

# Activity Data

Table 1 Takeovers activities

	Quarter ended 30.9.2020	Quarter ended 30.6.2020	Change (%)	Quarter ended 30.9.2019	YoY change (%)
<b>Codes on Takeovers and Mergers and Share Buy-backs</b>					
General and partial offers under Code on Takeovers and Mergers	10	5	100	15	-33.3
Privatisations	10	6	66.7	3	233.3
Whitewash waiver applications	10	8	25	2	400
Other applications under Code on Takeovers and Mergers <sup>1</sup>	82	91	-9.9	66	24.2
Off-market and general offer share buy-backs	2	0	N/A	2	0
Other applications under Code on Share Buy-backs <sup>1</sup>	0	1	-100	1	-100
<b>Total</b>	<b>114</b>	<b>111</b>	<b>2.7</b>	<b>89</b>	<b>28.1</b>
<b>Executive Statements</b>					
Sanctions imposed with parties' agreement <sup>2</sup>	0	2	-100	0	0
<b>Takeovers and Mergers Panel</b>					
Hearings before the Panel (disciplinary and non-disciplinary)	0	0	0	1	-100

1 Including stand-alone applications and those made during the course of a code-related transaction.

2 Pursuant to section 12.3 of the Introduction to the Codes on Takeovers and Mergers and Share Buy-backs.

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**Table 2 Breaches noted during on-site inspections**

	Quarter ended 30.9.2020	Six months ended 30.9.2020	Six months ended 30.9.2019	YoY change (%)
Failure to comply with Securities and Futures (Financial Resources) Rules	0	0	4	-100
Failure to safekeep client securities	0	5	14	-64.3
Failure to maintain proper books and records	5	8	12	-33.3
Failure to safekeep client money	3	10	21	-52.4
Unlicensed dealing and other registration issues	4	4	11	-63.6
Breach of licensing conditions	0	0	2	-100
Breach of requirements of contract notes/statements of account/receipts	3	6	14	-57.1
Failure to make filing/notification	0	0	2	-100
Breach of margin requirements	0	1	3	-66.7
Dealing malpractices	1	2	5	-60
Breach of Code of Conduct for Persons Licensed by or Registered with the Securities and Futures Commission <sup>1</sup>	53	97	156	-37.8
Breach of Corporate Finance Adviser Code of Conduct	1	5	2	150
Breach of Fund Manager Code of Conduct	36	68	37	83.8
Breach of regulation of on-line trading	0	0	4	-100
Non-compliance with anti-money laundering guidelines	51	74	190	-61.1
Breach of other rules and regulations of the Exchanges <sup>2</sup>	0	3	6	-50
Internal control weaknesses <sup>3</sup>	119	221	216	2.3
Others	18	32	108	-70.4
<b>Total</b>	<b>294</b>	<b>536</b>	<b>807</b>	<b>-34</b>

1 Commonly related to risk management, client agreements, safeguarding of client assets and information for or about clients.

2 The Stock Exchange of Hong Kong Limited and Hong Kong Futures Exchange Limited.

3 Comprised deficiencies in management review and supervision, operational controls over the handling of client accounts, segregation of duties, information management, adequacy of audit trail for internal control purposes, among other weaknesses.

Table 3 Hong Kong-domiciled authorised funds

a) Number of funds by type	As at 30.9.2020	As at 31.3.2020	Change (%)	As at 30.9.2019	YoY change (%)
Bond	144	136	5.9	136	5.9
Equity	188	185	1.6	198	-5.1
Mixed <sup>1</sup>	65	61	6.6	59	10.2
Money market	29	28	3.6	27 <sup>4</sup>	7.4
Fund of funds	85	78	9	82	3.7
Index <sup>2</sup>	142	129	10.1	136 <sup>4</sup>	4.4
Guaranteed	3	3	0	3	0
Other specialised <sup>3</sup>	0	0	N/A	2	-100
Sub-total	656	620	5.8	643	2
Umbrella structures	144	142	1.4	149	-3.4
<b>Total</b>	<b>800</b>	<b>762</b>	<b>5</b>	<b>792</b>	<b>1</b>

b) Assets under management by type	Total NAV (US\$ million) as at 30.9.2020	Total NAV (US\$ million) as at 31.3.2020	Change (%)	Total NAV (US\$ million) as at 30.9.2019	YoY change (%)
Bond	34,913	28,245	23.6	29,256	19.3
Equity	49,398	39,238	25.9	47,295	4.4
Mixed <sup>1</sup>	15,935	14,629	8.9	14,023	13.6
Money market	7,624	7,331	4	5,856 <sup>4</sup>	30.2
Fund of funds	19,141	16,494	16	20,249	-5.5
Index <sup>2</sup>	38,587	32,168	20	34,839 <sup>4</sup>	10.8
Guaranteed	59	59	0	66	-10.6
Other specialised <sup>3</sup>	0	0	N/A	80	-100
<b>Total<sup>5</sup></b>	<b>165,657</b>	<b>138,163</b>	<b>19.9</b>	<b>151,663</b>	<b>9.2</b>

Note: Unit trusts and mutual funds authorised under the Code on Unit Trusts and Mutual Funds.

