

# abbreviations and index

## Abbreviations

Australian Securities and Investments Commission	ASIC	Initial public offering	IPO
China Securities Regulatory Commission	CSRC	International Organization of Securities Commissions	IOSCO
Closer Economic Partnership Arrangement	CEPA	Investor Education Council	IEC
Committee on Payment and Settlement Systems	CPSS	Legislative Council	LegCo
Corporate social responsibility	CSR	Lehman Brothers	LB
Equity-linked investments	ELIs	Mandatory Provident Fund	MPF
Exchange-traded funds	ETFs	Memorandum of Understanding	MOU
Executive Directors, SFC	EDs	Non-Executive Directors, SFC	NEDs
Financial Resources Rules	FRR	Process Review Panel	PRP
Financial Services and the Treasury Bureau	FSTB	Real Estate Investment Trusts	REITs
Financial Services Authority, UK	FSA	Securities and Exchange Commission, US	SEC
Financial Stability Board	FSB	Securities and Futures Appeals Tribunal	SFAT
Financial Supervisory Commission, Taiwan	FSC	Securities and Futures Commission	SFC
Group of Twenty	G-20	Securities and Futures Ordinance	SFO
Hong Kong Exchanges and Clearing Ltd	HKEx	Securities Commission Malaysia	MSC
Hong Kong Monetary Authority	HKMA	Standing Committee on Standards Implementation	SCSI
Hong Kong Society of Financial Analysts Ltd	HKSFSA	The Stock Exchange of Hong Kong Ltd	SEHK
Hong Kong Special Administrative Region	HKSAR		

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The index does not include references in the financial statements.

<b>A</b>	<b>B</b>
<b>Advisory Committee, SFC</b>	<b>Boiler room</b>
pp. 17, 18, 20, 120	Boiler room fraud involves unscrupulous but plausible salespeople cold calling potential investors and using high pressure sales tactics to persuade them to buy real or bogus investments. It is so-called because the fraudsters who started this in North America operated mainly out of basements.
	p. 115
<b>Alert List, SFC</b>	<b>C</b>
The list gives the names and particulars of unlicensed entities believed to be or to have been targeting investors, or claiming to have an association with Hong Kong with the ulterior objective of making money from unsuspecting individuals. It is available on <a href="http://www.InvestEd.hk">www.InvestEd.hk</a> .	<b>Chief Executive, HKSAR</b>
pp. 11, 54, 55	p. 12
<b>Asian financial crisis</b>	<b>China A-share</b>
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<b>Audit Committee, SFC</b>	<b>China Insurance Regulatory Commission</b>
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<b>Australian Securities and Investments Commission (ASIC)</b>	<b>China Securities Regulatory Commission (CSRC)</b>
ASIC is Australia's corporate, markets and financial services regulator. An independent government body, ASIC enforces company and financial services laws to protect consumers, investors and creditors in Australia.	This refers to Mainland China's regulator of the securities and futures markets. An enterprise unit under the State Council mandated to regulate, maintain and promote the securities and futures markets of China.
pp. 20, 31, 38, 119	p. 30, 44
<b>Automated trading services</b>	<b>Closer Economic Partnership Arrangement VI (CEPA VI)</b>
This refers to services provided by means of electronic facilities (outside of those provided by a recognised exchange company or clearing house) whereby offers to sell or purchase securities or futures contracts are made or accepted in a way that results in a binding transaction in accordance with established methods.	This is China's free trade agreement with Hong Kong, which grants easier access to China markets for Hong Kong-made products and Hong Kong-based service companies. The first of a series of CEPA agreements was signed in June 2003. CEPA covers three broad areas: tariff agreements for the trade of goods, preferential treatment for service suppliers and mutual recognition of professional qualifications, and an agreement to enhance co-operation in various trade and investment facilities to improve the overall business environment.
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**Codes on Takeovers and Mergers and Share Repurchases**  
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**Collective investment schemes**  
pp. 39, 47, 121

**Committee on Payment and Settlement Systems (CPSS)**  
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**Companies Ordinance**  
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**Corporate social responsibility (CSR)**  
pp. 7, 24, 26, 27

**Court of Appeal**  
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**Court of Final Appeal**  
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**Court of First Instance**  
pp. 35, 36, 37, 128

## D

**Dark pool**  
Also known as alternative trading venues, these are facilities that allow dealing outside traditional exchanges without public disclosure of prices.  
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**Director of Audit, HKSAR**  
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**District Court**  
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**Disclosure of information**  
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**Disclosure of interests**  
p. 41, 114

**Dr Wise**  
pp. 11, 53, 55

**Dual filing**  
An arrangement that came into effect with the enactment of the SFO, dual filing is a regime under which all corporate disclosure and listing application materials are filed with both The Stock Exchange of Hong Kong Ltd (SEHK) and the SFC. It allows the SFC to exercise enforcement powers against persons issuing false or misleading corporate information.  
pp. 10, 13, 40, 49, 56, 124

## E

**Equity-linked investments (ELIs)**  
pp. 52, 53, 111

**Exchange Participants**  
These are companies that have obtained participation and/or trading rights from Hong Kong Exchanges and Clearing Ltd (HKEx) to trade on either SEHK or Hong Kong Futures Exchange Ltd (HKFE).  
pp. 45, 110

**Exchange-traded funds (ETFs)**  
These are basically index-tracking investment funds traded on stock exchanges, much like stocks.  
pp. 5, 30, 44, 46

**Executive Committee, SFC**  
pp. 12, 17, 20, 24

**Executive Council, HKSAR**  
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**Executive Director, SFC (EDs)**  
pp. 12, 13, 15, 17, 20, 40

## F

**Federation of Share Registrars Ltd**  
p. 47

**Securities and Futures (Financial Resources) Rules (FRR)**  
pp. 112, 116, 118

**Financial Secretary, HKSAR**  
pp. 12, 30, 38

**Financial Services and the Treasury Bureau (FSTB)**  
p. 38, 55

**Financial Services Authority, UK (FSA)**  
An independent non-governmental body, the FSA is the single statutory body responsible for regulating the United Kingdom's financial services industry, including the authorisation and supervision of deposit taking, insurance and investment business.  
pp. 20, 31, 38, 55, 119

**Financial Stability Board (FSB)**  
The group was established in April 2009 as an enlarged version of the Financial Stability Forum, itself an advisory group founded in 1999 to promote international financial stability through better information exchange and international co-operation. Membership of the FSB includes all countries in the Group of Twenty as well as Spain and the European Commission. It collaborates with the International Monetary Fund to identify problems in the financial system, provides early warning of macroeconomic and financial risks and oversees action to address them.  
pp. 2, 3, 20, 41

**Financial Supervisory Commission, Taiwan**  
An independent authority responsible for regulating Taiwan's banking, securities and insurance sectors.  
pp. 46, 48

**Flexible options contracts**  
p. 47

## G

**Grey market**  
p. 37

**Group of Twenty (G-20)**  
The Group of Twenty (G-20) Finance Ministers and Central Bank Governors was founded in 1999 to bring together systemically important industrialised and developing economies to discuss key issues of the global economy. The G-20 helps support growth and development world-wide by providing opportunities for open and constructive discussion between industrial and emerging countries on key issues related to global economic stability.  
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<b>H</b>		<b>IOSCO's Task Force on Short Selling</b>	pp. 7, 20, 41
<b>Hang Seng China Enterprises Index</b>	p. 47	<hr/>	
<b>Hang Seng Index</b>	pp. 30, 47	<b>J</b>	
<b>Hang Kong Council of Social Service</b>	p. 27	<b>Judicial review</b>	p.13
<b>Hang Kong Exchanges and Clearing Ltd (HKEx)</b>		<hr/>	
HKEx owns and operates the only stock exchange and the only futures exchange in Hong Kong. It is the holding company of SEHK, HKFE and their related clearing houses.	pp. 5, 10, 14, 18, 20, 31, 40, 41, 45, 47, 125	<b>K</b>	
<b>Hang Kong Futures Exchange Ltd</b>		<b>"Know your client"</b>	p. 9, 38
A wholly-owned subsidiary of HKEx, it operates and maintains a futures market in Hong Kong and is the primary regulator of Futures Exchange Participants for trading matters.	p. 10	<hr/>	
<b>Hang Kong Institute of Certified Public Accountants</b>	pp. 12, 20, 40	<b>L</b>	
<b>Hang Kong Monetary Authority (HKMA)</b>	pp. 18, 19, 38, 41, 128	<b>Lehman Brothers (LB)</b>	pp. 3, 5, 26, 34, 37, 38, 41
<b>Hang Kong Society of Financial Analysts Ltd (HKSFA)</b>	p. 53	<b>Legislative Council (LegCo)</b>	pp. 14, 18, 26, 38, 47
<hr/>		<b>List of Investment Products</b>	Compiled on a best-effort basis, the list contains investment products offering documents which have been authorised by the SFC. Available on www.InvestEd.hk. p. 54
<b>I</b>		<b>Listing Rules</b>	pp. 35, 37, 45, 116
<b>Initial public offering (IPO)</b>	pp. 40, 46, 52, 53	<hr/>	
<b>Insider dealing</b>	pp. 5, 30, 31, 34, 35, 36, 112, 115	<b>M</b>	
<b>Interim injunctions</b>	p. 35	<b>Mandatory Provident Fund (MPF)</b>	pp. 16, 18, 19, 109
<b>International Organization of Securities Commissions (IOSCO)</b>		<b>Mandatory Provident Fund Schemes Authority</b>	pp. 18, 19
An international co-operative body made up of securities regulators world-wide, IOSCO is recognised as the international standard-setter for securities markets.	pp. 7, 20, 41, 48, 55	<b>Market manipulation</b>	pp. 5, 31, 34, 35, 36, 113, 114
<b>InvestEd (www.InvestEd.hk)</b>		<b>Market Misconduct Tribunal</b>	An independent full-time body established under the SFO, which conducts civil proceedings in public and, where appropriate, imposes civil sanctions against those it determines to be guilty of market misconduct. p. 9
This is the SFC portal that provides investors with educational information on investments and regulations.	pp. 11, 14, 53, 54, 55, 57	<b>Memorandum of Understanding (MOU)</b>	This refers to a co-operative arrangement or agreement signed to promote collaboration between organisations. pp. 45, 46, 47, 48
<b>Investor Compensation Co, Ltd</b>	pp. 11, 18, 20, 41, 122	<b>Minibonds</b>	pp. 5, 31, 34, 37, 38, 115, 116, 117
<b>Investor Compensation Fund</b>		<b>Mutual funds</b>	pp. 16, 38, 56, 109, 110, 121
A fund established and managed by the Investor Compensation Co, Ltd to pay compensation to investors of any nationality who suffers pecuniary losses as a result of a default of a licensed intermediary or authorised financial institution in relation to exchange-traded products in Hong Kong.	pp. 11, 18, 20, 122	<hr/>	
<b>Investor Education Council (IEC)</b>	pp. 3, 7, 52, 55, 123	<b>N</b>	
<hr/>		<b>Non-Executive Directors, SFC (NEDs)</b>	pp. 12, 13, 15, 17, 18, 19

