



NOTICE OF AUTHORIZATION TO PROVIDE AUTOMATED TRADING SERVICES

Pursuant to section 95(2) of the Securities and Futures Ordinance (**SFO**), the Securities and Futures Commission (**Commission**) hereby authorizes Shanghai Stock Exchange (**SSE**) to provide automated trading services (**ATS**) in Hong Kong via its representative office in Hong Kong subject to the following conditions –

1. SSE may only provide ATS for the purpose of marketing its facilities as an exchange and any products traded through those facilities, and nothing in this authorization should be construed as permitting SSE to establish or operate a market in Hong Kong.
2. SSE must notify the Commission of any material change to the matters set out in paragraph 52 (other than in sub-paragraphs (d) and (j)) of the Guidelines for the Regulation of ATS (dated March 2003), prior to such change taking effect. Where prior notification is not possible, SSE must notify the Commission of the change immediately upon becoming aware of it.
3. SSE must provide to the Commission copies of its annual audited financial statements within four months after the end of the relevant financial year.
4. SSE must not implement any material change to its business plans/operations in Hong Kong unless it has received the Commission's prior written approval to do so.
5. SSE must provide to the Commission such information relating to its activities in Hong Kong as the Commission may by notice require for the purposes of any inquiries or investigations conducted by the Commission. Such information disclosure can also be facilitated by the Memorandum of Regulatory Co-operation (**MORC**) dated 19 June 1993 and the side letter to the MORC dated 2 April 2007; and the IOSCO Multilateral Memorandum of Understanding Concerning Consultation and Co-operation and The Exchange of Information (**IOSCO MMOU**), to which the Commission and the China Securities Regulatory Commission are signatories.

DATED: 31 OCTOBER 2013