

**SECURITIES AND FUTURES COMMISSION**

To: FRR/SFC@SFC  
cc:

Ext:

From: "Anne Ng"  
Date: 14/03/2002 11:41 AM

Our Ref:

Subject: The Proposed Amendments to the Current Financial Resources Rules

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I am appalled to learn that my agent could have been using my stock portfolio to finance his business under the current FRR. I am further infuriated by the comment of the brokerage industry that any attempt to tighten this rule will affect their business, therefore reducing the trade turnover.

Since when, has Hong Kong, the freest economy in the world decided to play God? Why should the jungle rule be not applicable to the brokerage industry?

The trade turnover is already decreasing, and if the SFC does not move quickly to protect investors better, it will further decrease; because investors, I for one, will seek other instruments to safeguard their assets.

HKSFCC will have to decide where its priority is: to protect the honest investors or the brokers?

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