

**From:**  
**Sent:** 10, September, 2016 3:25 AM  
**To:** Listing Regulation  
**Subject:** Consultation Paper on Proposed Enhancement to the Exchange 's Decision Making and Governance Structure for Listing Regulations

Dear Sirs,

I am writing to state my objections to the proposed Consultation Paper.

Reasons being:

1. It has the fundamental conflicts with the existing two tier system whereby HKEX should focus on the New Listing promotions, and SFC as regulators to the law enforcements.
2. The new Listing Policy Committee comprising only six people and led by the CEO of SFC has undue over-power and influence on all listing matters, bypassing the present listing committee who has a much wider commercial representations for the shaping and recommending of existing and future listing guidelines and reforms.
3. The veto power of SFC has never been challenged, exemplified already in numerous circumstances including the recent rejection to the Alibaba listing applications. This claim of "authority assertion only" from the Consultation has totally undermined the spirit of check and balance.
4. The performance appraisal of the Listing Division, including the incentive rewards of its staff shall be determined by the new Listing Policy Committee is creating conflicting loyalty, hence violating the basic principles of corporate governance.
5. The improvement of Approval Efficiency claimed by this consultation is never apparent, as there has never been market voices, nor actual statistics back up, nor answers to be provided by the listing division and the listing committee on the assumed questions.
6. The guiding principles of listing, between "merits " and "disclosure ", working hand in hand with the present rules to determine the suitability, has been the core responsibilities of the listing division and the listing committee. The Consultation Paper also failed to explain if the effectiveness of such is in question.

Above are my personal opinions as to my objections to the context of this Consultation, and appreciate your kind attention,

Sincerely yours,  
Kenneth Lam  
Active Market Participant,  
Quam Ltd.