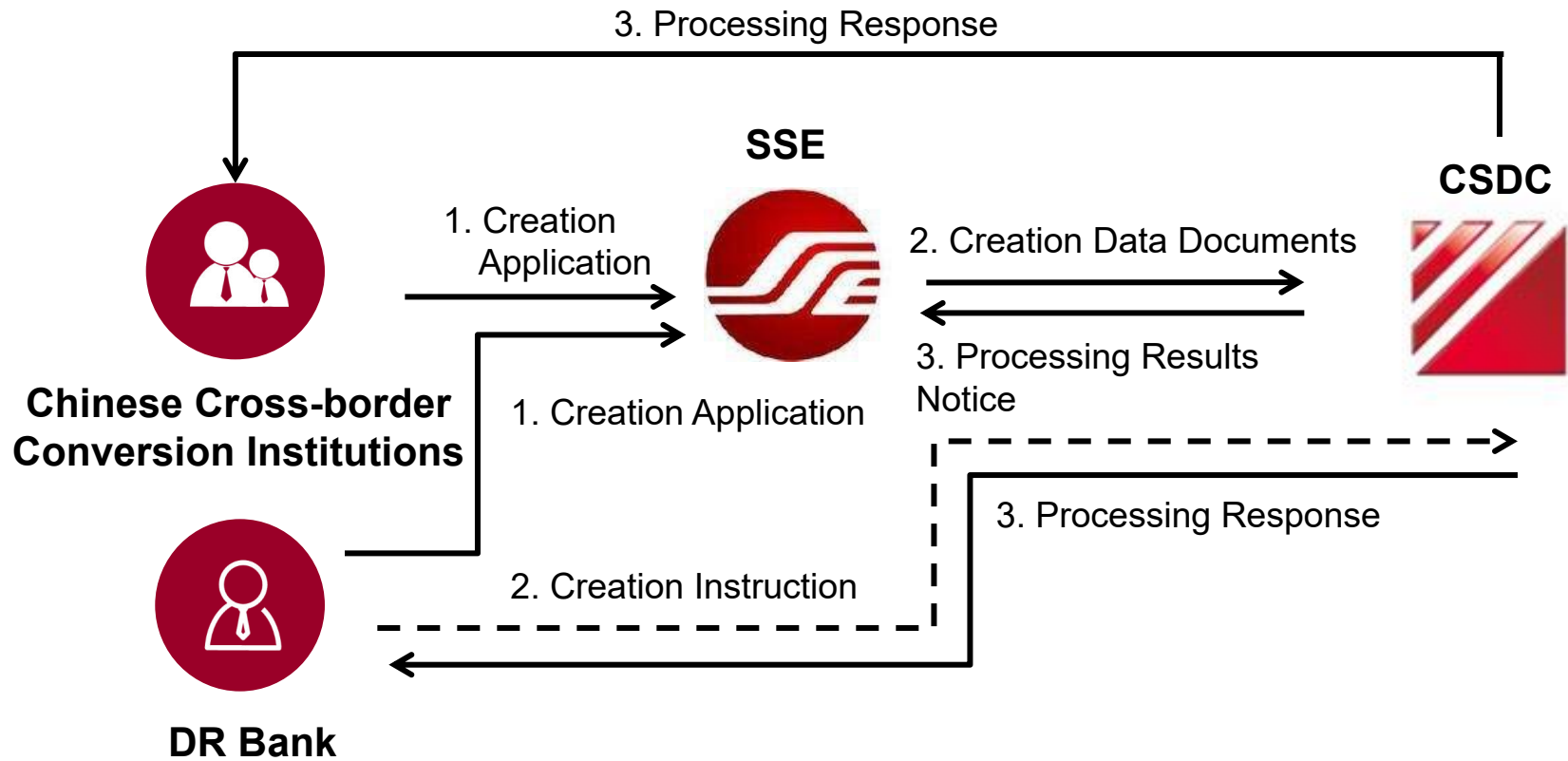


3. Complete listing and circulation procedure

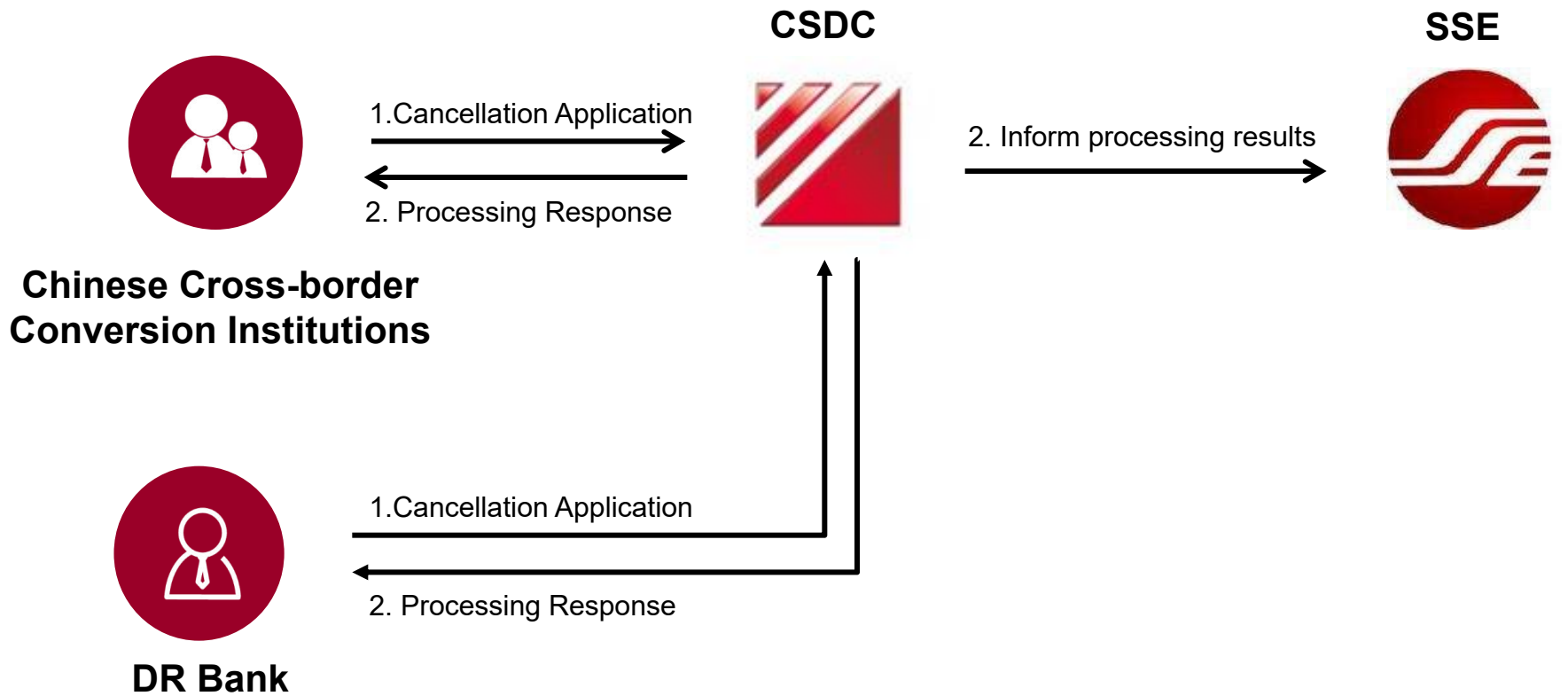
CSDC



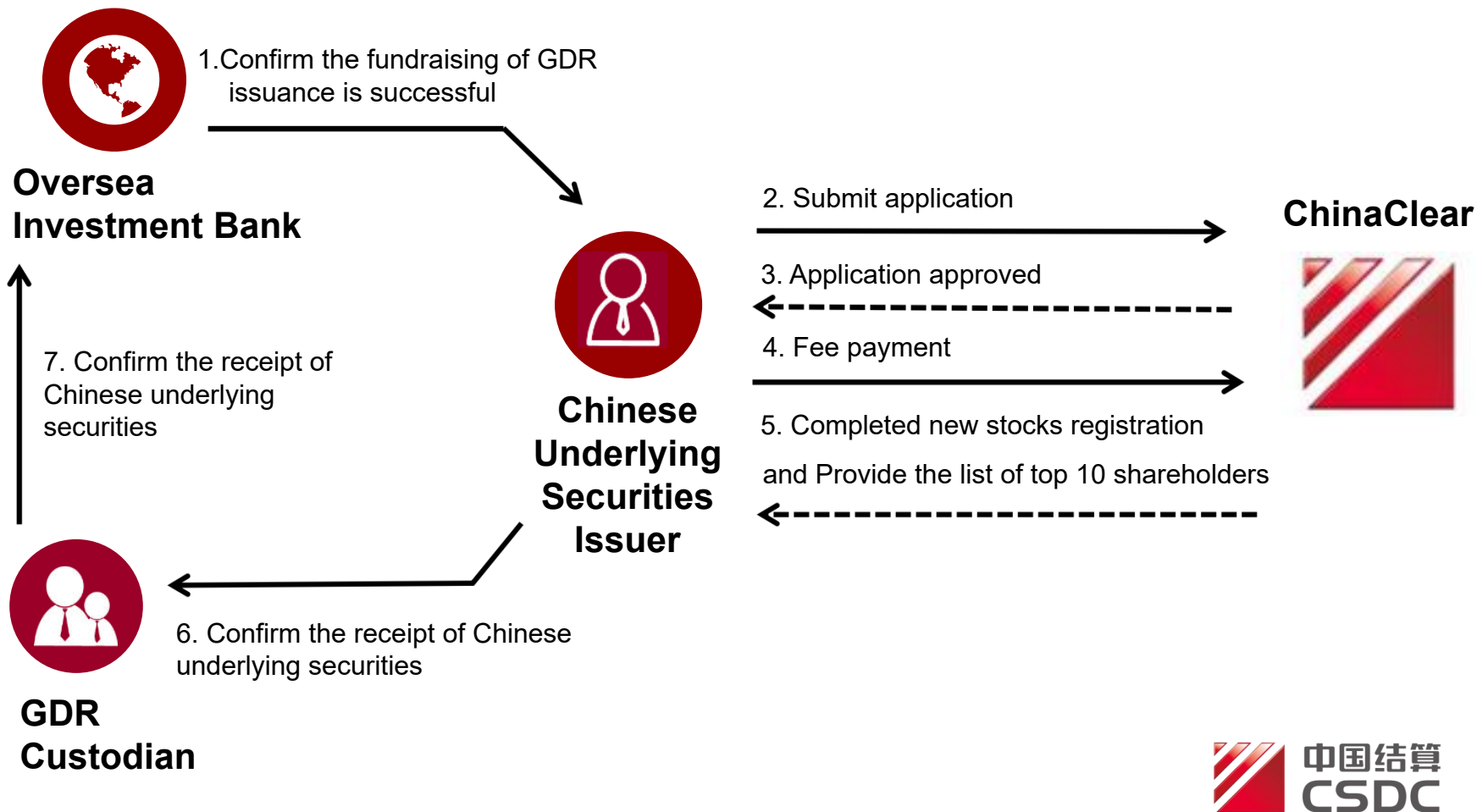
2. CDR Creation Procedure



3. CDR Cancellation Procedure



1.The Registration Procedure of Additional Issuance Underlying Securities



2.The Listing Procedure of Additional Issuance Underlying Securities

Chinese Underlying
Securities Issuer



1. Submit underlying securities
additional issuance application to
SSE

SSE



2. Send listing notification

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3. Complete listing and initial
circulation procedure

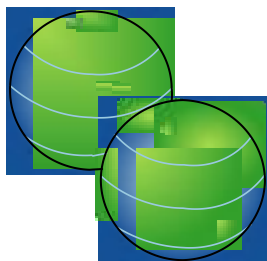
ChinaClear



3.The Underlying Securities FOP procedure regarding GDRs Creation or Cancellation

GDRs custodian and British cross-border conversion institutions can entrust brokers or custodian banks to send FOP instructions through PROP system to CSDC. CSDC will complete the relevant FOP procedure after checking.

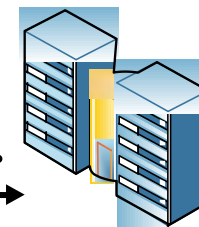
Settlement
Participants of
GDR Custodian



CSDC Shanghai Branch



Settlement participants of
British cross-border
conversion institutions



FOP instruction submission



Business response documents
Settlement detail documents
Securities change document

FOP instruction confirmation



Business response documents
Settlement detail documents
Securities change document

Thank you!

