

Dear Sirs,

**Re: Consultation Paper on Proposed enhancements to the Exchange's
Decision-Making and Governance Structure for Listing Regulation**

I refer to the Consultation Paper on the proposed changes to the Decision-Making and Governance Structure for Listing Regulation of the Stock Exchange of Hong Kong Limited (the "Exchange") and would like to share with you my views and concerns relation thereto.

1. It seems that there is no check-and-balance among the proposed structures of Listing Policy Committee ("LPC") and Listing Regulatory Committee ("LRC"), the Listing Committee ("LC") and the Listing Division and all power are concentrated under the hands of a few persons dominated by the Securities and Futures Commissions ("SFC"). This arrangement is highly unsatisfactory.
2. LC consists of a group of market practitioners with diverse expertise and market experience. I am unable to understand the reason for replacing them with committee comprising mainly the representatives nominated or authorized by the SFC.
3. The Listing Department is separated from the SFC although they cooperate very closely and I believe the committee members of the LPC may not have the opportunity to understand the daily work of the Listing Department. So it is not appropriate for the LPC to appraise the performance of senior staff of the Listing Department as it will adversely affect the independence of the operation of the Listing Department.
4. I do not believe that changes in the decision-making and governance structure of listing regulation can have anything to do with price manipulation, corporate governance shortfalls, market misconduct notice. I recommend the SFC to enhance the enforcement against the wrongdoers.
5. I believe proper and formal channels of coordination and cooperation between SFC and the Exchange are in place. The listing platform, comprising SFC, the Exchange and the LC has been operated very effectively and professionally and I do not think that it should be replaced without good reasons.

In short, I think that the proposals as set out in the Consultation Paper shall be withdrawn if their entirety and general consensus from the market shall be obtained before implementing any revolutionary changes to the current listing regulatory regime.

Thank you for your kind attention.

Yours faithfully,