

Effective on 1<sup>st</sup> August 2018

Dear Valued Customer,

**RE: Notice of Amendment of the Securities Account Agreement**

**(I) Amendments**

This notice serves to notify the Customers of the proposed amendments (the “**Amendments**”) to the terms and conditions of the Securities Account Agreement (version no.: CMSHK-SAA-v3-2017) (the “**Agreement**”) of China Merchants Securities (HK) Co., Limited (“**CMSHK**”) as set out in Attachment 1 of this notice.

The following is an overview of the Amendments:

The following amendment will take effect in 10 Business Days:

1. New clauses relating to personal data have been included into the Agreement to clarify the rights of the parties;
2. the delivery method of notices has been altered; and

The following amendment will take effect in 2 Business Days:

3. Customers have the option to opt out of trade execution notifications and the risk disclosure statements and disclaimers for trading in Securities have accordingly been updated to reflect this.

In the event that customers elect to opt out trade execution notifications, customers may still receive those subject notifications until the whole process is completed, which will take around 3 Business Days.

Further, customers may resume their options of receiving trade execution notifications by contacting your account manager or Customer Service Department at (852)3189 6368.

**Please note that pursuant to clause 23 of the Securities Account Agreement, the Amendments shall be deemed to have been accepted by the Customer unless written notice of objection is received by CMSHK within 10 Business Days after the date of this notice.**

**Further, without prejudice to clause 23 of the Securities Account Agreement, by giving CMSHK any Instructions to trade, the Customer shall be deemed to have accepted the Amendments and waived its right to make any objection thereto under such clause.**

**(II) Acknowledgment and Confirmation**

**Please read the Risk Disclosure Statements carefully. You may ask questions and take independent advice if you wish. Please contact your account manager or our Customer Service Department if you have any questions about such statements.**

Please signify your acknowledgment and confirmation concerning the Risk Disclosure Statements by signing and returning the enclosed confirmation to CMSHK (see Attachment 1). [For Customers who agree to such acknowledgment and confirmation, you are encouraged to return the signed confirmation to in order to enable CMSHK to make necessary arrangements for delivering our services.].

This notice is issued in English and Chinese. The English version shall prevail in case of inconsistencies.

Please contact your account manager or our Customer Service Department at (852) 3189 6368 if you have any enquiries relating to this notice.

Yours faithfully,

CHINA MERCHANTS SECURITIES (HK) CO., LIMITED

*(This notice is computer-generated and no signature is required)*

**Attachment 1**

To: China Merchants Securities (HK) Co., Limited  
48/F, One Exchange Square  
Central Hong Kong (“the Company”)  
Tel: (852) 3189 6368 Fax: (852) 3101 0063

From: Name of Customer [ ]  
Securities Account No. [ ]

**ACKNOWLEDGMENT AND CONFIRMATION - RISK DISCLOSURE STATEMENTS AND  
DISCLAIMERS**

I/We (“the Client”), officially acknowledge and confirm that the Client does not require prompt trade execution notification from the Company. The Client acknowledges and agrees, by signing this letter, that the Client will not receive details of each particular trade execution and that the Client may fail to know/ detect the unusual trade activities, unauthorized transaction or hacking of account timely. This option will increase the risk associated with the internet trading and hacking of account. I/We, the undersigned, hereby acknowledge(s) and confirm(s) that the “**Risk Disclosure Statements And Disclaimers**” as set out in Schedule III, Part V of the Securities Account Agreement was provided to me/us in a language of my/our choice (English or Chinese), and I/we was/were invited to read the relevant risk disclosure statements carefully, ask questions and take independent advice if I/we wish. I/We acknowledge and accept the risk disclosure statements and understand the losses and risks that may incur and accept those losses and risks (including losses and risks resulting from opting out the notification of trade execution) with full responsibility.

**Signed by:**

\_\_\_\_\_  
Name of Customer / Authorized Signatory:  
ID No. / Passport No.  
Date:

**DECLARATION BY REGISTERED/ LICENSED PERSON**

The “**Risk Disclosure Statements And Disclaimers For Trading**” as set out in Schedule III, Part V of the Securities Account Agreement have been provided to the customer in a language of the customer’s choice (English or Chinese), and I have invited the customer to read such risk disclosure statements carefully, ask questions and take independent advice if the customer wishes.

**Signed by Registered/Licensed Person**

\_\_\_\_\_  
Name:  
CE no.:  
Date: