

Dear Sir/Madam,

I'm writing to express my support to the article posted on <http://webb-site.com/articles/exrightschaos.asp> with regard to ex-entitlement trading.

I'm in favor of:

1. 'trading ex-entitlement before meetings to approve entitlements should be banned'
2. 'there should be at least one day of trading after a shareholder meeting before shares start trading ex-entitlement'
3. 'open offers should be limited to a discount of 10%, as they are in the UK under [Listing Rule 9.5.10](#), because shareholders have no opportunity to sell their entitlements.'
4. 'require that unsubscribed shares be sold in the market after the issue closes, and any premium over the issue price should be paid to the holders of those entitlements rather than confiscated. That is the way to run a fair market, not penalising people who, for whatever reason, do not subscribe their entitlements. The shareholder may be ill, on holiday, dead, in jail, or simply not hear about the issue. The regulators have a duty to protect passive shareholders from expropriation of their shareholder value.'

I sincerely hope HKEx can take notice of the issue, revise the regulations and make HKEx comparable to other fair exchanges.