

Dear Sir/Madam:

The proposals undermine the well-established two-tiered regulatory structure per the Hay-Davison report. The essence of this structure is that the operation of the market should rest with a market operator (SEHK) close to the market under the watchful eyes of an independent regulator (SFC).

The current system has been working well since 2003. Hong Kong has become the home market for China Enterprises. It is no need to have any change.

Therefore I oppose to the proposals in the consultation paper.

Regards,