

## KVB KUNLUN SECURITIES (HK) Ltd

### Margin Terms and Policies

	Particulars	Explanation & Examples
1	Margin / Lending Value	Eligible Stock Lending Limit: eligible stock value * stock margin ratio Eligible Stock : 10 lots of HSBC Holdings (0005) Market Price : \$150 Margin Ratio : 70% Market Value : 10 * 400 * \$150 = \$600,000 Lending Value = \$600,000 * 70% = \$420,000
2	Portfolio Margin Ratio	Total loan amount / Total eligible stock lending value Total loan amount : \$200,000 Total eligible stock lending value : \$420,000 Portfolio Margin Ratio : \$200,000 / \$420,000 = 47.62%
3	Maximum Loan Limit	a) Up to a Portfolio Margin Ratio of 100%; and b) The credit facility applies to each client If loan amount is : \$420,000 Stock lending value : \$420,000 Portfolio Margin Ratio = 100%
4	Margin Call	Portfolio margin ratio reaches or above 110% When the loan amount is \$420,000, margin call will be triggered once the market price reaches \$136.3. i.e. \$420,000 / \$136.3 * 4000 shares * 70% = 110%
5	Force-sale Level	Portfolio margin ratio reaches or above 130% When the loan amount is \$420,000, mandatory force-sale will be triggered if the market price decreases to \$115.3. i.e. \$420,000 / \$115.3 * 4000 shares * 70% = 130%
6	Margin Interest	Base on the daily outstanding debit balance in the Share Margin Settlement Account and settled on a monthly basis
7	Interest Rate	3% on top of SCB Prime Lending rate per annum

Stock Code	Stock Name	Margin %	Stock Code	Stock Name	Margin %
1	CHEUNG KONG	70	44	HAECO	30
2	CLP HOLDINGS	70	45	HK&S HOTELS	40
3	HK & CHINA GAS	70	52	FAIRWOOD HOLD	30
4	WHARF HOLDINGS	70	53	GUOCO GROUP	30
5	HSBC HOLDINGS	70	54	HOPEWELL HOLD	50
6	POWER ASSETS	70	62	TRANSPORT INT'L	20
10	HANG LUNG GROUP	50	66	MTR CORPORATION	70
11	HANG SENG BANK	70	69	SHANGRI-LA ASIA	50
12	HENDERSON LAND	70	83	SINO LAND	60
13	HUTCHISON	70	86	SUN HUNG KAI CO	30
14	HYSAN DEV	50	87	SWIRE PACIFIC B	50
16	SHK PPT	70	101	HANG LUNG PPT	70
17	NEW WORLD DEV	60	116	CHOW SANG SANG	20
18	ORIENTAL PRESS	20	119	POLY HK INV	30
19	SWIRE PACIFIC A	70	123	YUEXIU PROPERTY	40
20	WHEELLOCK	50	127	CHINESE EST H	50
23	BANK OF E ASIA	60	133	CHINA MERCHANTS	20
27	GALAXY ENT	20	135	KUNLUN ENERGY	50
34	KOWLOON DEV	20	142	FIRST PACIFIC	30
35	FE CONSORT INTL	30	144	CHINA MER HOLD	60
41	GREAT EAGLE H	50	148	KINGBOARD CHEM	30



Stock Code	Stock Name	Margin %	Stock Code	Stock Name	Margin %
151	WANT WANT CHINA	40	552	CHINACOMSERVICE	40
152	SHENZHEN INT'L	40	576	ZHEJIANGEXPRESS	40
165	CHINA EB LTD	40	589	PORTS	20
168	TSINGTAO BREW	40	590	LUK FOOK HOLD	20
171	SILVER GRANT	20	598	SINOTRANS	30
173	K. WAH INT'L	30	604	SHENZHEN INVEST	30
175	GEELY AUTO	40	606	CHINA AGRI	40
177	JIANGSU EXPRESS	40	626	PUBLIC FIN HOLD	30
178	SA SA INT'L	30	631	SANY INT'L	20
179	JOHNSON ELEC H	50	639	SHOUGANG RES	30
200	MELCO INT'L DEV	30	656	FOSUN INTL	40
242	SHUN TAK HOLD	30	658	C TRANSMISSION	20
267	CITIC PACIFIC	50	659	NWS HOLDINGS	30
270	GUANGDONG INV	40	669	TECHTRONIC IND	30
285	BYD ELECTRONIC	30	683	KERRY PPT	50
291	CHINA RESOURCES	60	688	CHINA OVERSEAS	70
293	CATHAY PAC AIR	60	694	BEIJING AIRPORT	40
297	SINOFERT	30	700	TENCENT	70
302	WING HANG BANK	50	709	GIORDANO INT'L	30
303	VTECH HOLDINGS	30	715	HUTCH HARB RING	35
308	CHINA TRAVEL HK	40	728	CHINA TELECOM	50
315	SMARTONE TELE	30	737	HOPEWELL INFRA	40
316	OOIL	40	753	AIR CHINA	40
321	TEXWINCA HOLD	40	762	CHINA UNICOM	70
322	TINGYI	40	763	ZTE	40
323	MAANSHAN IRON	30	769	CHINA RAREEARTH	20
330	ESPRIT HOLDINGS	40	809	GLOBAL BIO-CHEM	20
338	SHANGHAI PECEM	40	813	SHIMAO PROPERTY	40
341	CAFE DE CORAL H	30	823	LINK REIT	50
347	ANGANG STEEL	40	836	CHINA RES POWER	50
358	JIANGXI COPPER	40	857	PETROCHINA	70
363	SHANGHAI IND H	60	861	DIGITAL CHINA	30
368	SINOTRANS SHIP	20	868	XINYI GLASS	20
386	SINOPEC CORP	70	880	SJM HOLDINGS	20
388	HKEX	70	882	TIANJIN DEV	30
390	CHINA RAILWAY	40	883	CNOOC	70
392	BEIJING ENT	50	902	HUANENG POWER	40
410	SOHO CHINA	20	903	TPV TECHNOLOGY	30
432	PCPD	20	914	ANHUI CONCH	40
480	HKR INT'L	30	916	CHINA LONGYUAN	30
489	DONGFENG GROUP	40	917	NEW WORLD CHINA	30
494	LI & FUNG	70	939	CCB	70
506	CHINA FOODS	40	941	CHINA MOBILE	70
511	TVB	50	945	MANULIFE	40
517	COSCO INTL HOLD	40	966	CHINA TAIPING	30
522	ASM PACIFIC	40	980	LIANHUA	20
525	GUANGSHEN RAIL	30	981	SMIC	20
548	SHENZHENEXPRESS	30	983	SOCAM DEV	30
551	YUE YUEN IND	50	992	LENOVO GROUP	40



