

For information
on 24 October 2002

Paper No. 43/02

**Subcommittee on Draft Subsidiary Legislation to be made
under the Securities and Futures Ordinance**

Securities and Futures (Accounts and Audit) Rules

Introduction

When considering the draft Securities and Futures (Accounts and Audit) Rules on 9 July 2002, Members asked us to consider specifying more clearly the “business and risk management questionnaire” referred to in clause 3(1)(c) and 3(3)(c).

Follow up action taken

2. The SFC will, by notice published in the gazette, specify under section 402 of the Securities and Futures Ordinance the form of business and risk management questionnaire for the purposes of clause 3(1)(c) and 3(3)(c). There should be no confusion on the part of the industry. The advice of the Law Draftsman is that elaboration of the two provisions in this regard is not necessary; this is also consistent with the drafting formulation adopted in other draft Rules.

Securities and Futures Commission
Financial Services and the Treasury Bureau
17 October 2002