

Part B Consultation Questions

Please reply to the questions below that are raised in the Consultation Paper downloadable from the HKEX website at:

<http://www.hkex.com.hk/eng/newsconsul/mktconsul/Documents/cp201604.pdf>

Please indicate your preference by checking the appropriate boxes.

Where there is insufficient space provided for your comments, please attach additional pages.

1. Do you support the revision of the current model with the introduction of a three-tier system with a review mechanism for HKEX's stock option position limit to address the issues with the existing regime?

Yes

No

Please give reasons for your view.

HKEx should get ready for:

1. Market quickly growing up;
2. Facing challenges from Singapore and other international markets;
3. Substantially demand increases after the Shanghai-Hong Kong Connection program and the Shenzhen-Hong Kong connect program.

2. Do you agree the implementation of the proposed model (three-tier system with review mechanism) would be an important step in enhancing Hong Kong's stock options market and increasing its competitiveness?

Yes

No

Please give reasons for your view.

HKEx in fact should expand the universe of the stock options to let market participants trade broader single stock options. As fund manager, we frequently feel frustrated that HKEx only have very limited listed stock options.

3. Do you have any comments on the proposed model? Please give reasons for your view.

HKEx in fact should expand the universe of the stock options to let market participants trade broader single stock options. As fund manager, we frequently feel frustrated that HKEx only have very limited listed stock options.

- End -