

Title of announcement	Date of announcement	Details
<p>CFD Scrip Borrow (Introduction of “Special Borrow Facility”)</p>	<p>22 May 2009</p>	<p>Before entering a short CFD position, the underlying counter must have available scrip to be borrowed for your trade.</p> <p>There has been a tight scrip borrowing situation on <u>some</u> underlying names recently and you might have experience difficulty in trying to ‘short’ a counter online.</p> <p>To mitigate this situation, we have recently introduced a “Special Borrow Facility” for these counters. Scrip for these counters could be available through this special borrow facility -- an ADDITIONAL financing charges (typically ranging from 2% p.a. to 6% p.a) will be imposed. Like the existing finance charges computation, these additional charges will only be applicable if your ‘short’ positions are carried overnight.</p> <p><u>Computation of special borrow charges on your trade</u> <u>(Strictly for illustration purpose only)</u></p> <p>Counter ‘A’ special borrow charges = 6% p.a additional Assuming the ‘short’ position is valued at \$10,000 at the end of trading day, the ADDITIONAL cost of holding to this position will be <u>\$1.65</u> per day. ($\\$10,000 * 6\%/365 \text{ days} * 1 \text{ day}$)</p> <p><i>Please note that as all our finance charges are computed based on daily closing market value, your daily financing charges might differ depending on the performance of your portfolio.</i></p> <p>For more information or to check the availability & additional borrow charges of a counter through this special borrow facility, please <u>kindly contact your TR or CFD Hotline (Tel: 6536 2000)</u>. Do note that all trades for special borrow may <u>ONLY</u> be placed through your Trading Representative.</p> <p>NOTE: The additional special borrowing charges are only applicable for certain counters that the scrips are tighter than normal. For majority of other counters, the usual business conditions apply.</p>