

Complex Products

With respect to the latest regulatory requirements relating to exchange-traded and non-exchange-traded complex products (i.e. investment products whose terms, features and risks are not reasonably likely to be understood by a retail investor because of their complex structures (“Complex Products”)), KGI would like to remind its clients to read our ‘Explanation of Risks Associated With Exchange-Traded Derivative Products’ and understand the key nature, features and risks of Complex Products which are also derivative products traded on an exchange in Hong Kong or in a specified jurisdiction. Please contact our 24-hour InvestLine at (852) 2878-5555 or contact your Investment Representative if you need any further help.

Complex Products - Derivatives traded on an exchange (examples only):

1. Futures contracts traded on the Hong Kong Futures Exchange Limited (HKFE);
2. Equity derivatives traded on The Stock Exchange of Hong Kong Limited (SEHK), eg, Derivative Warrants, Callable Bull / Bear Contracts and listed share options);
3. Synthetic ETFs and futures-based ETFs authorized by the SFC and traded on the SEHK;
4. Leveraged & Inverse products authorized by the Hong Kong Securities and Futures Commission (SFC) and traded on the SEHK; and
5. Any other investment product the SFC may specify from time to time.

Warning Statements on Complex Products

- Investors should exercise caution in relation to Complex Products.
- Investors may lose the entire invested amount or more than the invested amount (if applicable).
- For Complex Products for which the offering documents or information provided by the Issuer have not been reviewed by the SFC, investors are advised to exercise caution in relation to the offer.
- For Complex Products described as having been authorized by the SFC, SFC authorization does not imply official recommendation and such authorization is not a recommendation or endorsement of a product nor does it guarantee the commercial merits of a product or its performance.
- Where past performance information is provided, past performance is not indicative of future performance.
- Some Complex Products are only available to professional investors.
- Investors should read the offering documents and other relevant materials to understand the key nature, features and risks of a Complex Product and are advised to seek independent professional advice before making any investment decision and should have sufficient net worth to be able to assume the risks and bear the potential losses of trading the product.

List of Specified Jurisdictions for Exchange-Traded Products (posted on SFC's website which may be updated from time to time):

- Australia
- Austria
- Belgium
- Brazil
- Canada
- Denmark
- Finland
- France
- Germany
- India
- Ireland
- Italy
- Japan
- Korea
- Luxembourg
- Mainland China
- Malaysia
- Netherlands
- New Zealand
- Norway
- Singapore
- Spain
- Sweden
- Switzerland
- Taiwan
- Thailand
- The Philippines
- United Kingdom
- United States of America

List of specified jurisdictions

<https://www.sfc.hk/web/EN/rules-and-standards/suitability-requirement/non-complex-and-complex-products/list-of-specified-jurisdictions.html>