

Panel on Financial Affairs

**Follow-up actions arising from the policy briefing cum meeting on
2 February 2015**

**Agenda Item III – Briefing by the Secretary for Financial Services
and the Treasury on relevant policy initiatives in the Chief
Executive's 2015 Policy Address**

1. In relation to the Shanghai-Hong Kong Stock Connect ("S-HK SC"), the Administration is requested to provide the following information –

- (a) possible risks on Hong Kong investors involved in cross-boundary stock trading through S-HK SC, and the measures to protect investors and enhance their awareness of such risks;
- (b) regulatory and disclosure requirements on companies listed on the Shanghai Stock Exchange ("SSE") imposed by the China Securities Regulatory Commission ("CSRC"); and
- (c) channels/procedures for lodging complaints with CSRC by Hong Kong investors and the mechanism of handling such complaints by CSRC.

2. The Administration/relevant authority is requested to consider the suggestions raised by a Panel member on –

- (a) removing the current requirement for payment of the Mainland Settlement Deposit by investors (or their agents) for trading of SSE-listed shares under S-HK SC; and
- (b) relaxing or waiving the licensing requirements for intermediaries licensed for Type 1 regulated activity ("RA") to conduct Type 9 RA (i.e. asset management) if they have equivalent experience in asset management such as handling of discretionary accounts.

**Agenda Item V – Budget of the Securities and Futures Commission
for the financial year of 2015-2016**

3. The Securities and Futures Commission ("SFC") is requested to provide information on the number of complaints received by SFC on investment-linked assurance schemes in the past five years.

Council Business Division 1
Legislative Council Secretariat
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