

Activity Data

Table 1 Takeovers activities

	Quarter ended 31.12.2020	Nine months ended 31.12.2020	Nine months ended 31.12.2019	YoY change (%)
Codes on Takeovers and Mergers and Share Buy-backs				
General and partial offers under Code on Takeovers and Mergers	13	28	30	-6.7
Privatisations	8	24	12	100
Whitewash waiver applications	4	22	11	100
Other applications under Code on Takeovers and Mergers ¹	95	268	216	24.1
Off-market and general offer share buy-backs	2	4	5	-20
Other applications under Code on Share Buy-backs ¹	0	1	2	-50
Total	122	347	276	25.7
Executive Statements				
Sanctions imposed with parties' agreement ²	2	4	3	33.3
Takeovers and Mergers Panel				
Hearings before the Panel (disciplinary and non-disciplinary)	0	0	2	-100
Statements issued by the Panel ³	0	0	2	-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.

3 Pursuant to section 16.1 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 inspections¹

	Quarter ended 31.12.2020	Nine months ended ⁵ 31.12.2020	Nine months ended 31.12.2019	YoY change (%)
Failure to comply with Securities and Futures (Financial Resources) Rules	2	2	7	-71.4
Failure to safekeep client securities	5	10	22	-54.5
Failure to maintain proper books and records	5	13	16	-18.8
Failure to safekeep client money	8	18	30	-40
Unlicensed dealing and other registration issues	4	8	13	-38.5
Breach of licensing conditions	1	1	3	-66.7
Breach of requirements of contract notes/statements of account/receipts	9	15	24	-37.5
Failure to make filing/notification	2	2	3	-33.3
Breach of margin requirements	2	3	4	-25
Dealing malpractices	0	2	5	-60
Breach of Code of Conduct for Persons Licensed by or Registered with the Securities and Futures Commission ²	69	169	210	-19.5
Breach of Corporate Finance Adviser Code of Conduct	0	5	4	25
Breach of Fund Manager Code of Conduct	45	116	60	93.3
Breach of regulation of online trading	1	1	6	-83.3
Non-compliance with anti-money laundering guidelines	34	118	277	-57.4
Breach of other rules and regulations of the Exchanges ³	0	3	10	-70
Internal control weaknesses ⁴	120	341	339	0.6
Others	22	52	132	-60.6
Total	329	879	1,165	-24.5

1 Including inspections conducted remotely in light of the COVID-19 pandemic.

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

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

4 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.

5 Figures have been adjusted for the period.

Table 3 Hong Kong-domiciled authorised funds

a) Number of funds by type	As at 31.12.2020	As at 31.3.2020	Change (%)	As at 31.12.2019	YoY change (%)
Bond	151	136	11	134	12.7
Equity	190	185	2.7	186	2.2
Mixed ¹	66	61	8.2	58	13.8
Money market	30	28	7.1	28	7.1
Fund of funds	88	78	12.8	81	8.6
Index ²	140	129	8.5	132	6.1
Guaranteed	1	3	-66.7	3	-66.7
Sub-total	666	620	7.4	622	7.1
Umbrella structures	144	142	1.4	141	2.1
Total	810	762	6.3	763	6.2

b) Assets under management by type	Total NAV (US\$ million) as at 31.12.2020	Total NAV (US\$ million) as at 31.3.2020	Change (%)	Total NAV (US\$ million) as at 31.12.2019	YoY change (%)
Bond	37,707	28,245	33.5	29,763	26.7
Equity	57,995	39,238	47.8	49,238	17.8
Mixed ¹	17,196	14,629	17.5	14,595	17.8
Money market	8,438	7,331	15.1	6,373	32.4
Fund of funds ³	16,863	13,166	28.1	18,000	-6.3
Index ²	46,233	32,168	43.7	38,521	20
Guaranteed	55	59	-6.8	67	-17.9
Total⁴	184,486	134,835	36.8	156,557	17.8

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 Beginning with the quarter ended 31 December 2020, the NAV of feeder funds whose master funds are authorised by the SFC has been excluded from the total NAV in the "Fund of funds" category to better reflect the total assets under management. For comparison purposes, similar adjustments have been made to the total NAV figures as at 31 March 2020 and 31 December 2019.

