Panel on Commerce and Industry

List of outstanding items for discussion (position as at 16 October 2006)

Proposed timing for discussion

Progress and impact of the Mainland and Hong Kong Closer 1. **Economic Partnership Arrangement (CEPA)**

The Panel was briefed on the key findings of a study on the economic impact of CEPA I on Hong Kong's economy on 19 April 2005. The Administration has advised that it will brief the Panel on issues related to the implementation of CEPA from time to time. Members have also agreed that the Administration should report the progress and impact of CEPA to the Panel periodically, say, on an annual basis.

The Panel discussed issues relating to the implementation of CEPA III at its meetings on 15 November 2005 and 18 July 2006.

2. Consultation on the Review of Copyright Protection in the **Digital Environment**

The Administration is examining whether amendments to the Copyright Ordinance are necessary for more effective protection of copyright works in the digital environment. The Administration intends to conduct a consultation exercise after completing the examination and will provide a briefing to the Panel.

3. Improving the business environment

Issues relating to improving the business environment were discussed at the Panel meeting on 10 June 2002 and on 10 May A Motion Debate on "Actively Improving the Business 2004. Environment for Small and Medium Enterprises" was carried on The progress report was issued to all Members on 8 June 2005. 31 August 2005 vide LC Paper No. CB(3)831/04-05.

The same subject was covered in the Chief Executive's 2004 and 2005 Policy Address respectively. Hon Mrs Sophie LEUNG expressed the view that the Government should strive to provide the business and industrial sectors with an "enabling environment".

Second half of 2007 (Tentative)

December 2006/First Ouarter 2007

> First half of 2007 (Tentative)

Under the steer of the former Economic and Employment Council (EEC), the Subgroup on Business Facilitation and its dedicated task forces have been studying ways to remove outdated or unnecessary regulations on business sectors that have significant impact on the economy and employment. Concrete recommendations have been made to simplify and improve the regulatory regimes impacting on the real estate, construction, retail and entertainment business sectors.

At the Panel meeting held on 12 October 2004, Hon Mrs Sophie LEUNG considered that the Panel might wish to explore the subject further with the Administration and that in due course, the Panel might consider requesting the Research and Library Services Division of the Secretariat to conduct some research on the subject.

With the disbanding of the EEC and its Subgroup on Business Facilitation, a Business Facilitation Advisory Committee (BFAC) was set up in January 2006 to take up the work of the former EEC Sub-group. It will steer the task forces and the Economic Analysis and Business Facilitation Unit to take forward the ongoing regulatory reviews and business facilitation initiatives and examine other relevant areas to facilitate business as appropriate. The BFAC will report to the Financial Secretary the development and implementation of the facilitation measures.

4. New Strategic Framework for Innovation and Technology Development

Last discussed on 17 May 2005. The Administration undertook 21 November 2006 to report on the operation and performance of the Research and Development centres and the implementation of the new framework to the Panel annually.

5. Measures for monitoring the operation of the AsiaWorld-Expo (AWE)

At the Panel meeting on 12 July 2004, it was proposed that the Panel might consider exploring the subject further with the Administration in the next term having regard to members' concern about the measures in place for monitoring and ensuring the effective operation of the AsiaWorld-Expo.

Proposed timing for discussion

6. Matters relating to the operation and management of the Applied Science and Technology Research Institute (ASTRI)

At the Panel meeting on 16 May 2006, members agreed that 21 November 2006 matters relating to the operation and management of ASTRI should be discussed as and when appropriate. (A letter dated 27 April 2006 from ASTRI in response to allegations against the management of ASTRI lodged by anonymous persons was issued vice LC Paper No. CB(1)1418/05-06.)

7. Frontier Closed Area

As recently advised by the Administration, the ultimate use of the Frontier Closed Area would be subject to the outcome of the feasibility and planning study of the Administration and the subsequent public consultations. At the Panel meeting on 12 October 2006, members agreed that the Panel should revisit the issue with the Administration in due course.

8. Hong Kong Science and Technology Parks Corporation (HKSTPC) and the development of industrial estates

At the Panel meeting on 12 October 2006, members agreed that the Panel should discuss the issue on the operation and management of HKSTPC as well as the development of industrial estates upon the submission of the annual report by HKSTPC. The Panel should be briefed on HKSTPC's objectives, milestone achievements and future plans, including the long-term development of the industrial estates.

Council Business Division 1 Legislative Council Secretariat 16 October 2006