

Shenzhen – Hong Kong Stock Connect (Northbound)

On 10th April 2014 the Securities and Futures Commission (SFC) and the China Securities Regulatory Commission (CSRC) jointly announced approval to establish a scheme to allow cross border exchange access between the Stock Exchange of Hong Kong (SEHK) and the Shanghai Stock Exchange (SSE). Further development was announced by SFC and CSRC on 16th August 2016 that the Shenzhen-HK Stock Connect will be established by the Shenzhen Stock Exchange (SZSE) and SEHK.

Note:

You can trade through us at CIMB- Investment Bank Berhad by calling your Dealer's Representative or Authorised Officer of CIMB Bank Berhad now.

Pursuant to Clause 36 of CIMB's General Terms and Conditions, transactions involving securities traded on the Shenzhen – Hong Kong Stock Connect shall be subjected to the Supplemental Terms and Conditions for Northbound Trading of Shares through China Connect Market.

[General Terms and Conditions Applicable to Northbound Trading of Shares Through China Connect Market.](#)

Eligible Securities

- Only **A-Shares** will be included for trading in this initial phase.
- ETF will be included as eligible securities at a later stage once Shenzhen Connect has been in operation for a period of time.
- B Shares, Bonds and other listed securities will not be included. Also, at this stage, the program will be for secondary trading only; i.e., it will not apply to IPOs.
- Initial phrase the eligible securities are constituent stocks of
 - (a) Constituent stocks of the SZSE Component Index;
 - (b) SZSE Small / Mid Cap Innovation Index which have a market capitalization of not less than RMB 6 billion; and
 - (c) All SZSE listed A-Shares which have corresponding H shares listed on SEHK **except** A-Shares shares not traded in RMB and shares included in the "risk alert board" or under delisting arrangement.

**A full list of all the SSE-listed stocks which are eligible for trading is available on the SEHK website*

[\(\[http://www.hkex.com.hk/eng/market/sec_tradinfra/chinaconnect/Eligiblestock.htm\]\(http://www.hkex.com.hk/eng/market/sec_tradinfra/chinaconnect/Eligiblestock.htm\)\)](http://www.hkex.com.hk/eng/market/sec_tradinfra/chinaconnect/Eligiblestock.htm)

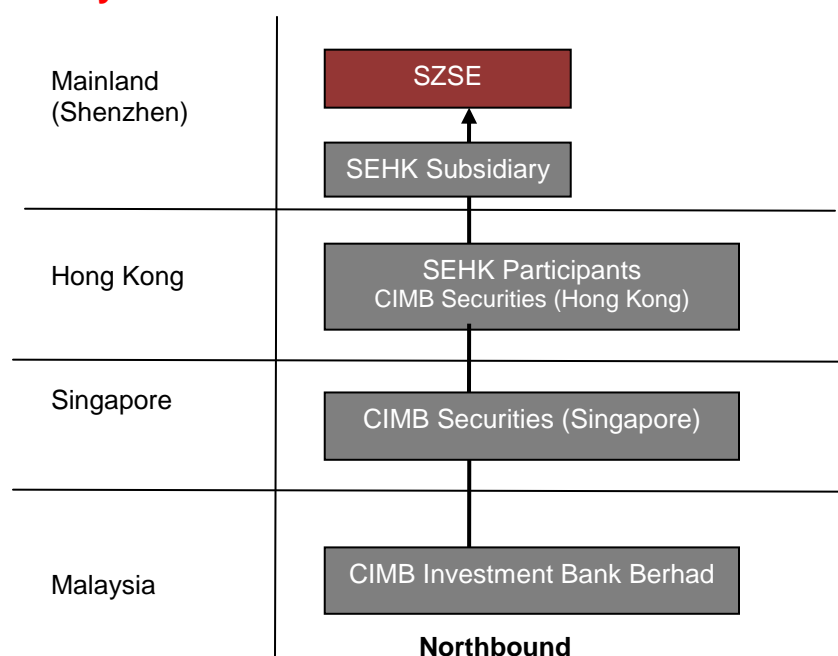
Important Notes

- ChiNext Securities is **NOT** applicable for Retail client. It is only applicable for Institutional Professional Investors.
- SPSA orders are **NOT** applicable for Retail client.



CIMB Investment Bank Berhad (18417-M)
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Key Market Characteristics



Availability

	Mainland China	Hong Kong	CIMB Securities Open for Northbound Trading? (SSE/SZSE)
Day -1	Business Day	Business Day	Yes
Day -2	Business Day	Business Day	No HK market closes on money settlement day
Day -3	Business Day	Public Holiday	No HK market closes on trading day
Day -4	Public Holiday	Business Day	No Mainland market closes

Northbound trading will be available on days when:

- Both SEHK and SSE/SZSE are open for business;
- Banking services of both markets are open on the corresponding money settlement days (T and T+1)
- Whenever the next day is a public holiday in either country such as Day-3 above, Northbound trading will be closed prior the day before (Day-2) for money settlement purposes.

Additional Notes:

- The SSE/SZSE will continue to trade half day whenever T is a public holiday in either HK or Mainland China, given the Northbound trading day is a half trading day in HK market.
- The link will be shut down in case of severe weather (Typhoon 8 or black rainstorm signal) in HK. The Stock Connect link will be closed while the Mainland market continues to trade.



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Market Hours

Trading Sessions	SZSE	SSE	Input Orders into CSC
Opening Call Auction	09:15 - 09:25		09:10 - 11:30
Continuous Auction (Morning)	09:30 - 11:30		
Continuous Auction (Afternoon)	13:00 – 14:57	13:00 – 15:00	12:55 - 15:00
Closing Call Auction	14:57 – 15:00	-	

Important Notes:

09:20 – 09:25 and 14:57 – 15:00: SZSE will not accept order cancellation;

09:20 – 09:25: SSE will not accept order cancellation

09:10 – 09:15; 09:25 – 09:30; 12:55 – 13:00:

- Orders and order cancellations can be accepted by SEHK but will not be processed by SZSE and SSE until their market open.
- Orders that are not executed during the opening call auction session will automatically enter the continuous auction session.
- Unlike SSE, SZSE has a Closing Call Auction.
- Similar to Shanghai-HK Connect Northbound, EPs can start inputting Shenzhen-HK Connect Northbound orders into CSC 5 minutes prior to the start of SZSE trading session in the morning and afternoon.

(Information extracted from HKEX Stock Connect: A New Chapter in Connecting Chinese and International Investors dated Oct 16)



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Trading Rules

Exchanges	Shenzhen – Hong Kong Stock Connect (Northbound)
Order Type	Limit Order <u>only</u>
Board Lot	100 shares (for buy order <u>only</u>)
Odd Lot	Sell orders <u>only</u>
Short Selling	Not allowed
Intra-Day and Contra Trade	Not allowed
Trading on HK holidays	Not allowed
Order Modification	Not available
Margin and SBL	Not available
Price Limit	±10% on previous closing price
Trading Currency	RMB
Settlement Currency	MYR only (RMB not allowed)
Block Trade	Not allowed
Maximum order size	1 million shares
Restriction	ChiNext and Special Segregated Account (“SPSA”) order is not available for Retail Investor

Settlement Cycle (T+1)

- Payment due date T + 1.
- Failing which the client will be suspended from future trading in Shenzhen – Hong Kong Stock Connect.

Note: Client can only sell the paid shares on T + 2 when shares are in free balance



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