

From: Paul Lam [REDACTED]
Sent: 09 September 2016 12:07
To: response
Subject: Joint Consultation Paper on Proposed Enhancements to The Stock Exchange of Hong Kong Limited's Decision-Making and Governance Structure for Listing Regulation

Dear Sir/Madam,

I would like to oppose to the proposal for the structural change.

The proposed structure will give SFC the Front and Back Regulatory authority without the check and balance mechanism of its all encompassing power. This will lead to a regulator led regulatory regime or a merit based regime, as opposed to a market led regulatory regime which is practiced in most jurisdictions globally. The Stock Exchange will only have minimal role in the listing function of the stock market.

The regulator mindset that would take center stage in the proposed structure would lessen the focus on the market development for Hong Kong. We must open the market more, instead of shutting it. We also have to strengthen the control on the compliance/enforcement section to prevent irregularities after the companies go public.

Regards,

Paul LAM