

30 November 2009

Panel on Financial Affairs Legislative Council Building 8 Jackson Road, Central

Dear Members,

Report on the public consultation on the second phase of the review of the Deposit Protection Scheme

The Hong Kong Deposit Protection Board (the Board) today published the report on the public consultation on the second phase of the review of the Deposit Protection Scheme (DPS). The report also contains the Board's decision on the adjustments to the funding arrangements for the DPS, which have not yet been concluded in the consultation on the first phase of the review. I hereby enclosed a copy of the report and the press release on the report for your reference.

Should you like to discuss the issues regarding the report, please feel free to contact Mr Raymond Tsai at 2878 1060 or Ms Teresa Lai at 2878 1305 or send an email to dps enquiry@dps.org.hk for arrangements.

Thank you for your attention.

Yours sincerely,

Raymond Li

Chief Executive Officer