

**Celestial Commodities Limited ("CCL")
Derivatives Trading Policy**

A Account Opening

1 Individual and Joint Account

1.1 Account opening in person (Face to Face):

Visit one of the Services Centres of CASH Financial Services Group Limited ("CFSG") to sign Account Opening Form(s). Supporting documents including (but not limited to) certified true copy* of Identity Card(s) or Passport(s), current 3-month residential address proof (such as utility bills or bank statement) are to be submitted together with the application.

1.2 Account opening by post:

Please send us the completed and signed Account Opening Form(s), certified true copy* of Identity Card(s) or Passport(s), current 3-month residential address proof (such as utility bills or bank statement) and a cheque bearing your signature(s) and with your name(s) pre-printed on it and the cheque must:

1. be drawn on your Hong Kong dollar bank account with a licensed bank in Hong Kong
2. show your account name which must be pre-printed on the cheque. This account name must be the same as your name on the Account Opening Form, your identity document/passport
3. be made payable to "Celestial Commodities Limited" with an amount not less than HK\$10,000
4. bear the same signature with the Account Opening Form and
5. be encashed and cleared.

*certified true copies of the originals by a certified public accountant / lawyer / banker/ notary/ public in Financial Action Task Force (FATF) member/ comparable jurisdiction acceptable to us, or member of Hong Kong Institute of Chartered Secretaries within the last 6 months from the date of account application.

1.3 Account opening through Internet (EKYC):

Please submitted your information together with the supporting documents and activated the account after the completion of identity verification.

2 Corporate Account

Visit one of one of the Services Centres of CFSG to sign Account Opening Form(s) together with the submission of the following supporting documents, including but not limited to:

Certified True Copy* of Business Registration Certificate by Solicitor or CPA (applicable for companies registered in Hong Kong)

Certified True Copy* of Certificate of Incorporation by Solicitor or CPA

Certified True Copy* of Memorandum & Articles of Association by Solicitor or CPA

Certified True Copy* of Register of Directors and Register of Secretaries by Solicitor or CPA

Certified True Copy* of Register of Members or ultimate principal beneficial owners by Solicitor or CPA

Minutes of Board of Directors' meeting / Resolution

Guarantee(s) of all director(s) as the individual guarantor of the account

Copy of Identity Card(s) or Passport(s) of

- o All Directors
- o All Authorized Persons
- o Beneficial Owners owning or controlling 10% or more of the voting rights or shares

Copy of current 3-month residential address proof of

- o Beneficial Owners owning or controlling 10% or more of the voting rights or shares

Trust Deed (applicable for Trust only)

Registered Address Proof

Business Address Proof (if the business address is different from the registered office address)

Self-Certification Form

W-8BEN-E Form and post the original to our company

For locally incorporated company:

1. a company report from the Hong Kong Company Registry; or

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2. a certified true copy of a company search report certified by a company registry or professional third party, which should have been issued within the last 6 months

For a company incorporated overseas:

1. a company report from the registry in the place of incorporation;
2. a certified true copy of a company search report certified by a company registry or professional third party, which should have been issued within the last 6 months;
3. a certificate of incumbency or equivalent issued by the company's registered agent in the place of incorporation; or
4. a certified true copy of a certificate of incumbency certified by a professional third party, which should have been issued within the last 6 months

*certified true copies of the originals by a certified public accountant / lawyer / banker/ notary/ public in Financial Action Task Force (FATF) member/ comparable jurisdiction acceptable to us, or member of Hong Kong Institute of Chartered Secretaries within the last 6 months from the date of account application.

B Trading

1 Commodities Account

Client should place orders either via phone,internet trading , telephone or Alpha i application.

2 Trading Products

Client can visit our website for the product information.

3 Order Types**

3.1 Limit Order

An order that is to be executed only at a specified or a better price.

3.2 Market Order

An order that is to be executed at market prices.

3.3 Auction Order (AO)

An order where a bid or offer price is not specified and which is entered into the HKFE's electronic trading system during the pre-market opening period for execution at the Calculated Opening Price (COP).

When Client place an auction order, he/she should prepare to buy or sell at the COP. Depending on the market conditions, not all auction orders can be matched during market opens. As a result, unmatched auction orders will be converted to limit orders at COP or the best bids or asks after the market opens.

3.4 Market On Close (MOC)

A market order filled during the close of a trading session.

3.5 Stop Order

An order to buy or sell when the market reaches a specified point. A stop order to buy becomes a market order when the futures contract trades (or is bid) at or above stop price. A stop order to sell becomes a market order when the futures contract trades (or is offered) at or below the stop price.

3.6 Stop-Limit Order

A variation of a stop order in which a trade must be executed at the exact price or better. If the order cannot be executed, it is held until the stated price or better is reached.

**All order types are set by the Exchange. If client has any questions or would like to know more about the

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various order types, please consult the designated Account Executives or our Customer Service Officers.

4 Notes for Trading

- 4.1 CCL does not provide physical delivery services.
- 4.2 Client shall liquidate all spot month contract(s) 1-2 days before the last trading day(subject to different contact). Otherwise, CCL shall liquidate all spot month position(s) for the client at its absolute discretion without further notice.

5 Close Position Methodology

Hong Kong Commodities Trading: When client has long and short positions of the same contracts with the same expiration month, CCL will AUTOMATICALLY net out the long and short positions at the end of each trading day by **first in first out day trade basis** method.

6 Interest

Credit balance of client maintained at the CCL Account will not be entitled with interest.

C Cash Deposit / Withdrawal / Transfer

1 Cash Deposit

1.1 Deposit in HKD

Bank of China (Hong Kong)	
Bank Address:	Bank of China Tower, 1 Garden Road, Central, Hong Kong
Swift Code:	BKCHHKHH
Beneficiary:	Celestial Commodities Limited
Bank A/C No.:	012-875-0-057590-4
Hang Seng Bank Limited	
Bank Address:	83 Des Voeux Road Central, Hong Kong
Swift Code:	HASEHKHH
Beneficiary:	Celestial Commodities Limited
Bank A/C No.:	277-069878-001
The Hong Kong and Shanghai Banking Corporation Limited	
Bank Address:	1 Queen's Road Central, Hong Kong
Swift Code:	HSBCHKHHHKH
Beneficiary:	Celestial Commodities Limited
Bank A/C No.:	511-245706-001

- Hong Kong clients can deposit funds from local banks to any of our bank accounts stated above, via Online Banking, ATM,cheque deposit machine or bank counter.
- Mainland Chinese and overseas clients can deposit funds to any of our bank accounts stated above, via Telegraphic Transfer (TT).

After a successful fund transfer, clients have to login to the online platform, select "Settlement" - "Fund Deposit", and upload the deposit slip/voucher*; OR send the deposit slip/voucher* to our Email at hotline@cfsg.com.hk from a registered Email address or send to (852) 5680 2988 via WhatsApp. Client's full English name and deposit trading account number should also be stated.

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Important Notes:

- Valid proof such as deposit receipt, bank statement, screen-print, deposit receipt with cheque images, etc. as evidence by showing the information such as the payer name of the bank account and/or the payee's name, account number, transaction date, deposit amount and the reference number, etc. to verify the deposit is from client's own account. If the deposit slip/voucher cannot contain all information, for example, withdrawal bank account number is protected and displayed as ***, please upload the bank statement or bank deposit card as proof.
- Potentially the time required for crediting fund to the account(s) will be lengthened due to the control enhancement on verification process. In all circumstances, the Company shall not be liable to client for any interests, charges, expenses, claims, losses, costs and damages arising from rejected fund deposits and margin call taken by us due to the failure of depositing fund on a timely basis.

1.2 Deposit in USD

The Hong Kong and Shanghai Banking Corporation Limited	
Bank Address:	1 Queen's Road Central, Hong Kong
Swift Code:	HSBCHKHCHK
CHIPS UID No.:	075995
Beneficiary:	Celestial Commodities Limited
Bank A/C No.:	511-245706-274

- Hong Kong clients can deposit funds from local banks to any of our bank accounts stated above, via Online Banking, ATM, cheque deposit machine or bank counter.
- Mainland Chinese and overseas clients can deposit funds to any of our bank accounts stated above, via Telegraphic Transfer (TT).

After a successful fund transfer, clients have to login to the online platform, select "Settlement" - "Fund Deposit", and upload the deposit slip/voucher*; OR send the deposit slip/voucher* to our Email at hotline@cfsg.com.hk from a registered Email address or send to (852) 5680 2988 via WhatsApp. Client's full English name and deposit trading account number should also be stated.

Important Notes:

- Valid proof such as deposit receipt, bank statement, screen-print, deposit receipt with cheque images, etc. as evidence by showing the information such as the payer name of the bank account and/or the payee's name, account number, transaction date, deposit amount and the reference number, etc. to verify the deposit is from client's own account. If the deposit slip/voucher cannot contain all information, for example, withdrawal bank account number is protected and displayed as ***, please upload the bank statement or bank deposit card as proof.
- Potentially the time required for crediting fund to the account(s) will be lengthened due to the control enhancement on verification process. In all circumstances, the Company shall not be liable to client for any interests, charges, expenses, claims, losses, costs and damages arising from rejected fund deposits and margin call taken by us due to the failure of depositing fund on a timely basis.

1.3 Deposit in CNY

The Hong Kong and Shanghai Banking Corporation Limited	
Beneficiary:	Celestial Commodities Limited
Bank A/C No.:	511-245706-209

After a successful fund transfer, clients have to login to the online platform, select "Settlement" - "Fund Deposit", and upload the deposit slip/voucher*; OR send the deposit slip/voucher* to our Email at hotline@cfsg.com.hk from a registered Email address or send to (852) 5680 2988 via WhatsApp. Client's full English name and deposit trading account number should also be stated.

