

Panel on Financial Affairs

List of outstanding items for discussion
(as at 31 January 2013)

- | | Proposed
timing for
discussion at
Panel meeting |
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| <p>1. Proposed legislation on the regulation of Over-the-counter ("OTC") derivatives market</p> <p>The Administration will update the Panel on the legislative proposal to introduce a full-fledged regulatory regime for OTC derivatives market. The Administration intends to introduce the legislative proposals into the Legislative Council ("LegCo") in May 2013.</p> | 4 March 2013 |
| <p>2. Relevant Income ("RI") Level for the purpose of mandatory contribution under the Mandatory Provident Fund ("MPF") Schemes Ordinance</p> <p>The Panel discussed issues relating to the review of the minimum RI for MPF contributions at the meeting on 21 February 2011. The Panel met with deputations on 20 April 2011 to receive their views on the matter.</p> <p>The Mandatory Provident Fund Schemes Authority ("MPFA") will consult the Panel on the findings of its review of the RI level for mandatory contribution. The Administration plans to submit the legislative proposals into LegCo in May 2013.</p> | 4 March 2013 |
| <p>3. Relocation of the printing workshop of Government Logistics Department</p> <p>The Administration will consult the Panel on the proposal to relocate the printing workshop to the Government Logistics Centre in Chai Wan. The Administration intends to submit the proposal to the Public Works Subcommittee and the Finance Committee ("FC") in May and June 2013 respectively.</p> | April 2013 |

**Proposed
timing for
discussion at
Panel meeting**

4. Briefing on the work of Hong Kong Monetary Authority ("HKMA")

The Chief Executive of HKMA briefs the Panel on the work of HKMA on a regular basis. Such briefings are normally held in February, May and November each year.

May 2013

5. Briefing by the Financial Secretary ("FS") on Hong Kong's latest overall economic situation

The Panel has invited FS to brief the Panel and all other LegCo Members on macro economic issues on a regular basis since mid-1999. Such briefings are normally held in June and December each year.

June 2013

6. Fees and charges review of Official Receiver's Office

The Administration will consult the Panel on the proposed revision of the existing levels of Official Receiver's fees and charges for bankruptcy and company liquidation services. The Administration intends to introduce the legislative proposals into LegCo in 2013.

2nd quarter of
2013

7. Public consultation on improvement of corporate insolvency law

On 7 November 2011, the Panel discussed the Administration's plan to roll out an exercise to improve the corporate insolvency law. The Administration plans to launch a public consultation in the first half of 2013. The Administration would like to consult Panel members on the legislative proposals.

2nd quarter of
2013

8. Proposed legislation for regulation of sponsors

The Administration will brief the Panel on the legislative proposal on regulation of sponsors.

2nd quarter of
2013

9. Annual briefing on the work of the Financial Reporting Council ("FRC")

In line with the usual practice, FRC will brief the Panel on the work of FRC in the past year and the work plan for the year ahead.

2nd quarter of
2013

**Proposed
timing for
discussion at
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10. Proposed establishment of an independent Insurance Authority ("IIA") – consultation conclusions on key legislative proposals

The Administration consulted the Panel on the consultation conclusions and detailed proposals of the public consultation on the proposed establishment of IIA on 4 July 2011. On 26 October 2012, the Administration launched a three-month public consultation on the key legislative proposals. The Administration will brief the Panel on the conclusions of the consultation.

2nd quarter of
2013

11. Extension of a supernumerary Administrative Officer Staff Grade C Post for the establishment of an independent Insurance Authority and a Policyholders' Protection Fund

The Administration consulted the Panel on the creation of the above post on 3 January 2011.

2nd quarter of
2013

The extension of the post is necessary to continue the work related to the establishment of IIA and a Policyholders' Protection Fund. The Administration plans to submit the proposal for the extension of the post to the Establishment Subcommittee and FC in the second quarter of 2013.

12. Proposed legislation for the introduction of a scripless securities market in Hong Kong

The Administration will brief the Panel on the legislative proposal of introducing a scripless securities market in Hong Kong.

2nd quarter of
2013

13. Withdrawal of MPF benefits

MPFA has earlier conducted public consultation on the withdrawal arrangements of MPF benefits. It proposes to expressly provide scheme members with the option to opt to receive payment in stages; and add "terminal illness" as an additional ground for early withdrawal of

To be confirmed

MPF benefits.

The proposals received public support and MPFA is in the process of formulating the implementation details. MPFA will consult the Panel in due course.

14. Duration of lunch break under the extended trading hours of Hong Kong securities market

Since 7 March 2011, Hong Kong Exchanges and Clearing Limited ("HKEx") has implemented a two-phase extension of the trading hours of its securities and derivatives market by 1.5 hour to increase the overlap of the trading hours with the Mainland's and to strengthen the competitiveness of HKEx with its regional competitors. Under the extended trading hours, the morning trading session was advanced by 30 minutes. The lunch break was shortened from two to 1.5 hours with effect from 7 March 2011 and further shortened to one hour from 5 March 2012.

Information paper to be provided by the Administration in the 1st or 2nd quarter of 2013

At the meeting on 16 October 2012, Hon Christopher CHEUNG expressed concern on the impact of the shortened lunch break on market practitioners and suggested that the Panel should discuss the issue in due course. The Administration has been invited to provide an information paper on the matter. The Panel would decide whether and how to follow up the issue in due course.