

**Panel on Financial Affairs of the Legislative Council  
Follow-up to meeting on 1 March 2010**

**Budget of the Securities and Futures Commission for the financial year of 2010-11**

The Securities and Futures Commission (SFC) advised that it is not statutorily empowered to initiate a derivative action on behalf of a company. As such, no provision has been included for this purpose in the SFC Budget for 2010-11.

**Suspension of dissemination of Hang Seng family of indexes on 22 January 2010**

Hang Seng Indexes Company Limited (HSIL) replied that the root cause of the incident was described in the Incident Report. After comparing the message records of the Market Data Feed (MDF) on 22 January 2010, HSIL found that data messages received by the HSIL's system were the same as the MDF record provided by Hong Kong Exchanges and Clearing Limited. The arrival of the matching indicator at around 09:50 on the day was also as scheduled. HSIL confirmed that there was no malicious human act involved in the incident.

Financial Services and the Treasury Bureau  
23 March 2010