

**Panel on Financial Affairs**

**Meeting on 10 June 2008**

**Implementation of the Closing Auction Session by the  
Hong Kong Exchanges and Clearing Limited**

**List of issues to be addressed**

1. Explanation on the background leading to the implementation of the Closing Auction Session (including the consultation conducted), information on its mode of operation and whether the arrangement may give rise to manipulation activities.
2. Information on trading activities on 30 May 2008, the reasons leading to the price volatilities and increased turnover during the Session; the implications of such volatilities on market activities and investor confidence.
3. The actions, if any, taken / to be taken by the Securities and Futures Commission and the Hong Kong Exchanges and Clearing Limited to investigate whether there was any market misconduct; and the plans, if any, to improve the operation of the Closing Auction Session.

Council Business Division 1  
Legislative Council Secretariat  
3 June 2008