

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

Appendix 1

Trading Rules of Shenzhen Stock Exchange (2023 Revision)

(Effective as of November 30, 2001; revised for the first time on May 15, 2006; the second time on January 17, 2011; the third time on November 30, 2012; the fourth time on July 29, 2013; revised by *Decision on the Revision of Section 3.1.4 of the Trading Rules of Shenzhen Stock Exchange (2013 Revision)* dated November 30, 2013; by *Circular on the Revision of Section 3.1.4 of the Trading Rules of Shenzhen Stock Exchange* dated January 9, 2015; by *Circular on the Addition of Section 6 to Chapter IV of the Trading Rules of Shenzhen Stock Exchange* dated December 4, 2015; by *Circular on the Revision of the Trading Rules of Shenzhen Stock Exchange* dated April 28, 2016; by *Circular on the Revision of Certain Provisions of the Trading Rules of Shenzhen Stock Exchange on Trading Participants* dated September 30, 2016; by *Circular on the Revision of Section 3.1.4 of the Trading Rules of Shenzhen Stock Exchange* dated January 11, 2019; by *Circular on the Release of the Trading Rules of Shenzhen Stock Exchange (2020 Revision)* dated March 13, 2020; by *Circular on the Release of the Trading Rules of Shenzhen Stock Exchange (December 2020 Revision)* dated December 31, 2020; by *Circular on the Revision of the Trading Rules of Shenzhen Stock Exchange* dated March 31, 2021; and by *Circular on the Release of the Trading Rules of Shenzhen Stock Exchange (2023 Revision)* dated February 17, 2023)

Disclaimer

The English version of this Rule is for reference purpose only. The Shenzhen Stock Exchange and/or its subsidiaries assume no liability for any form of loss or damage and make no warranty, guarantee, undertaking or representation, whether expressed or implied, in relation to the accuracy, reliability, availability, accessibility or completeness of the English version.

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

Table of Contents

Chapter I General Provisions	3
Chapter II Trading Market	3
Section 1 Marketplace and Instruments	3
Section 2 Trading Participants	4
Section 3 Trading Hours	4
Chapter III Trading of Securities	5
Section 1 General Rules	5
Section 2 Client Instructions	6
Section 3 Order Placement	8
Section 4 Auction and Execution	12
Section 5 Block Trade	14
Section 6 After-Hours Fixed-Price Trading in the ChiNext Market	18
Section 7 Margin Trading and Securities Lending	20
Chapter IV Other Trading-Related Matters	21
Section 1 Change of Custodian	21
Section 2 Opening Price and Closing Price	22
Section 3 Listing, Delisting, Trading Suspension and Resumption	22
Section 4 Ex-Rights and Ex-Dividend	24
Section 5 Trading of Stocks Under Risk Alert	24
Chapter V Trading Information	26
Section 1 General Rules	26
Section 2 Real-Time Market Data	27
Section 3 Securities Indices	28
Section 4 Publication of Auction Trading Information	28
Chapter VI Market Surveillance on Securities Trading	31
Chapter VII Handling of Extraordinary Trading Events	36
Chapter VIII Trading Disputes	37
Chapter IX Trading Fees	37
Chapter X Supplementary Provisions	38

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

Chapter I General Provisions

1.1 The *Trading Rules* are made in accordance with the *Securities Law of the People's Republic of China*, the *Measures for the Administration of Stock Exchanges*, and other laws, administrative regulations, ministry-level rules, and normative documents (collectively, "**Laws and Regulations**") as well as the *Charter of Shenzhen Stock Exchange* to regulate trading activities in the securities market, maintain an orderly securities market, and protect the legitimate rights and interests of investors.

1.2 The *Trading Rules* are applicable to the trading of stocks, depository receipts, fund, warrants, and other instruments approved by the China Securities Regulatory Commission (the "**CSRC**") (collectively, "**securities**") and listed on the Shenzhen Stock Exchange (the "**Exchange**").

Trading of depository receipts on the Main Board is governed by the rules applicable to A-share trading on the Main Board; trading of depository receipts on the ChiNext Market is governed by the rules applicable to A-share trading on the ChiNext Market. If the Exchange has made other rules on the trading of depository receipts, preferred shares, and publicly-offered Real Estate Investment Trusts(REITs), those rules shall prevail.

1.3 Securities trading shall be conducted on an open, fair, and equitable basis.

1.4 Securities trading shall be conducted in accordance with Laws and Regulations, the *Trading Rules*, and other rules of the Exchange and on a voluntary, for-compensation, and good faith basis.

1.5 Securities shall be traded on a paperless and centralized basis or by such other means as approved by the CSRC.

Chapter II Trading Market

Section 1 Marketplace and Instruments

2.1.1 The Exchange provides the marketplace and facilities for securities trading. Such marketplace and facilities comprise the

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

trading system, Trading Units, order routing system, and related communication systems.

2.1.2 The following securities may be listed and traded on the Exchange:

- (1) Shares of stock (“stocks”);
- (2) Depository receipts;
- (3) Funds;
- (4) Warrants; and
- (5) Other instruments approved by the CSRC.

Section 2 Trading Participants

2.2.1 Any member or Exchange-recognized institution that intends to trade securities at the Exchange shall first apply to the Exchange for the authorization to trade and become Trading Participants of the Exchange.

Trading Participants shall trade securities through Trading Units obtained from the Exchange, and in compliance with the provisions of the *Trading Rules* and other Rules of the Exchange governing securities trading.

2.2.2 A “**Trading Unit**” is a basic business unit that a Trading Participant applies for and obtains from the Exchange for the purposes of trading securities at the Exchange and accepting the supervision of and services from the Exchange.

2.2.3 The specific rules for Trading Units and trading authorization will be separately prescribed by the Exchange.

Section 3 Trading Hours

2.3.1 The market is open from Monday to Friday.

The market of the Exchange is closed on public holidays and other days as announced by the Exchange.

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

2.3.2 For securities adopting auction trading, the opening call auction shall be held from 9:15 to 9:25, the continuous auction shall be held from 9:30 to 11:30 and from 13:00 to 14:57, and the closing call auction shall be held from 14:57 to 15:00 on each trading day.

The trading hours may be adjusted by the Exchange with the approval of the CSRC.

2.3.3 The trading hours are not extended in the event of a market closure for cause.

Chapter III Trading of Securities

Section 1 General Rules

3.1.1 Upon accepting an investor's instructions, a member shall verify that the investor possesses the adequate securities or funds, submit the order to the Exchange in accordance with the instruction, and assume the corresponding trading and settlement obligations.

Upon the execution of a buy or sell instruction accepted by a member, the investor shall deliver to the member the securities sold or the payment for the securities purchased, and the member shall deliver to the investor the securities purchased or the payment for the securities sold.

3.1.2 A Trading Participant submits buy and sell orders to the Exchange's trading system through an order routing system, which will be executed in accordance with *Trading Rules*. The trading record will be sent by the Exchange to the Trading Participant.

3.1.3 A Trading Participant shall properly retain its order and order placement records in accordance with the relevant rules.

