

Guidance Notes for Margin Client

Lego Securities Limited (“the Company”), to grant the margin facility to clients is subject to client’s collateral and stock margin ratio, which will be in accordance with (1) Collateral Concentration Risk Policy, (2) Margin Loan Counterparty Risk Policy and (3) Margin Policy. If any single stock held as collateral exceeding the concentration threshold, or any single margin account (or related group account) exceeding the counterparty maximum threshold, the Company may seek to reduce the loan exposure to client by giving written or verbal notice.

Margin Call

Margin Call will be issued to client when the marginable value of the collateral falls below the outstanding loan. For the purpose of a Margin Call, the Company shall use its best endeavours to contact the client promptly by phone on the telephone numbers indicated by the client on the Account Opening Form and/or by sending to the Client a Margin Call notice by post, fax, email or otherwise. If client fails to meet the Margin Call obligations within the stipulated time, the Company reserves the right to **Force-Sell** Shares without client’s prior consent.

Please contact us for further details of (1) Collateral Concentration Risk Policy, (2) Margin Policy Loan Counterparty Risk Policy and (3) Margin Policy.

Updated on 11 February 2020

Lego Securities Limited