Important Notes:

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- Valid proof such as deposit receipt, bank statement, screen-print, deposit receipt with cheque images, etc. as evidence by showing the information such as the payer name of the bank account and/or the payee's name, account number, transaction date, deposit amount and the reference number, etc. to verify the deposit is from client's own account. If the deposit slip/voucher cannot contain all information, for example, withdrawal bank account number is protected and displayed as ***, please upload the bank statement or bank deposit card as proof.
- Potentially the time required for crediting fund to the account(s) will be lengthened due to the control enhancement on verification process. In all circumstances, the Company shall not be liable to client for any interests, charges, expenses, claims, losses, costs and damages arising from rejected fund deposits and margin call taken by us due to the failure of depositing fund on a timely basis.

2 Fund Withdrawal

- 2.1 Client is able to withdraw available fund by giving written and signed withdrawal instruction or fax to (852) 2820-0606. If the withdrawal instruction is submitted before 12:00 pm, CCL will process it within the day. Otherwise, the instruction will be executed by the following working day.
- 2.2 CCL will deposit cheque into the designated bank account as provided by the client, alternatively client could choose other means of collection. In case of direct deposit, the designated bank account must be in the name of the client. Instruction to pay fund to bank accounts in name of third party and issue cheque payable to third party will not be accepted.
- 2.3 When client's account balance is less than \$100 and with no positions, CCL maintains the right to clear the account outstanding balance when client requests to withdraw.

3 Fund Transfer

Client can freely transfer fund among the accounts in his / her name under the CASH Financial Services Group by giving written and signed transfer instruction or fax to (852) 2820-0606. The cash balance will be updated within 2-3 hours automatically.

4 Confirmation

Client's Fund Deposit / Withdrawal / Transfer instruction will be acknowledged by daily and monthly statement.

D Margin Control Policies and Closing Out Position Policies

1 Initial Margin Requirement

- 1.1 Initial margin requirements are the minimum rates. The amount of initial margin requirements are subject to the demand by the Exchange changed from time to time at our sole discretion without prior notice.
- 1.2 The requirement of initial margin must be fulfilled before every new position is established. Client should have adequate fund deposit in their account to meet the requirement and consult our Client Services Department or designated Account Executives for the initial margin requirement of different commodities.
- 1.3 If insufficient cash balance is maintained, client should directly deposit fund or submit the withdrawal instruction to transfer fund before every new position is established. If a margin call has been initiated to any commodities account held by the Client, opening further position cannot be established.
- 1.4 The SPAN margin calculation may not be applicable to every trading system subject to the infrastructure of each vendor.

2 Maintenance Margin Requirement

2.1 Day-end margin call

Margin call would be made by our company whenever the amount value of open position falls below the maintenance margin. Client must deposit additional funds to restore the account to the initial margin level.

For the morning trading session, the margin call amount shall be settled on or before 04:00 pm of the same

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business day.

For the afternoon trading session, the margin call amount shall be settled on or before 11:00 am of the next business day.

Subject to market condition, CCL has absolute discretion to close out all or part of client's position before the deadline mentioned above at anytime. To see more details, please see Clause D4.

2.2 Intra-day margin call

In the event that price movements in any market are particularly volatile, CCL is entitled to call intra-day margin at any time.

In order to prevent any loss arising from the volatile market particular in the event that the amount value of open position falls below the maintenance margin, Client should deposit or maintain sufficient fund in the account prior to trading.

The margin call will be issued to client via email notification and/or telephone (including SMS), requesting the client to make margin call payment.

3 Closing Out Position

If client neither has sufficient cash balance to meet the initial margin, nor deposited sufficient additional funds to the CCL, he/she should close out part/whole of the open positions to meet the margin call.

4 Closing Out Position By CCL

4.1 Margin Call for TWO HOURS

If client could not meet the margin call within TWO HOURS, the open position(s) may be closed out by CCL. It is understood and agreed that Celestial Commodities Limited reserves the right to liquidate open positions you have in your account without prior notice when the margin on deposit with Celestial Commodities Limited are exhausted or are inadequate in its judgement to protect itself against price fluctuation.

OR

4.2 Margin Call for Position Value which falls below 20% of the Initial Margin

If market fluctuates during the TWO HOURS margin call period and client's open position(s) with value falls below 20% of the initial margin, his/her open position(s) will be automatically closed out by CCL system subject to CCL's discretion without prior notice. CCL will send email to client for acknowledging the closed out position.

Remarks: Margin control policies apply to all trading sessions and execute by following the trading rules of Hong Kong Futures Exchange (including regular trading session and after-hour trading session)

4.2.1 CCL does not provide physical delivery services.

4.2.2 To avoid inconvenience of physical delivery of some futures contracts, it is recommended that clients should close the position of such contracts before the last trading day.

Please note that the above information is subject to change from time to time without prior notice. For the most updated version, please refer to our website at www.cfsg.com.hk