3.1.4 The securities purchased by an investor shall not be resold before settlement, except for those permitted for turn-around trades.

A "**turn-around trade**" of securities refers to the partial or complete resale of the securities purchased by an investor after confirmation of order execution but before settlement.

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

3.1.5 Intraday turn-around trade is permissible for the following types of securities:

- (1) Bond exchange-traded funds (“Bond **ETFs**”);
- (2) Listed money market funds;
- (3) Gold ETFs;
- (4) Cross-border ETFs and cross-border listed open-end funds (“**LOFs**”); and
- (5) Commodity futures ETFs.

The cross-border ETFs and cross-border LOFs as referred to in the preceding paragraph are limited to those open-end funds whose constituent securities or underlying assets are eligible for intraday turn-around trades.

Next-day turn-around trades are applicable to B-shares.

Subject to the approval of the CSRC, the Exchange may adjust the types of securities eligible for turn-around trades and the manner turn-around trading is implemented.

3.1.6 The Exchange may introduce Principal Dealers in view of market needs, the specific rules for which will be separately prescribed by the Exchange and will take effect upon the approval of the CSRC.

3.1.7 Investors that intend to engage in securities trading or related activities on the Exchange shall have full awareness and understanding of the associated risks, Laws and Regulations, and the Rules of the Exchange; comply with the investor suitability regime; and prudently assess whether to engage in securities trading or related activities based on their capacity to identify and bear risks.

Members shall duly fulfill their obligations under the investor suitability regime, adequately disclose the risks of investing, and encourage investors to invest rationally.

3.1.8 Program trading with trade orders automatically generated by or submitted through computer programs shall be in compliance with

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

the regulations of the CSRC and shall be reported to the Exchange, and shall not affect the system security or the normal course of trading at the Exchange.

Section 2 Client Instruction

3.2.1 Any investor that intends to trade securities shall open a securities account and a cash account under his real name and enter into a securities brokerage agreement with a member. Upon the effectiveness of the agreement, the investor will become a brokerage client of the member.

Investors shall open securities accounts in accordance with the rules of the relevant securities registration and clearing institution.

3.2.2 Investors may instruct a member to buy or sell securities on their behalf either in writing or through self-service channels such as telephone, self-service device, or the internet.

A member shall enter into a self-service trading agreement with any investor that intends to trade securities through self-service channels.

3.2.3 Investors shall follow the applicable operational procedures when placing orders through telephone, self-service channels, or the internet.

A member shall record the telephone number, MAC address, IP address, and other relevant information of each order placed by an investor.

3.2.4 Unless otherwise specified by the Exchange, an order placed by an investor shall indicate:

- (1) The securities account number;
- (2) The securities code;
- (3) The trading direction (i.e., buy or sell);
- (4) The instructed quantity;
- (5) The instructed price;

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

- (6) The order type; and
- (7) Other information required by the Exchange and the carrying member.

3.2.5 An investor may trade securities through a member by placing a limit order or a market order.

A “**limit order**” is an instruction given by an investor to a member to buy a particular security at a specified price or lower, or to sell a particular security at a specified price or higher.

A “**market order**” is an instruction given by an investor to a member to buy or sell a particular security at the current best market price.

3.2.6 An investor may cancel the unfilled portion of an order.

3.2.7 A member shall promptly return to the relevant investor the funds or securities corresponding to a canceled or expired order upon system confirmation of such cancellation or expiration.

Section 3 Order Placement

3.3.1 The Exchange accepts Trading Participants’ auction trading orders at 9:15-9:25, 9:30-11:30, and 13:00-15:00 on each trading day.

The Exchange’s trading system does not accept cancellation of any auction trading order at 9:20-9:25 and 14:57-15:00 on each trading day; unexecuted orders can be canceled during other trading hours.

The Exchange may adjust the time for order acceptance.

3.3.2 A member shall promptly submit investors’ orders to the Exchange in the sequence that such orders are accepted.

An order to trade or cancel is only effective upon confirmation by the Exchange’s trading system.

3.3.3 The Exchange accepts both limit orders and market orders from Trading Participants through auction trading.

3.3.4 The Exchange accepts the following types of market orders:

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

- (1) Opposite-Side Best Price Order: An order whose price will be the best price on the opposite side in the central order book when such order enters the trading system;
- (2) Same-Side Best Price Order: An order whose price will be the best price on the same side in the central order book when such order enters into the trading system;
- (3) Five Best Prices Order Immediate or Cancel: An order that is to be executed in sequence against the five best prices on the opposite side in the central order book when such order enters into the trading system, with any unfilled portion canceled automatically;
- (4) Order Immediate or Cancel: An order that is to be executed in sequence against all prices on the opposite side in the central order book when such order enters into the trading system, with any unfilled portion canceled automatically;
- (5) Order Fill or Kill: An order that is to be either executed in its entirety against all orders on the opposite side in the central order book when such order enters into the trading system or automatically canceled in its entirety; and
- (6) Other types of orders specified by the Exchange.

3.3.5 Market orders are available only during continuous auction and only to securities that are subject to a price limit. The trading system will reject market orders during other trading hours.

3.3.6 A Same-Side Best Price order will be canceled automatically if there is no same-side order in the central order book when it is entered into the trading system.

A market order of other types will be canceled automatically if there is no opposite-side order in the central order book when it is entered into the trading system.

3.3.7 A limit order shall contain such information as the securities account number, securities code, Trading Unit code, brokerage branch identification number, trading direction, quantity, and price.

A market order shall contain such information as the order type,

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

securities account number, securities code, Trading Unit code, brokerage branch identification number, trading direction, and quantity.

Orders shall be transmitted in the format specified by the Exchange.

The Exchange may adjust the content requirements of orders in view of market needs.

3.3.8 An order to purchase securities through auction trading shall be made in multiple of 100 shares (units).

Sale of securities with a remaining quantity of less than 100 shares (units) in the account shall be made in a single order.

3.3.9 With respect to auction trading of securities, the maximum order size is 1,000,000 shares (units).

With respect to ChiNext Market stocks, the maximum order size is 300,000 shares for a limit order and 150,000 shares for a market order.

3.3.10 The quotation unit is “price per share” for stocks, “price per depository receipt” for depository receipts, and “price per fund unit” for funds.

3.3.11 The tick size of an order is RMB 0.01 for A-shares, RMB 0.001 for fund units, and HKD 0.01 for B-shares.

The Exchange may set different tick sizes for orders in view of the stock price.

3.3.12 The Exchange may adjust the size limit and tick size of a buy or sell order in a security in view of market needs.

3.3.13 The Exchange imposes a price limit on the trading of securities.

The price limit is 10% for Main Board stocks and 20% for ChiNext Market stocks.

Unless otherwise prescribed by the Exchange, the price limit is 10% for funds, and 20% for index-based ETFs and LOFs whose constituent

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

securities are exclusively ChiNext Market stocks or other stocks subject to a 20% price limit, and for LOFs whose fund agreement stipulates that no less than 80% of the fund's non-cash assets will be invested in ChiNext Market stocks or other stocks subject to a 20% price limit.

