

SECURITIES AND FUTURES COMMISSION

To: consult/SFC@SFC CEOO Ext :
cc:

From: e-workflow/IR/SFC@SFC
Date: 09/12/2009 01:44 PM

Subject: Consultation Paper Comment - Consultation Paper on Proposals to Enhance
Protection for the Investing Public (Ref: 20091209.1344.08925)

From :

Other Name :

Title :

I would like to remain anonymous : Y

Phone :

Fax :

Email :

Address1 :

Address2 :

Address3 :

Country :

Q1 :

Q2 :

Q3 :

Q4 :

Q5a :

Q5b :

Q5c :

Q5d :

Q6a :

Q6b :

Q6c :

Q7 :

Q8a :

Q8b :

Q9 :

Q10 :

Q11 :

Q12 :

Q13 :

Q14 :

Q15 :

Q16 :

Q17 :

Q18 : I agree. Normally unlisted investment products come with higher risk in nature. It is important that investors should have right to know more.

Q19 : Intermediaries should also obtain clients- information about their knowledge of derivatives, especially on the area of pass trading experience.

Q20 : I do not agree (a). Working experience is not the only way to obtain specific knowledge. (a) seems against one of the objective of SFC - promoting financial market activities. (b) is agreeable. Educating market participant is far more important.

Q21 : No comment, The amount of portfolio should not weighted too much. Pass experience and willingness to take and understanding the consequence of risk is far more important.

Q22 : Option 1.3, It is nothing wrong to disclose the way intermediaries receiving compensation. Customer consider to purchase an investment will concern the amount of out of pocket money. Customer does not make any gain or reduction of charges by knowing the distribution of commission. It just confuse customer not helping them to decide. Also it is nothing relate to the risk of investment, which customer should pay more attention to.

Q23 :

Q24 : Option 2.2, Customer concern the return, risk and amount of charge of its investment more than how intermediary receiving reward (except on the ground of curiosity)

Q25 : Option 3.2 It may lead to cut throat competition which is not health to the market.

Q26 : No Comment

Q27 : I agree information of (a), (b) and (d) should be involved to enhance the level of transparency. However, regarding (c), I prefer to keep at generic level as I explained previously from Q22 to Q25.

Q28 : I do not think audio recording is a practical method in our industry. Unlike bank, we meet our client in different locations, from office to fast food shop. It is not a proper location to take any audio recording. Customer declaring it understanding is sufficient.

Q29 :

Q30 :

Q31 :

Q32 :

Attachment :