1 Presented as "Diversified" previously.

2 Including exchange-traded funds and leveraged and inverse products.

3 Including futures and options funds, structured funds and funds which invest in financial derivative instruments.

4 This figure, when combined with the corresponding figure for non-Hong Kong-domiciled authorised funds, differs from the figure disclosed in the *Quarterly Report Jul-Sep 2019* due to a revised figure reported after the report's issuance.

5 Figures may not add up to total due to rounding.

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**Table 4 Non-Hong Kong-domiciled authorised funds**

a) Number of funds by origin	As at 30.9.2020	As at 31.3.2020	Change (%)	As at 30.9.2019	YoY change (%)
Luxembourg	1,033	1,032	0.1	1,055	-2.1
Ireland	230	222	3.6	217	6
United Kingdom	34	37	-8.1	53	-35.8
Other Europe	0	0	N/A	3	-100
Mainland China	50	50	0	51	-2
Bermuda	1	1	0	1	0
Cayman Islands	22	26	-15.4	30	-26.7
Others	5	5	0	7	-28.6
<b>Total</b>	<b>1,375</b>	<b>1,373</b>	<b>0.1</b>	<b>1,417</b>	<b>-3</b>

b) Assets under management by origin	Total NAV (US\$ million) as at 30.9.2020	Total NAV (US\$ million) as at 31.3.2020	Change (%)	Total NAV (US\$ million) as at 30.9.2019	YoY change (%)
Luxembourg	1,155,740	884,452 <sup>1</sup>	30.7	1,056,143	9.4
Ireland	255,005	204,602	24.6	234,449	8.8
United Kingdom	68,980	60,602	13.8	75,046	-8.1
Other Europe	0	0	N/A	137	-100
Mainland China	22,087	18,496	19.4	18,461	19.6
Bermuda	123	142	-13.4	156	-21.2
Cayman Islands	4,865	4,705	3.4	7,820	-37.8
Others	81,629	54,638	49.4	50,663	61.1
<b>Total<sup>2</sup></b>	<b>1,588,428</b>	<b>1,227,637<sup>1</sup></b>	<b>29.4</b>	<b>1,442,875</b>	<b>10.1</b>

Note: Unit trusts and mutual funds authorised under the Code on Unit Trusts and Mutual Funds.

1 These figures differ from those disclosed in the *Annual Report 2019-20* due to a revised figure reported after the report's issuance.

2 Figures may not add up to total due to rounding.

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c) Number of funds by type	As at 30.9.2020	As at 31.3.2020	Change (%)	As at 30.9.2019	YoY change (%)
Bond	336	329	2.1	336	0
Equity	752	760	-1.1	794	-5.3
Mixed <sup>1</sup>	127	123	3.3	122	4.1
Money market	16	15	6.7	17	-5.9
Fund of funds	23	26	-11.5	26	-11.5
Index <sup>2</sup>	41	41	0	35	17.1
Hedge	1	1	0	0	N/A
Other specialised <sup>3</sup>	0	0	N/A	3	-100
Sub-total	1,296	1,295	0.1	1,333	-2.8
Umbrella structures	79	78	1.3	84	-6
<b>Total</b>	<b>1,375</b>	<b>1,373</b>	<b>0.1</b>	<b>1,417</b>	<b>-3</b>

d) Assets under management by type	Total NAV (US\$ million) as at 30.9.2020	Total NAV (US\$ million) as at 31.3.2020	Change (%)	Total NAV (US\$ million) as at 30.9.2019	YoY change (%)
Bond	584,311	469,281	24.5	557,833	4.7
Equity	718,664	532,133 <sup>4</sup>	35.1	646,209	11.2
Mixed <sup>1</sup>	145,034	123,753	17.2	146,201	-0.8
Money market	13,234	13,877	-4.6	17,013	-22.2
Fund of funds	1,471	1,414	4	1,977	-25.6
Index <sup>2</sup>	125,591	87,036	44.3	73,099	71.8
Hedge	123	142	-13.4	0	N/A
Other specialised <sup>3</sup>	0	0	N/A	542	-100
<b>Total<sup>5</sup></b>	<b>1,588,428</b>	<b>1,227,637<sup>4</sup></b>	<b>29.4</b>	<b>1,442,875</b>	<b>10.1</b>

1 Presented as "Diversified" previously.

2 Including ETFs.

3 Including futures and options funds, structured funds and funds that invest in financial derivative instruments.

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## Activity Data

**Table 5 Complaints against intermediaries and market activities**

	Quarter ended 30.9.2020	Six months ended 30.9.2020	Six months ended 30.9.2019	YoY change (%)
Conduct of licensees	216	392	264	-18
Conduct of registered institutions	2	9	19	-89.5
Listing-related matters and disclosure of interests	347	1,470	796	-56.4
Market misconduct <sup>1</sup>	323	451	355	-9
Product disclosure	7	81	4	75
Unlicensed activities	31	63	76	-59.2
Breach of offers of investments	49	67	85	-42.4
Boiler rooms and suspicious websites	162	318	282	-42.6
Scams and frauds <sup>2</sup>	112	255	143	-21.7
Other financial activities not regulated by the SFC <sup>3</sup>	81	163	145	-44.1
<b>Total</b>	<b>1,330</b>	<b>3,269</b>	<b>2,169</b>	<b>-38.7</b>

1 Primarily, alleged market manipulation and insider dealing.

2 Such as identity fraud and impersonation.

3 For example, bullion trading and banking complaints.