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

Table 4 Non-Hong Kong-domiciled authorised funds

a) Number of funds by origin	As at 31.12.2020	As at 31.3.2020	Change (%)	As at 31.12.2019	YoY change (%)
Luxembourg	1,034	1,032	0.2	1,041	-0.7
Ireland	237	222	6.8	220	7.7
United Kingdom	34	37	-8.1	51	-33.3
Other Europe	0	0	N/A	3	-100
Mainland China	51	50	2	50	2
Bermuda	1	1	0	1	0
Cayman Islands	22	26	-15.4	30	-26.7
Others	5	5	0	6	-16.7
Total	1,384	1,373	0.8	1,402	-1.3

b) Assets under management by origin	Total NAV (US\$ million) as at 31.12.2020	Total NAV (US\$ million) as at 31.3.2020	Change (%)	Total NAV (US\$ million) as at 31.12.2019	YoY change (%)
Luxembourg	1,345,312	884,452 ¹	52.1	1,107,091	21.5
Ireland ²	279,016	204,098	36.7	250,627	11.3
United Kingdom	78,866	60,602	30.1	83,239	-5.3
Other Europe	0	0	N/A	150	-100
Mainland China	26,450	18,496	43	19,252	37.4
Bermuda	128	142	-9.9	145	-11.7
Cayman Islands ²	5,041	4,685	7.6	7,407	-31.9
Others	76,062	54,638	39.2	48,959	55
Total^{2,3}	1,810,875	1,227,114¹	47.6	1,516,870	19.4

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 was published.

2 Beginning with the quarter ended 31 December 2020, the NAV of feeder funds whose master funds are authorised by the SFC has been excluded from the total NAV in the "Fund of funds" category to better reflect the total assets under management. For comparison purposes, similar adjustments have been made to the total NAV figures as at 31 March 2020 and 31 December 2019.

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

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c) Number of funds by type	As at 31.12.2020	As at 31.3.2020	Change (%)	As at 31.12.2019	YoY change (%)
Bond	344	329	4.6	337	2.1
Equity	750	760	-1.3	774	-3.1
Mixed ¹	127	123	3.3	124	2.4
Money market	16	15	6.7	15	6.7
Fund of funds	23	26	-11.5	26	-11.5
Index ²	42	41	2.4	44	-4.5
Hedge	1	1	0	0	N/A
Other specialised ³	0	0	N/A	1	-100
Sub-total	1,303	1,295	0.6	1,321	-1.4
Umbrella structures	81	78	3.8	81	0
Total	1,384	1,373	0.8	1,402	-1.3

d) Assets under management by type	Total NAV (US\$ million) as at 31.12.2020	Total NAV (US\$ million) as at 31.3.2020	Change (%)	Total NAV (US\$ million) as at 31.12.2019	YoY change (%)
Bond	632,771	469,281	34.8	570,876	10.8
Equity	875,251	532,133 ⁵	64.5	687,340	27.3
Mixed ¹	160,234	123,753	29.5	155,032	3.4
Money market	11,974	13,877	-13.7	13,400	-10.6
Fund of funds ⁴	1,192	891	33.8	1,141	4.5
Index ²	129,325	87,036	48.6	88,936	45.4
Hedge	128	142	-9.9	0	N/A
Other specialised ³	0	0	N/A	145	-100
Total^{4,6}	1,810,875	1,227,114⁵	47.6	1,516,870	19.4

1 Presented as "Diversified" previously.

2 Including exchange-traded funds.

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

4 Beginning with the quarter ended 31 December 2020, the NAV of feeder funds whose master funds are authorised by the SFC has been excluded from the total NAV in the "Fund of funds" category to better reflect the total assets under management. For comparison purposes, similar adjustments have been made to the total NAV figures as at 31 March 2020 and 31 December 2019.

5 These figures differ from those disclosed in the *Annual Report 2019-20* due to a revised figure reported after the report was published.

6 Figures do not add up to total due to rounding.

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Table 5 Complaints against intermediaries and market activities

	Quarter ended 31.12.2020	Nine months ended 31.12.2020	Nine months ended 31.12.2019	YoY change (%)
Conduct of licensees	211	603	418	44.3
Conduct of registered institutions	6	15	25	-40
Listed companies and disclosure of interests	1,013	2,483	1,695	46.5
Market misconduct ¹	234	685	409	67.5
Product disclosure	2	83	6	1,283.3
Unlicensed activities	15	78	147	-46.9
Breach of offers of investments	6	73	90	-18.9
Boiler rooms and suspicious websites	152	470	387	21.4
Scams and frauds ²	182	437	194	125.3
Other financial activities not regulated by the SFC ³	75	238	204	16.7
Total	1,896	5,165	3,575	44.5

1 Primarily, alleged market manipulation and insider dealing.

2 Such as identity fraud and impersonation.

3 For example, bullion trading and banking services.