The Exchange will publish the list of funds with a 20% price limit.

3.3.14 The limit price of a security is calculated as: limit price = previous closing price \times (1 \pm price limit).

3.3.15 The price limit does not apply to a stock that falls under any of the following circumstances:

- (1) The first five trading days of an IPO stock;
- (2) The first trading day of a relisted stock;
- (3) The first day of trading of a stock that has entered the Delisting Transition Period; and
- (4) Other circumstances as recognized by the Exchange.

3.3.16 In the trading of stocks, a valid limit order during continuous auction shall satisfy the following requirements:

- (1) For a bid price, it shall not be greater than the higher of (i) 102% of the benchmark bid price or (ii) ten tick sizes above the benchmark bid price; and
- (2) For an offer price, it shall not be smaller than the lower of (i) 98% of the benchmark offer price or (ii) ten tick sizes below the benchmark offer price.

The “**benchmark bid (offer) price**” refers to the lowest offer (highest bid) price published in real time or, in its absence, the highest bid (lowest offer) price published in real time or, in its absence, the last execution price or, in the absence of any trade in the security concerned on the current day, the previous closing price.

The preceding two Paragraphs of this Article do not apply to limit orders placed during a temporary trading suspension within trading hours.

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

3.3.17 In the trading of stocks without a price limit, the valid price of orders during an opening call auction shall not be higher than 900% of the previous closing price published through real-time market data, and shall be within $\pm 10\%$ of the last execution price during an intraday temporary trading suspension or a closing call auction. Only orders within the valid price range will be matched during a closing call auction.

3.3.18 When an order enters the trading system, it will be deemed invalid if its price is beyond the limit price or the valid price range.

3.3.19 The calculation of limit prices and valid price range is rounded to the nearest tick size.

If the absolute value of the difference between the limit price and the previous closing price or between the upper or lower end of the valid price range and the benchmark price is smaller than the tick size, the relevant price will be calculated with one tick size added to or subtracted from the previous closing price or benchmark price as appropriate.

If the limit price or the upper or lower end of the valid price range is smaller than the tick size, the tick size will be treated as the corresponding price.

3.3.20 Subject to the approval of the CSRC, the Exchange may adjust the price limit and valid price range of securities.

3.3.21 An order is only valid on the day it is placed. If an auction trading order cannot be fully filled in one trade, the remaining portion will remain valid for auction trading on the current day, except for those market orders specified in Article 3.3.4 (3), (4) and (5).

Section 4 Auction and Execution

3.4.1 Auction trading of securities is conducted either as a call auction or as a continuous auction.

“Call auction” refers to the process in which the buy and sell orders accepted during a specified period are centrally matched all at once.

“Continuous auction” refers to the process in which buy and sell orders are matched on a continuous and order-by-order basis.

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

3.4.2 Securities are matched and executed based on the principles of price priority and time priority during auction trading.

Price priority means priority is given to orders with a higher bid or a lower offer.

Time priority, in relation to orders of the same trading direction and price, means priority is given to the earlier orders. The sequence of orders is determined by the time that they are accepted by the trading system.

3.4.3 The execution price is determined as follows during a call auction:

- (1) The price that gives the highest trading volume;
- (2) The price that allows all higher-priced buy orders and all lower-priced sell orders to be executed; or
- (3) The price that allows all buy orders at that price to be executed, or all sell orders at that price to be executed, or both.

Where more than one price satisfies the criteria above, the execution price is the one that minimizes the difference between the total quantity of higher-priced buy orders and total quantity of lower-priced sell orders; if that difference is the same in all cases, the execution price is the one that is closest to the previous closing price as published through real-time market data in the case of an opening call auction, and the execution price is the one that is closest to the last execution price in the case of an intraday call auction or closing call auction.

All trades in a call auction are executed at the same execution price.

3.4.4 The execution price is determined as follows during a continuous auction:

- (1) If the highest bid price matches the lowest offer price, that price is taken as the execution price;
- (2) If the bid price is higher than the lowest offer price currently available in the central order book, that lowest offer price is taken as the execution price;

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

- (3) If the offer price is lower than the highest bid price currently available in the central order book, that highest bid price is taken as the execution price.

3.4.5 A trade is concluded the moment a buy order is matched and executed by the trading system against a sell order. A trade that is transacted in accordance with the *Trading Rules* is effective as of its conclusion, upon which the buyer and the seller must accept the trading results and perform their obligations of clearing and settlement.

Where due to force majeure, unforeseen events, or unauthorized access to a trading system a trade has created severe consequences, the Exchange has the power to take appropriate actions in response or to void the trade.

Where a trade is unconscionable, the Exchange is entitled to take appropriate actions after verification thereof.

Where a trade contravenes the *Trading Rules* and has seriously disrupted the normal course of trading in the securities market, the Exchange is entitled to announce the cancellation of the trade and any losses incurred therefrom shall be borne by the offending trader.

3.4.6 The execution data kept by the trading system are the definitive results of any trade concluded in accordance with the *Trading Rules*.

3.4.7 Clearing and delivery of securities trades shall be conducted in accordance with the rules of the relevant securities registration and clearing institution.

Section 5 Block Trade

3.5.1 A securities trade on the Exchange can be executed as a block trade if it meets any of the following thresholds:

- (1) A single trade of no less than 300,000 or RMB 2,000,000 of A-shares;
- (2) A single trade of no less than 30,000 or HKD 200,000 of B-shares;

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

- (3) A single trade of no less than 2,000,000 or RMB 2,000,000 of fund units.

The Exchange may adjust the thresholds of block trading in view of market needs.

3.5.2 Block trading on the Exchange is conducted either as negotiated block trades or after-hours fixed-price block trades.

A “**negotiated block trade**” refers to the method of block trading in which each party has designated the other party as the counterparty and the transaction price and quantity is determined by them through private negotiation.

An “**after-hours fixed-price block trade**” refers to the method of block trading in which block trade orders are matched by time priority on a continuous and order-by-order basis at the closing price or volume-weighted average execution price of the relevant security on the current day after market close on that day.

3.5.3 Negotiated block trade orders are accepted at 9:15-11:30 and 13:00-15:30 on each trading day.

After-hours fixed-price block trade orders are accepted at 15:05-15:30 on each trading day.

The Exchange does not accept negotiated block trade orders for any security that is suspended from trading.

The Exchange does not accept after-hours fixed-price block trade orders for any security that is still suspended from trading as of 15:00 on a trading day.

3.5.4 The price of a negotiated block trade order for a security with a price limit shall be within the range of limit price applicable to such security on the day of the order.

The price of a negotiated block trade order for a security without a price limit shall be no higher than the lower of (i) 120% of the average real-time execution price of the security during auction trading on that day and (ii) the highest execution price of the security on that day, nor lower than the higher of (i) 80% of the average real-time execution price of the security during auction trading on that day and

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

(ii) the lowest execution price of the security on that day.

