

**Notice on Matters Concerning Qualified Foreign Institutional Investors (QFIIs)
and RMB Qualified Foreign Institutional Investors (RQFIIs) Participating in
Stock Options Trading**

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To All Market Participants,

Pursuant to the *Measures for the Administration of Domestic Securities and Futures Investment by Qualified Foreign Institutional Investors and RMB Qualified Foreign Institutional Investors*, the *Announcement on the Participation of Qualified Foreign Institutional Investors and RMB Qualified Foreign Institutional Investors in Stock Options Trading*, the *Trading Rules for the Stock Options Pilot Program of the Shanghai Stock Exchange*, the *Guidelines No.1 on the Application of Securities Trading Rules of the Shanghai Stock Exchange for Qualified Foreign Institutional Investors and RMB Qualified Foreign Institutional Investors*, the *Business Guideline on Position Limits Management for Stock Options of the Shanghai Stock Exchange*, and other relevant rules, the Shanghai Stock Exchange (the “SSE”) hereby issues the following notice on matters relating to the participation of Qualified Foreign Institutional Investors (QFIIs) and RMB Qualified Foreign Institutional Investors (RQFIIs) (collectively, “Qualified Foreign Investors”) in stock options trading on the SSE:

I. Qualified Foreign Investors may participate in trading exchange-traded fund options (ETF options) listed on the SSE, solely for hedging purposes.

II. Qualified Foreign Investors may apply for position limits for long-spot hedging and short-spot hedging.

III. Qualified Foreign Investors shall, through their entrusted options business institutions, file with the SSE the Shanghai A-share securities accounts intended for use. Upon approval, they may open the corresponding derivatives contract accounts as designated hedging accounts.

IV. Qualified Foreign Investors shall submit applications for hedging quotas for relevant option products through their entrusted options business institutions. They may engage in hedging transactions only after the SSE grants such quotas and must continuously comply with the SSE’s requirements regarding stock options hedging transactions.

V. Options business institutions entrusted by Qualified Foreign Investors shall perform their duties with diligence and integrity, and strengthen compliance

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management over the business applications and trading activities of Qualified Foreign Investors.

VI. Where Qualified Foreign Investors or options business institutions violate the requirements of this Notice or engage in other misconduct, the SSE may, in accordance with the relevant business rules, impose measures including verbal warnings, written warnings, adjustments to position limits, restrictions on opening positions, and supervisory interviews.

VII. From the date of issuance of this Notice, the SSE will begin accepting business applications from Qualified Foreign Investors seeking to participate in stock options trading.

Shanghai Stock Exchange
September 30, 2025

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