

**SECURITIES AND FUTURES COMMISSION**

To: FRR/SFC@SFC  
cc:

Ext:

From:  
Date: 14/03/2002 12:24 PM

Our Ref:

Subject: The Proposed Amendments to the Current Financial Resources Rules

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I am a retail investor, in both the Hong Kong and US market and I fully support the proposal for the SFC to tighten the Financial Resource Rule (FRR) for the brokers. I am surprised to find that pooling is actually allowed under HK law. Perhaps, I should do some research on how much the HK market has evolved with the rest of the world before staying with it out of old habit.

I believe the SFC should be more aggressive in protecting the interests of investors, big and small, by eliminating the brokers' ability to pool client's assets altogether. All of the world's major markets have banned such practice and as one of the world's financial capitals, there is no reason why Hong Kong should not do the same. We are in the same league, or want to stay in the same league, right?