The “**average execution price**” is calculated as: average execution price = value of executed trades / shares (units) traded.

The result from the above calculation shall be rounded to the nearest tick size.

3.5.5 The Exchange accepts the following types of negotiated block trade orders:

- (1) Intent orders;
- (2) Execution orders;
- (3) Fixed-price orders; and
- (4) Other order types.

3.5.6 An intent order for negotiated block trade shall contain such information as the securities account number, securities code, trading direction, and Trading Unit code of the submitting party. An intent order does not come with the obligations of execution and may be canceled.

An execution order for negotiated block trade shall contain such information as the securities account number, securities code, trading direction, price, quantity, Trading Unit codes of the submitting party and counterparty, and the agreed verification code. An execution order must indicate a specific price and quantity. The Exchange will confirm the execution of execution orders that are consistent in such respects as the agreed verification code, securities code, trading direction, price, and quantity. An execution order may be canceled before such confirmation.

A fixed-price order for negotiated block trade shall contain such information as the securities account number, securities code, trading direction, price, quantity, and the Trading Unit code of the submitting party. Execution orders may be placed by all market participants and will be executed in whole or in part against fixed-price orders at the specified price. Such executions will be confirmed by the Exchange by time priority. Any unfilled portion of a fixed-price order may be canceled. The quantity or value in each

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

execution of a fixed-price order shall meet the corresponding minimum thresholds for negotiated block trades.

3.5.7 Confirmation of execution of negotiated block trade orders for securities is performed at 15:00-15:30 on each trading day.

3.5.8 An after-hours fixed-price block trade order shall contain such information as the securities account number, securities code, Trading Unit code, brokerage branch identification number, trading direction, quantity, and type of price.

After-hours fixed-price block trades may be traded at one of the following types of price:

- (1) The current closing price of the relevant security; and
- (2) The current volume-weighted average price of the relevant security.

An unexecuted order may be canceled during the order acceptance period.

3.5.9 The Exchange publishes the real-time trading information on after-hours fixed-price block trades during trading hours through the trading system. Such information includes the securities code, securities short name, price, cumulative intraday trading volume, cumulative intraday trading value, and real-time buy order quantity or sell order quantity, among others.

3.5.10 At the end of each trading day, the Exchange publishes the following trading information on its official website:

- (1) Information on each executed negotiated block trade including the securities code, securities short name, quantity traded, execution price, and the name of the brokerage branch or Trading Unit associated with each of the trading parties;
- (2) The daily trading volume and daily trading value of after-hours fixed-price block trades of each security, and the names of the top five brokerage branches or Trading Units in terms of intraday purchase value and sale value in such security, and their respective purchase values and sale values; and

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

- (3) The daily trading volume and daily trading value of all block trades of each security, the names of the top five brokerage branches or Trading Units in terms of intraday purchase value and sale value in such security, and their respective purchase values and sale values.

3.5.11 Block trades are excluded from real-time market data and index calculations. Notwithstanding the foregoing, the trading volume from block trades is reflected in the daily total trading volume of the corresponding securities.

3.5.12 A member shall ensure that each block trading participant has the adequate securities or funds corresponding to its trade orders.

Section 6 After-Hours Fixed-Price Trading in the ChiNext Market

3.6.1 “After-hours fixed-price trading” in the ChiNext Market refers to the method of trading in which after-hours fixed-price orders are matched by time priority on a continuous and order-by-order basis at the closing price after auction trading hours.

3.6.2 The trading hour of after-hours fixed-price trading in the ChiNext Market is 15:05-15:30 on each trading day. After-hours fixed-price orders are accepted at 9:15-11:30 and 13:00-15:30 on each trading day.

Orders may be submitted during a trading suspension during trading hours. Notwithstanding the foregoing, after-hours fixed-price trading will not take place if the relevant stock is still suspended from trading at 3:00 p.m. on the current day.

An unexecuted order may be canceled during the order acceptance period. Cancellation is only effective upon confirmation by the Exchange’s trading system.

An after-hours fixed-price order is only valid on the day it is placed.

3.6.3 Any investor that intends to trade ChiNext Market stocks through after-hours fixed-price trading shall give after-hours fixed-price instructions to the carrying member. An after-hours fixed-price instruction shall contain such information as the securities

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

account number, securities code, trading direction, limit price, and quantity.

3.6.4 An after-hours fixed-price order placed by such Trading Participants as a member to the Exchange shall contain such information as the securities account number, securities code, Trading Unit code, brokerage branch identification number, trading direction, limit price, and quantity.

An after-hours fixed-price order through Shenzhen Stock Connect shall contain such information as the Broker-to-Client Assigned Number (BCAN), securities code, broker code, trading direction, limit price, and quantity.

3.6.5 Any after-hours fixed-price order to buy at a limit price lower than the closing price or to sell at a limit price higher than the closing price is invalid.

3.6.6 An order to buy ChiNext Market stocks through after-hours fixed-price trading shall be multiple of 100 shares. Stocks with remaining quantity less than 100 shares shall be made in a single sale order.

The maximum order size of an after-hours fixed-price order is 1,000,000 shares.

3.6.7 The Exchange will match after-hours fixed-price orders by time priority on a continuous and order-by-order basis at the closing price during the after-hours fixed-price trading session.

3.6.8 After-hours fixed-price orders are excluded from real-time market data from 9:15 to 15:05; after-hours fixed-price orders and execution results are included in real-time market data from 15:05 to 15:30.

The real-time market data contain the securities code, closing price, cumulative intraday trading volume and intraday trading value of after-hours fixed-price trades, and real-time unfilled buy and sell quantities.

3.6.9 The trading volume and trading value of after-hours fixed-price trades are included in the daily total trading volume and trading value of the corresponding stock after the end of the after-hours fixed-price

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

trading session.

3.6.10 Reduction of holdings of shares through after-hours fixed-price trading shall be deemed as reduction thereof through auction trading.

3.6.11 After-hours fixed-price trading is subject to the trading quota control of Shenzhen Stock Connect. If the daily quota is used up during an after-hours fixed-price trading session of the Exchange, the SEHK Securities Trading Service Company will reject any subsequent buy orders but will continue to accept subsequent sell orders. Such rejection of buy orders will persist for the rest of the day unless otherwise specified by the Exchange.

Section 7 Margin Trading and Short Selling

3.7.1 “Margin trading” refers to the purchase of securities by an investor with funds borrowed from a member against collateral; **“Short Selling”** refers to the sale of securities borrowed by an investor from a member against collateral.

3.7.2 Any member that intends to engage in margin trading and short selling business shall apply for the corresponding trading authorization with the Exchange and conduct such activities, and place relevant orders through Trading Units designated for margin trading and short selling.

3.7.3 Any investor that engages in margin trading or short selling shall open a credit account. The opening and closure of credit accounts shall meet the requirement of the relevant member and abide the rules and regulations stipulated by securities depository and clearing institution.

