

**Panel on Financial Affairs
Special meeting on 20 May 2010**

List of follow-up actions

Eight Finance Investment Company Limited (EFIC)

1. In relation to Hon Regina IP's concern about the EFIC's investment, the Hong Kong Monetary Authority (HKMA) is requested to provide information about the investment strategy, investment portfolio and investment returns of the EFIC.

Exchange Fund

2. In relation to Hon Paul CHAN's concern about the investment income of the Exchange Fund, the HKMA is requested to provide information about the investment income of the Exchange Fund for the first quarter of the years from 2007 to 2010. The information should be itemized as per pages 59 and 60 of the HKMA's briefing paper for the meeting. HKMA is also requested to include, in its future briefings to the Panel, such itemized information about the investment income of the Exchange Fund for the same quarter of the previous three years.

Financial affairs matters under the Framework Agreement on Hong Kong/Guangdong Co-operation

3. In relation to Hon CHAN Kin-por's concern about the very high asset requirement for Hong Kong insurance companies to enter the Mainland market, the Administration is requested to report the progress of the discussion with the Chinese Insurance Regulatory Commission on lowering the threshold as soon as possible, and on a half-yearly basis.
4. To address Hon Albert HO's concern about enforcement against insider trading activities committed outside Hong Kong, the Administration is requested to provide information regarding the arrangements between the Hong Kong regulatory bodies and relevant Mainland/overseas authorities in investigation of insider trading activities undertaken outside Hong Kong in relation to securities listed in the Stock Exchange of Hong Kong.