



Dear Client,

In accordance with the "Model Rule of Securities Lending and Borrowing and Short Sell Business Practice for Financial Investment Companies" which was conducted by Korea Financial Investment Association ("KOFIA") to prevent naked short sell orders and settlement failures, we would like to request you to provide with the following documents:

- 1) Confirmation on Short Sell Orders
- 2) Letter of Commitment for Compliance

Please complete the forms as attached and send us back at your earliest convenience.

Should you have any queries regarding the confirmations, please contact CLSA Korea Compliance at +82 2 397 8449 or email us at Compliance-Korea@clsa.com

Thank you.

Best regard,



Confirmation on Short Sell Orders

In connection with 'borrowed short sell orders' to be placed, we hereby confirm that we will fulfill the settlement obligation with the existing stock inventory. We also confirm that the stocks will be borrowed from the following lenders* before we place the 'borrowed short sell orders' and that we will promptly notify to the CLSA Securities Korea of details if there are any changes in future.

1) Lender 1: _____(Brokerage firm or Corporation)

2) Lender 2: _____(Brokerage firm or Corporation)

3) Lender 3: _____(Brokerage firm or Corporation)

Date of Confirmation: _____

Entity Name: _____

Representative Director: _____

Signature / Stamp: _____

* 1) In case of "Competitive (Bid-Offer) Transaction" through the Korea Securities Depository (KSD) or Korea Securities Finance Corporation (KSFC): Please fill in the lender field with "KSD (Competitive)" or "KSFC (Competitive)"
2) In case of "Arranged/Customized/Agreed Transaction": Please fill in the real lender name of an entity (brokerage firm or Corporation, etc).



Letter of Commitment for Compliance

1. In connection with securities lending and borrowing ("SLB") transactions and submission of short sell orders, we hereby state and confirm that I/we shall duly comply with all applicable legal and regulatory terms and conditions including those prescribed in the Financial Investment Services and Capital Markets Act ("the Act"), the Enforcement Decree of the Act, the Enforcement Rules of the Act, the Regulation on the Financial Investment Business and the KOSPI Market Business Regulation established by the Korea Exchange.

2. In connection with SLB transactions and submission of short sell orders, I/we hereby state and confirm that we shall duly comply with the terms and conditions prescribed in the Model Rule of Securities Lending and Borrowing and Short Sell Business Practice for Financial Investment Companies("the Model Rule").

Date:

Name/Company Name:

(Sign Here)



< References >

The Model Rule is designed to maintain sound trade orders of the securities market and to prevent naked short sell transactions and settlement failures prohibited under Article 180 of the Act.

In accordance with the Provisions prescribed in the Model Rule, clients shall:

- 1) Confirm the borrowing of relevant listed equity issues shall be completed or a securities borrowing agreement of relevant listed equity issues shall be confirmed before the submission of the orders.
- 2) Submit the [Confirmation on Short Sell Orders] form stating its intent to lend equity issues before submitting its Covered Short Sell Orders; the form shall include names and quantities of securities, dates of each SLB agreements and settlement, and lending party.
- 3) Issue an early redemption request if the clients intend to sell the lent equities before submission of sell orders.
- 4) Promptly notify the details of any changes including the change in the lenders to CLSA Korea Securities Ltd.
- 5) Submit the [Letter of Commitment for Compliance] from stating that clients shall fully and sincerely conform to the short sell-related regulations.
- 6) Be well-acquainted with that short sell orders placed by the clients will be refused if neither [Confirmation on Short Sell Orders] nor [Letter of Commitment for Compliance] is submitted.