3.7.4 The Exchange stipulate the following matters regarding margin trading and short selling activities:

- (1) Trading procedures;
- (2) The list of securities eligible for margin trading and short selling;
- (3) The types of securities that may be used as collateral and their

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

respective maximum discount rate (Loan-to-Value Ratio) ;

- (4) The maximum duration of a margin trading or short selling contract;
- (5) The Initial Margin requirement and the minimum Maintenance Collateral Ratio (Loan-to-Value Ratio) ;
- (6) Information disclosure and reporting;
- (7) Market risk control measures; and
- (8) Other related matters.

3.7.5 Before lending funds or securities to an investor, a member shall enter into a margin trading and short selling contract with the investor, explain rules and regulations of the margin trading and short selling and the terms of the contract, and require the investor to sign on the risk disclosure statement.

3.7.6 Upon the occurrence of any abnormality in margin trading or short selling activities, which has jeopardized or may jeopardize market stability, the Exchange may suspend margin trading and short selling for all or some of the securities when necessary. Such suspensions will be published to the market.

3.7.7 The specific rules governing margin trading and short selling will be separately prescribed by the Exchange and will take effect upon approval by the CSRC.

Chapter IV Other Trading-Related Matters

Section 1 Change of Custodian

4.1.1 An investor may purchase securities through different brokerage branches of one or more members using a single securities account.

4.1.2 An investor may sell purchased securities either through the original Trading Unit for the purchase, or through a new Trading Unit

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

after the completion of the change of custodian procedure.

The specific rules governing the change of custodian will be prescribed by the relevant securities depository and clearing institution.

Section 2 Opening Price and Closing Price

4.2.1 The opening price of a security on a given day is the first execution price of such security on that day.

4.2.2 The opening price of a security is determined by call auction, or if no opening price can be determined, it shall be determined by continuous auction.

4.2.3 Unless otherwise prescribed herein, the closing price of a security is determined by a call auction. If the closing price cannot be determined by a closing call auction, or the security does not enter the closing call auction, the closing price shall be determined as the volume-weighted average price of all the preceding trades of such security executed within one minute before the last trade (including the last trade) on that day.

In the absence of any trade in the security on that day, the previous closing price shall be taken as the closing price of that day.

Section 3 Listing, Delisting, Trading Suspension and Resumption

4.3.1 Securities can be traded on the Exchange upon listing.

4.3.2 Upon the expiration of its listing term of any security or when any security no longer meets the statutory listing criteria, the Exchange will terminate the listing and trading of such security and delist it from the market .

4.3.3 Where any of the abnormal trading activities or circumstances under Article 6.1 has occurred to the trading of any security, the Exchange, depending on the circumstances, is entitled, to suspend trading of such security, release a public announcement, and, if deemed as necessary, publish statistics on the relevant trades, shares, and fund units. The relevant parties with disclosure obligations shall make a public announcement in a timely manner

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

and as required by the Exchange.

The specific timing of a trading suspension and resumption shall be subject to the relevant public announcements.

4.3.4 The Exchange will impose an intraday temporary trading suspension, each lasting ten minutes, if any of the following circumstances occurs on a given day during the auction trading of a stock without a price limit:

- (1) The intraday trading price of the stock moves above or below its opening price on that day by 30% or more for the first time;
- (2) The intraday trading price of the stock moves above or below its opening price on that day by 60% or more for the first time;
or
- (3) Any other circumstance prescribed by the CSRC or the Exchange.

The specific timing of an intraday temporary trading suspension shall be subject to the announcement by the Exchange. Trading would be resumed at 14:57 if a temporary suspension goes beyond 14:57, and a resumption call auction will be held for all orders already accepted, followed by a closing call auction.

The Exchange may adjust the relevant thresholds or take further actions to control intraday risks subject to the intraday trading activities.

4.3.5 Market data released by the Exchange shall include securities with trading suspension but exclude delisted securities.

4.3.6 If a security is suspended from trading before 9:25 on any given day, the opening call auction will be held when trading resumes on that day with the orders already accepted, followed by the normal course of trading for that day.

If a security is subject to a temporary trading suspension at 9:30 or after on any given day, an intraday call auction will be held when trading resumes on that day with the orders already accepted, followed by the normal course of trading for that day.

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

Orders may be submitted and canceled during a trading suspension.

The reference price, matched quantity, and unmatched quantity of a call auction will not be published during a trading suspension.

4.3.7 The listing, delisting, and trading suspension and resumption of a security will be announced by the Exchange or its issuer.

4.3.8 Other matters relating to the listing, delisting, and trading suspension and resumption of securities are prescribed by the listing rules and other applicable rules of the Exchange.

Section 4 Ex-Rights and Ex-Dividend

4.4.1 In the event of interest distribution, capitalization of reserves, or rights issues on a listed security, the Exchange will make ex-rights and ex-dividend adjustment on the trading day following the record date (or following the last trading day in the case of B-shares), unless otherwise specified by the Exchange.

4.4.2 The “**ex-rights (ex-dividend) reference price**” is calculated as follows:

Ex-rights (Ex-dividend) reference price = [(previous closing price – cash dividend) + rights issue price × percentage change in floating shares] / (1 + percentage change in floating shares)

If a securities issuer believes that the above formula warrants adjustment, it may file an application along with its reasons with the Exchange. Upon the Exchange’s approval of the adjustment, the issuer shall publish the reference price formula of the ex-rights and ex-dividend adjustment to the market.

4.4.3 The price limit for a security on the ex-rights (ex-dividend) date will be calculated based on the ex-rights (ex-dividend) reference price, unless otherwise specified by the Exchange.

Section 5 Trading of Stocks Under Risk Alert

4.5.1 Stocks that have been given a risk alert under the Rules Governing the Listing of Stocks of the Exchange (“**stocks under special treatment**” or “**Special Treatment Stocks**”), and stocks that are in the Delisting Transition Period following the Exchange’s

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

decision of termination of listing but have not yet been delisted (**“stocks under delisting arrangement”** or **“Delisting Arrangement Stocks”**), will be traded on the Board for stocks under risk alert, with their trading information tracked and displayed separately from other stocks.

4.5.2 Any ordinary investor, who instructs to purchase a Special Treatment Stock or Delisting Arrangement Stock for the first time, shall sign the corresponding risk disclosure statement in either paper or electronic form. No member shall accept the instructions of any ordinary investor until risk disclosure statement is signed.

4.5.3 Any individual investor that intends to buy a Delisting Arrangement Stock shall possess at least two years of stock trading experience and have a daily average asset balance of RMB 500,000 or more in his securities account and cash account (excluding securities and funds borrowed through margin trading and short selling) in the last 20 trading days before applying for accessibility to trade Delisting Arrangement Stocks.

4.5.4 Unless otherwise prescribed by the Exchange, the aggregate shares the an investor buys in a stock under special treatment on a given day through auction trading, block trading and after-hours fixed-price trading shall not exceed 500,000 shares.

A member shall take effective measures to monitor the aggregate number of shares an investor has purchased in a single Special Treatment Stock on a given day and, if finding any violation of the preceding Paragraph, shall warn and restrict the investor from further purchases and promptly report the situation to the Exchange.