<b>O</b>	
<b>Office of The Ombudsman, HKSAR</b>	pp. 12, 13
<b>OTC Derivatives Regulators' Forum</b>	p. 48
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<b>Performance pledges, SFC</b>	p. 16
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<b>Prosecution</b>	pp. 10, 31, 34, 35, 56, 112, 113, 114
<b>Process Review Panel (PRP)</b>	
An appointed group that reviews and advises on the adequacy of the SFC's internal procedures governing operational decisions and actions made by the SFC and its staff in the performance of its regulatory functions.	pp. 12, 13, 18, 128
<b>R</b>	
<b>Real Estate Investment Trusts (REITs)</b>	pp. 20, 39, 47, 49, 109, 122
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<b>S</b>	
<b>Securities Commission Malaysia (MSC)</b>	pp. 31, 47
<b>Securities and Exchange Commission, US (SEC)</b>	p. 119
<b>Securities and Futures (Stock Market Listing) Rules</b>	p. 40
<b>Securities and Futures Appeals Tribunal (SFAT)</b>	pp. 12, 13, 18, 19, 37, 115, 116, 117, 128
<b>Securities and Futures Ordinance (SFO)</b>	pp. 8, 9, 11, 16, 17, 18, 34, 35, 36, 37, 39, 49, 111, 122, 124, 128
<b>SFC Guide</b>	pp. 31, 55
<b>SFC Online Portal</b>	
An electronic platform for licensing-related matters of the SFC, the website gives intermediaries the option to submit on line licensing notifications and annual returns, make payments using electronic gateways, and eventually process all licensing-related matters. Phase one was launched in September 2009.	pp. 6, 14, 26, 28, 31, 45, 49
<b>Short selling</b>	pp. 3, 6, 7, 20, 39, 41, 49, 112
<b>Singapore Exchange Securities Trading Ltd</b>	p. 47
<b>Standing Committee on Standards Implementation (SCSI)</b>	pp. 3, 20, 41
<b>Standing Committee 3 on Regulation of Market Intermediaries</b>	p. 7, 41
<b>State Securities Commission of Vietnam</b>	pp. 30, 47, 48
<b>Statutory body</b>	This refers to a body corporate established by an ordinance in Hong Kong. pp. 8, 24, 119
<b>T</b>	
<b>Taiwan Stock Exchange</b>	p. 46
<b>Takeovers</b>	pp. 10, 18, 19, 39, 40, 49, 52, 56, 111, 122, 123, 126, 127
<b>Takeovers and Mergers Panel, SFC</b>	pp. 19, 111, 123, 126, 127
<b>Task Force on Unregulated Financial Markets and Products</b>	p. 48
<b>Task Force on Commodity Futures Markets</b>	p. 48
<b>The Stock Exchange of Hong Kong Ltd (SEHK)</b>	A wholly-owned subsidiary of HKEx, it operates and maintains a stock market in Hong Kong. It is also the front-line regulator of Stock Exchange Participants in relation to trading matters and listing activities on the Main Board and Growth Enterprise Market. pp. 10, 18, 19, 35, 37, 40, 45, 46, 47, 49
<b>U</b>	
<b>Unit trusts</b>	pp. 16, 19, 20, 38, 56, 109, 110, 121
<b>W</b>	
<b>World Federation of Exchanges</b>	It is the trade organisation of publicly regulated stock, futures, and options exchanges. Its membership comprises the world's leading bourses. The federation acts as a discussion and policy forum for issues, including self regulation, enforcement, trading halts and securities business conduct. p. 55