

From: Matthew [REDACTED]  
Sent: Friday, November 24, 2017 10:22 PM  
To: response  
Subject: Re: Consultation Paper on Capital Raisings by Listed Issuers

Dear Sir,

I wish to respond to the consultation paper by reiterating the points made in David Webb's submission:

<https://webb-site.com/articles/capraising.asp>.

In addition, I would like to express my concern that HKEX itself engages in dilutive capital-raising practices, routinely seeking a mandate from shareholders at each AGM along the lines of the resolution below, and actually diluting existing shareholders in the course of the LME acquisition (albeit that the placed shares were issued at discounts of only marginally over 5%):

#### ORDINARY RESOLUTIONS (2017 AGM)

6 To grant a general mandate to the Directors to allot, issue and deal with additional shares of HKEX, not exceeding 10% of the number of issued shares of HKEX as at the date of this Resolution, and the discount for any shares to be issued shall not exceed 10%

Rather than engaging in abusive practices itself, HKEX should set an example of good practice, for which the UK Preemption Group thresholds may serve as a model.

Regards,

Matthew Harrison