4.5.5 The Exchange imposes price limits on Special Treatment Stocks and Delisting Arrangement Stocks. For the Main Board, the price limit is 5% for Special Treatment Stocks and 10% for Delisting Arrangement Stocks; for the ChiNext Market, the price limit is 20% for both. The price limit does not apply on the first day of the Delisting Transition Period.

The Exchange may adjust the price limits for Special Treatment Stocks and Delisting Arrangement Stocks with the approval of the CSRC.

4.5.6 During the Delisting Transition Period of a stock, the Exchange

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

will publish the names of the top five brokerage branches or Trading Units in terms of intraday purchase value and sale value in such stock, and their respective purchase values and sale values.

4.5.7 Trades in a stock under the Delisting Transition Period are excluded from the public information disclosures on securities and the calculation of the indicators of abnormal movement and highly abnormal movement.

4.5.8 Trades in a stock under the Delisting Transition Period are excluded from the calculation of the Exchange's indices, but the trading volume resulting therefrom will be added to the daily aggregate market trading volume.

Chapter V Trading Information

Section 1 General Rules

5.1.1 Each trading day the Exchange publish real-time market data and securities indices on a real-time basis, and publish public information on securities trading and other trading information on each trading day.

5.1.2 The Exchange prepares various daily, weekly, monthly and yearly reports on a timely basis to reflect market trading activities, and publishes them on its website or other media outlets.

5.1.3 Trading information generated at the Exchange is the property of the Exchange. Without the permission of the Exchange, no entity or individual may use or distribute such information.

Without the permission of the Exchange, any entity or individual authorized by the Exchange to use trading information, shall not provide such information to other entity or individual for use or distribution.

The specific rules governing securities trading information will be separately prescribed by the Exchange.

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

Section 2 Real-Time Market Data

5.2.1 The real-time market data during opening and closing call auctions contain the securities code, securities short name, call auction reference price, matched quantity, and unmatched quantity.

5.2.2 The real-time market data during a continuous auction contain the securities code, securities short name, previous closing price, last execution price, intraday high price, intraday low price, cumulative intraday trading volume, cumulative intraday trading value, real-time five highest bids and their quantities, and real-time five lowest offers and their quantities, among others.

5.2.3 The previous closing price displayed in real-time market data for a security is its closing price on the preceding trading day, except for the following circumstances:

- (1) On the listing day of an IPO stock, the previous closing price thus displayed is its issue price;
- (2) On the first trading day of a relisted stock, the previous closing price thus displayed is the closing price on the last day of trading at the National Equities Exchange and Quotations or other securities marketplace, unless otherwise prescribed by the Exchange;
- (3) On the listing day of a fund, the previous closing price thus displayed is the net asset value (NAV) last published by the fund manager, unless otherwise prescribed by the Exchange;
- (4) On the ex-rights (ex-dividend) date of a security, the previous closing price thus displayed is the ex-rights (ex-dividend) reference price; and
- (5) Other circumstances prescribed by the Exchange.

5.2.4 Real-time market data are transmitted via the communication system authorized by the Exchange, and shall be used by Trading Participants within the purview authorized by the Exchange.

5.2.5 The Exchange may adjust the means and content of real-time market data are published in view of market needs.

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

Section 3 Securities Indices

5.3.1 The Exchange compiles composite indices, component indices, sector indices, and other securities indices to track the movement and trends of the whole securities market or a particular category of securities, and publishes these information along with the real-time market data.

5.3.2 Rules governing the launch and compilation of securities indices shall be separately prescribed by the Exchange.

Section 4 Publication of Auction Trading Information

5.4.1 If any of the following circumstances occurs during the auction trading of a stock or closed-end fund that is subject to a price limit, the Exchange will publish the names of the top five brokerage branches or Trading Units in terms of intraday purchase value and sale value in such stock or fund, and their respective purchase values and sale values:

- (1) The top five Main Board stocks and top five closed-end funds whose Closing Price Deviation has reached $\pm 7\%$, and the top five ChiNext Market stocks whose intraday change in closing price has reached $\pm 15\%$.

“Closing Price Deviation” is calculated as follows:

Closing Price Deviation = percentage change in closing price of a single security – percentage change in the corresponding sector index by the end of that day.

For any security that has reached its price limit, the price limit percentage will be used for the calculation above.

- (2) The top five Main Board stocks and top five closed-end funds whose intraday Price Variation has reached 15%, and the top five ChiNext Market stocks whose intraday Price Variation has reached 30%.

“Price Variation” is calculated as follows:

Price Variation = (intraday highest price – intraday lowest price) / intraday lowest price $\times 100\%$

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

- (3) The top five Main Board stocks and top five closed-end funds whose intraday Turnover Ratio has reached 20%, and the top five ChiNext Market stocks whose intraday Turnover Ratio has reached 30%.

“Turnover Ratio” is calculated as follows:

Turnover Ratio = trading volume (shares or units) / floating volume (shares or units) × 100%

In the event that the Closing Price Deviation, change in closing price, Price Variation, or Turnover Ratio is identical for two or more stocks or funds, the calculation shall be based first on trading value and then on trading volume.

The sector indices corresponding to Main Board A-shares, ChiNext Market stocks, B-shares, and closed-end funds respectively refer to the SZSE A Share Index, ChiNext Composite Index, SZSE B Share Index, and SZSE Lefu Fund Index compiled by the Exchange.

5.4.2 With respect to each stock not subject to a price limit under Article 3.3.15, the Exchange will publish the names of the top five brokerage branches or Trading Units in terms of intraday purchase value and sale value in such stock, and their respective purchase values and sale values.

In the case of an IPO stock, the Exchange will publish the above information only on the first trading day.

5.4.3 The Exchange considers each of the following situation that occurs during auction trading of stocks or closed-end funds to be an **“Abnormal Movement”**, in which case the Exchange will publish the names of the top five brokerage branches or Trading Units in terms of daily aggregate purchase value and aggregate sale value in such stock or fund during the Abnormal Movement period, and their respective purchase values and sale values:

- (1) The Cumulative Closing Price Deviation over three consecutive trading days has reached $\pm 20\%$ for a Main Board stock or closed-end fund, or has reached $\pm 30\%$ for a ChiNext Market stock.

“Cumulative Closing Price Deviation” over a particular time

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

interval is calculated as follows:

Cumulative Closing Price Deviation = (the closing price of a single security on the last day of time interval / the previous closing price on the first day of time interval – 1) × 100% – (the closing points of the corresponding index on the last day of time interval/ the previous closing points on the first day of time interval – 1) × 100%

The closing price will be adjusted accordingly if the relevant security has undergone ex-rights or ex-dividend adjustment during the interval.

- (2) The Cumulative Closing Price Deviation of a Main Board Special Treatment Stock over three consecutive trading days has reached $\pm 12\%$.
- (3) The average daily Turnover Ratio of a Main Board stock or closed-end fund over three consecutive trading days has reached 30 times of the average daily Turnover Ratio of the preceding five consecutive trading days, and the cumulative Turnover Ratio of the Main Board stock or closed-end fund in the three consecutive trading days has reached 20%; or
- (4) Other circumstances deemed by the CSRC or the Exchange as Abnormal Movement.

