

Corporate Developments

Board

Mr Thomas Atkinson stepped down as Executive Director on 2 May.¹

Regulatory committees

New appointments and reappointments to the following committees² took effect from 1 April:

- Academic and Accreditation Advisory Committee
- Disciplinary Chair Committee
- Investor Compensation Fund Committee
- Nominations Committee
- Products Advisory Committee
- Public Shareholders Group
- Securities Compensation Fund Committee
- SFC (HKEC Listing) Committee
- Takeovers and Mergers Panel
- Takeovers Appeal Committee

Full membership lists, with titles and affiliations, and details of the responsibilities of each committee are available on the SFC website (www.sfc.hk).

Finance

Our income for the quarter was \$399 million, 18% lower than the previous quarter and 35% lower than the same quarter last year. Average daily turnover in Hong Kong's securities market was \$127 billion, 15% lower than the \$150 billion recorded in the previous quarter. Our expenditure for the quarter was \$494 million, 4% lower than last quarter and 6% higher than the same quarter last year. We recorded a loss of \$95 million for the quarter.

After setting aside \$3.3 billion for the possible acquisition of office premises, our reserves stood at \$4.7 billion as of 30 June.

Staffing

As of 30 June, we had 923 staff members, the same number as a year earlier.

¹ After the reporting period, we announced in July that our Chief Executive Officer, Mr Ashley Alder, will be leaving the SFC in late 2022. Ms Christina Choi Fung-yee and Mr Rico Leung Chung-yin were reappointed as Executive Directors for three years, effective 1 August and 28 August, respectively. Mr Victor Dawes, SC and Dr James C Lin were reappointed as Non-Executive Directors for two years, effective 1 August.

² Each of these committees is set up under the Securities and Futures Ordinance and specialises in particular regulatory areas.

Corporate Developments

Information technology

We introduced a new platform during the quarter which makes our market monitoring more effective by using algorithms to identify suspicious fund flows.

To strengthen our information security, we put in place a new backup solution to protect our data and resume our operations in a more timely and reliable manner in the event of a ransomware attack.

To help assess intermediaries' readiness to comply with the requirements under the investor identification regime, broker and client information for transactions can now be submitted via the electronic communication platform of Hong Kong Exchanges and Clearing Limited. A working group will evaluate the industry's readiness and confirm the regime's commencement date later this year.

Finance

(\$ million)	Quarter ended 30.6.2022	Quarter ended 31.3.2022	Quarter ended 30.6.2021	YoY Change (%)
Income	399	484	610	-34.6
Expenses including depreciation	494	515	467	5.8
(Loss)/surplus	(95)	(31)	143	N/A