NOTICE OF AUTHORIZATION TO PROVIDE AUTOMATED TRADING SERVICES

ISSUED TO SHANGHAI STOCK EXCHANGE《上海證券交易所》

UNDER SECTION 95 OF THE SECURITIES AND FUTURES ORDINANCE

INTRODUCTION

Background

1 On 10 April 2014, the China Securities Regulatory Commission (**CSRC**) and the Securities and Futures Commission (**SFC**) issued a joint announcement noting that they had approved, in principle, the development of a pilot programme (Shanghai-Hong Kong Stock Connect《滬港 [illegible]

股票市場交易互聯互通機制》) for establishing mutual stock market access between Mainland China and Hong Kong, which would operate among the following entities –

(1) Shanghai Stock Exchange《上海證券交易所》(**SSE**), which is regulated by the CSRC [illegible]

Shanghai-Hong Kong Stock Connect

4. Under Shanghai-Hong Kong Stock Connect –

(1) SEHK and SSE will establish mutual market connectivity and related technical [redacted]

firms that are participants of SSE (**Southbound investors**) to trade certain securities listed on the SEHK (**SEHK securities**), and investors trading through Hong Kong brokers [redacted]

AUTHORIZATION

[redacted]

SFO, the SFC hereby authorizes SSE to provide ATS for the purposes of facilitating the conduct

[redacted]

paragraph 4(1) above, and subject to the conditions set out in paragraphs 8 to 15 below.

Hong Kong Stock Connect as the SFC may at any time, and from time to time, reasonably request.

SSE-subsidiary

14. By notice dated 24 October 2014, the SFC authorized SSE-subsidiary under section 95(2) of the [redacted]

Shanghai-Hong Kong Stock Connect. SSE must supervise SSE-subsidiary in order to ensure that it complies with the conditions of that authorization. SSE must also immediately inform the SFC of any breach, or potential breach, by SSE-subsidiary of any of the conditions of that authorization [redacted]

Service

15. [redacted]