5.4.4 The Exchange considers each of the following situation that occurs during auction trading of stocks to be a “**highly abnormal movement**”, in which case the Exchange will publish the trading statistics of the stock by investor categories during Highly Abnormal Movement period:

- (1) A Main Board stock shows a same-direction Abnormal Movement specified in Item (1) or (2) of Article 5.4.3 for four times over ten consecutive trading days, or a ChiNext Market stock shows a same-direction Abnormal Movement specified in Article 5.4.3 for four times over ten consecutive trading days;
- (2) The Cumulative intraday Closing Price Deviation of the stock over ten consecutive trading days has reached +100% (-50%);
- (3) The Cumulative intraday Closing Price Deviation of the stock

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

over thirty consecutive trading days has reached +200%
(-70%); or

- (4) Other circumstances deemed by the CSRC or the Exchange as Highly Abnormal Movement.

If more than one type of highly abnormal movement occurs to a stock, the Exchange will publish the statistics for all such types.

5.4.5 The Exchange may adjust the identification criteria for abnormal movement and highly abnormal movement in view of the market conditions.

The indicators of abnormal movement and highly abnormal movement will be recalculated on the day immediately following the day of the Exchange's announcement of the adjustment or the day of trading resumption.

Stocks not subject to a price limit under Article 3.3.15 are excluded from the calculation of the indicators of abnormal movement and highly abnormal movement.

5.4.6 Any listed company whose stock has shown a highly abnormal movement shall promptly verify the situations and take the corresponding actions in accordance with the listing rules.

If upon verification the listed company finds no unannounced disclosable material events and is unable to give a reasonable explanation on the cause of the abnormal movement, then in addition to taking the actions prescribed by the listing rules, the Exchange may, in view of the market conditions, strengthen the monitoring of abnormal trading and require members to take effective actions to inform clients of the relevant risks.

5.4.7 Where the public information on securities trading involves any Trading Unit used exclusively by institutions, the name published will be "Institution Use."

Chapter VI Market Surveillance on Securities Trading

6.1 The Exchange will closely monitor the following matters in

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

securities trading:

- (1) Suspected insider trading, trading with undisclosed information, market manipulation, or other violations of Laws and Regulations;
- (2) Trading of securities at such time or in such quantity or by such means as restricted by the Laws and Regulations, the Rules of the Exchange, or other applicable provisions;
- (3) Abnormal trading activities that may affect the trading price or trading volume of securities;
- (4) Clear abnormality in the trading price or trading volume of securities; and
- (5) Other matters that, in the opinion of the CSRC or the Exchange, warrant close monitoring.

6.2 Abnormal trading activities that may affect the trading price or trading volume of securities include:

- (1) Fictitious order placement, i.e., placing and canceling large quantity or amount of orders, with no intention of execution, to induce, mislead, or influence other investors in their normal trading and decision-making process;
- (2) Price pumping or dumping, i.e., placing and executing large orders, a continuous stream or a quick succession of orders, or orders that notably deviate from the last execution price, resulting in a significant rise or fall in the trading price of a security during the corresponding period;
- (3) Pinning to the price limit, i.e., keeping the trading price of a security at its price limit by placing large orders or a continuous stream or a quick succession of orders;
- (4) Large or frequent trades or reverse trades through a single account or accounts under one's *de facto* control, or between suspected affiliated accounts;
- (5) Placement of large orders, a continuous stream or a quick succession of orders, or orders that notably deviate from the

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

reasonable value, for the purpose of exacerbating the abnormal movement of the securities price or disrupting the normal course of trading at the Exchange;

- (6) Program trading with trade orders automatically generated or submitted by a computer program, in a manner that affect system security or the normal course of trading at the Exchange;
- (7) Suspected unlawful transfer of benefits through securities trading with a trading price notably deviating from the reasonable value;
- (8) Influencing the trading price, settlement price, or reference value of a security or its derivatives through abnormal orders during its Securities Price Sensitive Period;
- (9) Large and successive orders on a security within a certain time interval;
- (10) Influencing securities trading through trading in other related markets or vice versa; or
- (11) Other abnormal trading activities that, in the opinion of the CSRC or the Exchange, warrant close monitoring.

The Exchange monitors the one or more ordinary securities accounts, credit accounts, and other suspected affiliated securities accounts (account groups) opened by an investor in his own name or under his *de facto* control on an aggregate basis.

6.3 A security is deemed to have a clear abnormality in trading price or trading volume if:

- (1) it is being purchased or sold in large volumes within a short interval by the same brokerage branch or by brokerage branches within the same region;
- (2) without any announcement of material event from the listed company concerned, its trading price rises or falls sharply and continuously and clearly diverges from the movement trends of the related indices; or

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

- (3) it experiences other trading abnormalities that, in the opinion of the CSRC or the Exchange, warrant close monitoring.

6.4 The Exchange may, in view of market needs, collaborate with institutions such as other stock exchanges and futures exchanges to investigate the situations under Items (8) and (10) of Article 6.2.

6.5 A member shall conduct real-time monitoring of the securities trading activities of its clients and promptly notify, alert, or warn a client upon identifying any abnormality in its trading activities. A member shall reject the instructions of a client in accordance with the securities brokerage agreement between them and promptly report the situation to the Exchange upon identifying any abnormal trading activity that may materially affect the orderly trading of securities or any trading activity that is suspected to violate Laws and Regulations.

6.6 The Exchange may conduct on-site or off-site investigations on matters that require close monitoring during securities trading. The relevant members and their brokerage branches, other Trading Participants, and investors shall cooperate with such investigations.

6.7 Whenever it deems necessary during an on-site or off-site investigation, the Exchange may require the relevant members and their brokerage branches, other Trading Participants, and investors to provide the following documents and materials in an accurate, complete, and timely manner:

- (1) The account opening materials, letter of authorization, cash account information, and trading activities of the relevant securities accounts of investors;
- (2) Information on the *de facto* controllers and users of the relevant securities accounts and cash accounts, source of funding, and statement on whether the relevant accounts are affiliated;
- (3) Explanation on the matters under close monitoring during securities trading; and
- (4) Other information related to the matters under the Exchange's close monitoring.

6.8 With respect to any activity that constitutes a serious circumstance for the matters under close monitoring set out in Article

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

6.1, the Exchange may take the following self-regulatory measures according to the circumstances:

- (1) Issuing a verbal warning;
- (2) Issuing a written warning;
- (3) Summoning the parties involved to a supervisory meeting;
- (4) Requiring a written commitment;
- (5) Placing the relevant securities accounts under close monitoring;
- (6) Suspending trading for the day;
- (7) Restricting trading in the after-hours; and
- (8) Other self-regulatory measures prescribed by the Exchange.

Any person objecting to the foregoing measure under Item (7) may request a review by the Exchange within 15 trading days of the receipt of the Exchange's decision or the delivery of the decision through an announcement of the Exchange, whichever is earlier. The measure continues to be in effect during the review.

