

## Announcement on Valuation of Residual Value

*Hong Kong Exchanges and Clearing Limited and The Stock Exchange of Hong Kong Limited take no responsibility for the contents of this announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this announcement.*

## Non-Collateralised Structured Products



### Notice of Valuation of Residual Value of European Style (Cash Settled) Category R Callable Bull/Bear Contracts (the CBBCs)

issued by

### Haitong International Securities Company Limited

*(incorporated with limited liability in Hong Kong)*

*Terms not defined in this notice have the same meaning as defined in the general conditions and the product conditions of the CBBCs (together, the Conditions).*

**Haitong International Securities Company Limited** (the Issuer) announces that under the Conditions, following the occurrence of a mandatory call event (MCE) in respect of the CBBCs described in the table below in the pre-opening session, the continuous trading session or the closing auction session (as the case may be) of the Stock Exchange at the time (MCE time) and on the date (MCE date) specified in the table below, the Residual Value in respect of the CBBCs has been determined as follows:

Stock Code	Type	MCE Date	MCE Time	Underlying	Issue Size (CBBCs)	Number of CBBCs per Entitlement	Entitlement	Board Lot (CBBCs)	Strike Price (HK\$)	Maximum/Minimum Trade Price (HK\$)	Residual Value per Board Lot (HK\$)
62267	Bull	11 Aug 2020	14:51:29	Xiaomi Corporation	60,000,000	10	1 Share(s)	2,000.00	14.50	14.54	8.000
66700	Bull	11 Aug 2020	14:16:35	Hong Kong Exchanges and Clearing Limited	60,000,000	100	1 Share(s)	10,000.00	371.80	361.60	0.000

In respect of each board lot of CBBCs, the residual value is an amount in Hong Kong dollars calculated by the Issuer in accordance with the following formula:

For Bull CBBCs

$$\text{Residual Value per Board Lot} = \frac{\text{Entitlement} \times (\text{Minimum Trade Price} - \text{Strike Price}) \times \text{one Board Lot}}{\text{Number of CBBC(s) per Entitlement}}$$

For Bear CBBCs

$$\text{Residual Value per Board Lot} = \frac{\text{Entitlement} \times (\text{Strike Price} - \text{Maximum Trade Price}) \times \text{one Board Lot}}{\text{Number of CBBC(s) per Entitlement}}$$

Subject to the occurrence of a settlement disruption event, all holders will receive the residual value (net of any exercise expenses) (if any) no later than 17 August 2020, which is three CCASS settlement days following the end of the MCE valuation period.

**Haitong International Securities Company Limited**

12 August 2020