Stock Code	Stock Name	Margin %	Stock Code	Stock Name	Margin %
995	ANHUIEXPRESSWAY	30	2038	FIH	40
998	CITIC BANK	60	2238	GAC GROUP	20
1033	YIZHENG CHEM	30	2314	LEE & MAN PAPER	20
1038	CKI HOLDINGS	50	2318	PING AN	70
1044	HENGAN INT'L	40	2319	MENGNU DAIRY	30
1055	CHINA SOUTH AIR	30	2328	PICC P&C	40
1068	YURUN FOOD	40	2331	LI NING	30
1070	TCL MULTIMEDIA	20	2333	GREATWALL MOTOR	30
1071	HUADIAN POWER	30	2338	WEICAI POWER	40
1088	CHINA SHENHUA	70	2343	PACIFIC BASIN	40
1098	ROAD KING INFRA	20	2357	AVICHINA	20
1099	SINOPHARM	40	2380	CHINA POWER	30
1109	CHINA RES LAND	50	2388	BOC HONG KONG	70
1111	CHONG HING BANK	20	2600	CHALCO	40
1114	BRILLIANCE CHI	40	2601	CPIC	60
1122	QINGLING MOTORS	30	2626	HNC	20
1128	WYNN MACAU	30	2628	CHINA LIFE	70
1133	HARBIN ELECTRIC	30	2688	ENN ENERGY	30
1138	CHINA SHIP DEV	40	2689	ND PAPER	20
1157	ZOOMLION	20	2698	WEIQIAO TEXTILE	30
1171	YANZHOU COAL	40	2727	SH ELECTRIC	40
1177	SINO BIOPHARM	30	2777	R&F PROPERTIES	20
1186	CHINA RAIL CONS	40	2800	TRACKER FUND	70
1199	COSCO PACIFIC	50	2823	X ISHARES A50	50
1211	BYD COMPANY	40	2828	HS H-SHARE ETF	30
1288	ABC	60	2866	CSCL	30
1299	AIA	60	2880	DALIAN PORT	30
1313	CHINARES CEMENT	30	2883	CHINA OILFIELD	40
1387	RENHE COMM	30	2888	STANCHART	50
1393	HIDILI INDUSTRY	20	2899	ZIJIN MINING	40
1398	ICBC	70	3308	GOLDEN EAGLE	30
1688	ALIBABA	40	3311	CHINA STATE CON	20
1766	CSR	20	3323	CNBM	40
1800	CHINA COMM CONS	40	3328	BANKCOMM	70
1818	ZHAOJIN MINING	20	3333	EVERGRANDE	40
1828	DCH HOLDINGS	20	3339	LONKING	20
1833	INTIME	20	3368	PARKSON GROUP	30
1880	BELLE INT'L	50	3377	SINO-OCEAN LAND	20
1882	HAITIAN INT'L	30	3382	TIANJINPORT DEV	30
1883	CITIC TELECOM	30	3383	AGILE PROPERTY	30
1898	CHINA COAL	50	3618	CQRC BANK	40
1919	CHINA COSCO	40	3808	SINOTRUK	20
1928	SANDS CHINA LTD	40	3898	CSR TIMES ELEC	30
1988	MINSHENG BANK	40	3968	CM BANK	60
2006	JINJIANG HOTELS	20	3983	CHINA BLUECHEM	30
2007	COUNTRY GARDEN	40	3988	BANK OF CHINA	70
2020	ANTA SPORTS	20			

1. KVB may reserve right of adjusting stock margin ratio at any point of time based on the quality, liquidity, volatility and concentration risk.

2. The above stock list will be effective from 01 Dec 2011.