The Exchange will promptly report any suspected insider trading, market manipulation, trading with undisclosed information, and other violations of Laws and Regulations identified during trade monitoring to the CSRC for investigation and further actions.

6.9 The Exchange monitors the risks associated with securities trading. In the event of a major abnormal movement, the Exchange may impose such measures as a trading restriction and mandatory trading suspension, and will report the same to the CSRC. Where the stability of the securities market is materially threatened, the Exchange may take such actions as a temporary market closure, which will be announced to the market. The specific rules governing such matters will be separately prescribed by the Exchange.

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

Chapter VII Handling of Extraordinary Trading Events

7.1 If the normal conduct of trading is prevented either in whole or in part by any of the following emergencies, the Exchange may impose such actions as technical trading suspension and temporary market closure to maintain orderly trading and a fair market:

- (1) Force majeure;
- (2) Unforeseen event;
- (3) Major technical issue;
- (4) Major human error; or
- (5) Other extraordinary events recognized by the Exchange.

If any of the above emergencies has led to a major abnormality in the results of securities trading and the settlement based on such results would materially affect the orderly trading of securities and market fairness, the Exchange may take actions including but not limited to trade cancellation and notification to the relevant securities registration and clearing institution to postpone settlement.

7.2 Any member that experiences order submission difficulty or interruption of market data transmission shall promptly report the situation to the Exchange. An extraordinary trading event is deemed to have occurred if 10% or more of all brokerage branches are affected by order submission difficulty or market data transmission interruption, which entitles the Exchange to order a temporary market closure.

7.3 The Exchange may order a technical trading suspension or temporary market closure on the belief that any of the extraordinary trading events under Articles 7.1 and 7.2 is likely to occur and may materially affect the normal course of trading.

At the direction of the CSRC, the Exchange will order a temporary market closure.

7.4 The Exchange will announce all technical trading suspensions, temporary market closures, trade cancellations, and notifications to securities registration and clearing institutions to suspend settlement,

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

and will report the same to the CSRC in a timely manner.

The Exchange may resume trading, with an announcement on the same, after the cause of the technical trading suspension or temporary market closure has been resolved.

7.5 The Exchange shall not be civilly liable for any losses arising from extraordinary trading events, major abnormal movements, or the actions it takes in response thereto, except for gross fault on its part.

7.6 The specific rules governing the handling of extraordinary trading events will be separately prescribed by the Exchange.

Chapter VIII Trading Disputes

8.1 If a trading dispute arises between Trading Participants or between a member and its client, the relevant member and Trading Participants shall document the particulars of the dispute for potential review by the Exchange and, if the trading dispute affects the normal course of trading, shall report it to the Exchange in a timely manner.

8.2 Following the occurrence of disputes between Trading Participants or between members and their clients, the Exchange may furnish the necessary transaction data in accordance with applicable rules.

8.3 A member has the obligation to help its clients resolve questions about a trade.

Chapter IX Trading Fees

9.1 Any investor that concludes a securities trade shall pay commission to his carrying member in accordance with applicable rules.

9.2 Trading Participants shall pay handling fees and other applicable fees and charges to the Exchange in accordance with applicable rules. Members shall additionally pay membership

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

management fees to the Exchange as required.

9.3 The types of fees and charges for securities trading, their rates, and the administration thereof are governed by the relevant rules.

Chapter X Supplementary Provisions

10.1 If any Trading Participant violates the *Trading Rules*, the Exchange will take self-regulatory measures or disciplinary sanctions against it in accordance with the *Membership Management Rules of Shenzhen Stock Exchange* and other applicable rules.

10.2 Such activities as securities offering, subscription, purchase, redemption, and exercising options through the Exchange's trading system are governed similarly by the *Trading Rules*, unless otherwise prescribed by the CSRC and the Exchange.

10.3 The time specified in the *Trading Rules* refers to the time kept by the Exchange's trading system.

10.4 The following terms in the *Trading Rules* have the meanings given below:

- (1) **Market:** The market established by the Exchange for the trading of securities.
- (2) **Client Instructions:** The giving of authorization from an investor to a member to buy or sell securities.
- (3) **Order submission/placement:** The submission, from a Trading Participant to the Exchange's trading system, of trade orders for securities.
- (4) **Central order book:** The queue of all unexecuted buy and sell orders kept within the trading system at a particular point of time and ranked by trading direction and price-time priority.
- (5) Opposite-side (same-side) **best price:** The highest bid or lowest offer in the central order book.
- (6) **Call auction reference price:** The hypothetical call auction

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

execution price simulated in accordance with the call auction rules from all the orders in the central order book as of the time of publication.

- (7) **Matched quantity:** The quantity of all orders in the central order book that could have been hypothetically executed under the call auction rules as of the time of publication.
- (8) **Unmatched quantity:** The quantity of the remaining buy and sell orders in the central order book that have been submitted, but could not have been hypothetically executed, at the call auction reference price as of the time of publication.
- (9) **Securities Price Sensitive Period:** Any period designated for calculating the trading price, settlement price, or reference value of a security and its derivatives, including but not limited to the time designated for calculating or resetting the conversion price of convertible bonds, calculating the price of a follow-on offering, calculating the per-unit net asset value of securities, and calculating the settlement price of derivatives.

10.5 Terms not defined in the *Trading Rules* shall have the meanings ascribed to them in applicable laws, administrative regulations, ministry-level rules, normative documents, and other Rules of the Exchange.

10.6 For the purpose of the *Trading Rules*, the terms “exceed”, “lower than”, and “less than” do not include the given figure; the terms “reach”, “or more”, and “or less” include the given figure.

10.7 The *Trading Rules* and any amendment thereto will take effect upon adoption by the Board of Governors of the Exchange and approval by the CSRC.

10.8 The Exchange reserves the right to interpret the *Trading Rules*.

10.9 The *Trading Rules* take effect as of the listing day of the first Main Board stock offered under the *Measures for the Administration of the Registration of Initial Public Offering of Stocks*, upon which the *Special Rules on Trading on the ChiNext Market of Shenzhen Stock Exchange* issued on June 12, 2020 (Shen Zheng Shang [2020] No. 515), the *Notice on Improving the Trading Mechanisms for IPO Stocks on the Listing Day* issued on June 13, 2014 (Shen Zheng Hui [2014]

Please note:

This translation is furnished for information purposes only. The original Chinese text is binding in all respects.

No. 54), the *Notice on Suspending the Index Circuit Breakers* issued on January 7, 2016 (Shen Zheng Hui [2016] No. 8), the *Notice on the Trading Protocols for ChiNext Market Stocks under Special Treatment or in Delisting Transition Period* issued on July 10, 2020 (Shen Zheng Shang [2020] No. 620), and the *Notice on Adjusting the Price Ranges for Stocks and Depository Receipts without Price Limits in Negotiated Block Trading* issued on August 19, 2022 (Shen Zheng Hui [2022] No. 298) will expire.