

Dear sirs,

Please note that FRR, requiring the LC to make the notice 10 days before transaction, which is a regulation must be amended. Furthermore, OTC product is a product trade in principal basis. Many largest company have their treasury or investment department conducting the trade. Whether the regulation will make the hardship to him.

If the OTC product is required to be traded by the professional investors. Many Master and feeder funds cause the problem in categoring the professional investor. As Master fund is the company with asset, the LC and AI will trade with fund in name of Master fund but the hardship is that Master fund is not regulated entity and the problem will be how to identify the ultimate beneficial ownership. It will cause the problem in developing the OTC market.

Please consider the present regulation for development of the market

Best Regards,

Vincent Cheng