

NOTICE UNDER SECTIONS 204 AND 205 OF THE SECURITIES AND  
FUTURES ORDINANCE (Chapter 571) (the ‘SFO’)

It appears to the Securities and Futures Commission (the “**Commission**”), for the reasons set out in the Statement of Reasons of this date, that the Commission should exercise the powers conferred by sections 204 and 205 of the SFO.

**THE COMMISSION GIVES NOTICE THAT:**

Except with the Commission’s prior written consent, such consent to be granted by any two Executive Directors of the Commission:

1. Under sections 204(1)(a) and 205(1) of the SFO, Guotai Junan Securities (Hong Kong) Limited (the “**Specified Corporation**”) is, in respect of the following account (the “**Account**”):

Account no.	138005
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- (a) subject to paragraph 2, prohibited from disposing of or dealing with, assisting, counselling or procuring another person to dispose of or deal with, any assets in any way in the Account, including:
    - (i) entering into transactions for any securities;
    - (ii) processing any withdrawals or transfers of securities and/or cash or any transfers of money arising from the disposal of securities;
    - (iii) disposing of or dealing with any securities or cash on the instructions of any authorized person of the Account or by any person acting on their behalf;
    - (iv) assisting another person to dispose of any relevant property or deal with any relevant property in a specified manner;
  - (b) required to notify the Commission immediately upon receipt of any instruction from the authorized person of the Account, or by any person acting on their behalf, regarding:
    - (i) any requests to withdraw any securities or cash from the Account; and/or
    - (ii) any requests to dispose of or deal with any securities or cash which concern those assets subject to the prohibitions in (a) above.
2. Notwithstanding paragraph 1, the Specific Corporation may deal with or dispose of securities in the Account to cover the negative cash balance in the Account. The cash and securities remaining in the Account following the disposal of securities shall remain in the Account and be subject to the prohibitions in paragraph 1 above.
  3. Under section 217 of the SFO, an application may be made to the Securities and Futures Appeal Tribunal for a review of the Commission’s decision to impose the

prohibition and/or requirement imposed by this Notice. Such application must be made within twenty-one days after the day on which this Notice is served on the Specified Corporation. Further, under section 208 of the SFO, the Specified Corporation may apply to the Commission for the prohibition and/or requirement imposed by this Notice to be withdrawn, substituted or varied.

This Notice takes effect at the time of service upon the Specified Corporation.

Date this 24<sup>th</sup> day of June 2019

For and on behalf of the Commission

Julia Leung  
Acting Chief Executive Officer