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The Hongkong and Shanghai Banking Corporation Limited

(incorporated in Hong Kong with limited liability under the Companies Ordinance of Hong Kong)

Non-collateralised Structured Products

Derivative Warrants

**relating to the existing issued ordinary H shares (“Shares”) of
CSR Corporation Limited (Stock Code: 15261) (“Warrants”)**

Announcement

Pursuant to the conditions applicable to the Warrants (“**Conditions**”), each of 24 October 2014, 27 October 2014, 28 October 2014, 29 October 2014 and 30 October 2014 is the scheduled Valuation Date for the Warrants. The Issuer determines that a Market Disruption Event has occurred on each of 27 October 2014, 28 October 2014, 29 October 2014 and 30 October 2014 (each, an “**Affected Valuation Date**”) due to the suspension of trading on the Stock Exchange in the Shares for the entire day on each Affected Valuation Date.

In accordance with the Conditions, with respect to the Warrants:

- (i) 30 October 2014 (being the Business Day immediately preceding the Expiry Date) (“**Last Valuation Date**”) shall be deemed to be the Valuation Date; and
- (ii) the Issuer has determined the closing price of the Shares on the Last Valuation Date on the basis of its good faith estimate as HKD7.89 (being the closing price of the Shares on 24 October 2014). Such closing price is used to determine the Average Price for calculating the Cash Settlement Amount.

This announcement constitutes due and valid notice by the Issuer to each relevant registered holder of the Warrants set out above insofar as such notice is required under the Conditions, to be made by way of publication in English and Chinese on the website of Hong Kong Exchanges and Clearing Limited.

Except as stated in this announcement, all other information and terms and conditions set out in the listing documents applicable to the Warrants will remain unchanged.

Terms not defined in this announcement have the meanings given to them in the relevant listing documents relating to the Warrants.

The Hongkong and Shanghai Banking Corporation Limited
Hong Kong, 31 October 2014