

PART B: DETAILED QUESTIONS FOR RESPONSE

Please indicate your preference by providing comments as appropriate. Where there is insufficient space, please attach additional pages as necessary.

- (1) Do you support Approach 1, Approach 2, Approach 3 or suspending the CAS as a whole? Please state.

We support suspending the CAS as a whole. If CAS is suspended and the previous method is restored, the average price can be taken upon the average traded prices in either last 1 minute, or extended to 3 minutes or 5 minutes. The principle is to put one's capital at risk in order to justify that this is genuine market close which is based upon traded prices reflecting genuine supply and demand conditions (but to use average in 1, 3 or 5 minutes in order to mitigate the chances of price manipulation, if there is any).

- (2) If Approach 1 is adopted,

- (i) Do you prefer the price limit to be set at 5%, 10% or other percentages?

No comment.

- (ii) How much lead time would your firm require for its implementation?

No comment.

- (3) If Approach 2 is adopted,

- (i) Do you prefer the price limit to be set at 10 spreads, 24 spreads or other spreads?

No comment.

- (ii) How much lead time would your firm require for its implementation?

No comment.

- (4) If Approach 3 is adopted,

- (i) Do you prefer the outstanding orders priced outside the pre-set range to be cancelled instead of carrying forward to the CAS?

No comment.

(ii) For securities without the day high and day low prices at 4 pm, do you prefer disallowing order input during the CAS for these securities or not imposing a price control limit at all?

No comment.

(iii) Do you prefer the price control limit to be set at 0 spreads (i.e. simply using the day high and day low prices as limit), 10 spreads or other spreads above the day high and below the day low prices?

No comment.

(iv) How much lead time would your firm require for its implementation?

No comment.

(5) If suspension of the CAS is adopted, how much lead time would your firm require for its implementation?

No such need as we are an asset management company.

(6) Do you have other proposed measures to reduce price volatility during the CAS or other comments or suggestions regarding the CAS? Please state.

Allow short selling in CAS.

- End -