

# Blue Ocean ATS Corporate Actions Policy

Blue Ocean ATS monitors and responds to corporate actions that affect listed securities. Each event type is handled according to its market impact to ensure orderly trading and accurate symbol management.

## Trading Halts

When a corporate action materially changes a security's structure or identity, Blue Ocean temporarily halts trading.

Corporate Action	Description	Blue Ocean Business Action
<b>Merger or Acquisition</b>	Combination of two or more companies into one entity, involving an exchange of stock and/or cash for shareholders.	Advisement email, stock halted, orders rejected for session.
<b>Name Change</b>	Official change of the security's registered name.	Advisement email, stock halted, orders rejected for session.
<b>New Listing</b>	Introduction of a newly listed security following corporate issuance.	Advisement email, stock halted, orders rejected for session.
<b>Reverse Stock Split</b>	Consolidation of existing shares into fewer, higher-priced shares.	Advisement email, stock halted, orders rejected for session.
<b>Spin-Off/ De-Merger</b>	Parent company distributes shares of a new independent entity ("spinco") to existing shareholders.	Advisement email, stock halted, orders rejected for session.
<b>Forward Stock Split</b>	Increase in total shares outstanding, resulting in a lower share price.	Advisement email, stock halted, orders rejected for session.
<b>Symbol Change</b>	Change in the official ticker symbol.	Advisement email, stock halted, orders rejected for session.
<b>Full- Day Halt (ATS Rule)</b>	Trading paused for the full session due to a regulatory halt or issuer event.	Advisement email, stock halted, orders rejected for session.

# Continuing Trading

Corporate actions in this category do **not** interrupt trading.

They typically involve shareholder entitlements or adjustments that do not affect the tradability of the security.

Corporate Action	Description	Blue Ocean Business Action
<b>Bonus Issue</b>	Additional shares granted to existing shareholders, also known as a scrip or capitalization issue.	Trading continues.
<b>Liquidation Distribution/ Liquidating Dividend</b>	Cash distribution made during the dissolution of a company.	Trading continues.
<b>Cash and Stock Dividend</b>	Distribution of earnings in both cash and shares.	Trading continues.
<b>Cash Dividend</b>	Ordinary payment of cash to shareholders.	Trading continues.
<b>Optional Dividend</b>	Dividend payable in cash or shares at the shareholder's discretion.	Trading continues.
<b>Return of Capital</b>	Cash distribution paid from capital surplus rather than earnings.	Trading continues.
<b>Right to Purchase</b>	Right granted to shareholders to buy shares at a fixed price within a defined period.	Trading continues.
<b>Stock Dividend</b>	Distribution of additional shares to shareholders.	Trading continues.
<b>Rights Offering</b>	Offer to existing shareholders to subscribe for new shares at a set price.	Trading continues.
<b>Stock Distribution of Another Security</b>	Distribution of shares from another class or issuer to current shareholders.	Trading continues.

## Delisting

When a security is removed from public trading, Blue Ocean coordinates the removal from its systems once the delisting is confirmed.

Corporate Action	Description	Blue Ocean Business Action
<b>Delisting</b>	Removal of a listed security from an exchange, whether voluntary or involuntary. Common causes include mergers, bankruptcy, non-compliance, or privatization.	Security removed from symbol master. Broker-dealers are presumed notified.

## Policy Summary

Blue Ocean ATS follows regulatory obligations under its ATS filing for any full-day halts.

All participants are notified via official advisement email when a corporate action requires trading suspension.

Routine actions such as dividends, rights offerings, or bonus issues proceed without interruption.

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