

RE: New Settlement Arrangement in Thailand, Philippines and Malaysia Stock Markets - Forced Currency Conversion of THB, PHP and MYR

To: Valued Client,

We would like to inform you of an important update regarding the settlement arrangement in Thailand, Philippines and Malaysia stock markets. This change is being implemented to streamline the settlement process and provide a more consistent experience for our clients.

Effective on 1 May 2024, all funds in Thai baht (THB), Philippine peso (PHP), or Malaysian ringgit (MYR), which include but not limited to, the sales proceeds of the securities sales transactions ("Sales Proceeds"), purchase amount to settle the securities purchase transactions ("Purchase Price"), dividends, and other amount received or payable in THB, PHP, or MYR in relation to securities traded in Thailand, Philippines or Malaysia (all such funds collectively called "Local Currency Funds") will be forced converted into United States Dollars (USD) for settlement.

Please note the following key points:

1. Regarding the Local Currency Funds received by us (e.g. dividend income) and transferred to your account with us, it will be converted into USD; the converted USD amount will be recorded to your account on a following business day of the conversion day.
2. In respect of any Local Currency Funds for securities trading settlement, on the day of the execution of your order, we will convert your trade into an USD equivalent contract. We will deposit / deduct the USD equivalent amount into / from your account on the settlement day accordingly.
3. The conversion will be carried out at the prevailing exchange rate as determined by us at our sole discretion (i) on the day when we receive the Local Currency Funds and (ii) on the day of execution of your order, specifically for any Local Funds for securities trading settlement.
4. No additional fees will be charged for this conversion process.
5. In connection with such conversions, you understand that the currency exchange rates may fluctuate and you may incur losses as a result of such conversions due to the exchange rate fluctuations; and you need to bear all the losses in connection with or as a result of such conversions.

Should you have any enquiries, please do not hesitate to contact your Account Executive or Salesperson.

Yours sincerely,

CITIC Securities Brokerage (HK) Limited

To: CITIC Securities Brokerage (HK) Ltd (“CSBHK”)

Client Name: _____

Securities A/C No. : _____

Letter of acknowledgment

I/We hereby make the following acknowledgement in relation to Transactions in Thailand, Philippines, and Malaysia stock markets:

- (1) I/We confirm that we have carefully read and understood the contents of the notice regarding the new settlement arrangement for the stock markets in Thailand, Philippines, and Malaysia.
- (2) I/We fully understand and agrees to accept and bear all the risks and losses that may be incurred as a result of the above settlement arrangement.

Signature(s) of Client: _____

Date: _____