

[Home](#) ▶ [News & announcements](#) ▶ [News](#) ▶ [Enforcement news](#)

SFC Suspends Ho Yuk Kuen and Kan Tsang Fu

20 Dec 2007

The SFC has suspended Ms Ho Yuk Kuen for six months from 20 December 2007 to 19 June 2008 and Mr Kan Tsang Fu for four months from 20 December 2007 to 19 April 2008 (Note 1).

The SFC's investigation found that:

- a client gave Kan instructions to fix the price of Chevalier iTech Holdings Ltd at a specified level;
- the specified level was well over the prevailing price of the stock;
- Kan sought assistance from Ho who advised him that the instruction could be satisfied by splitting the client's order into small lots and placing them in the last minute of trading; and
- the instruction from the client did not reflect any genuine demand for the stock.

The client's instruction showed a clear intention to manipulate the stock price but Kan and Ho asked no questions to determine whether there was any justification for the instruction nor do they appear to have considered the consequences of their conduct.

In making this decision, the SFC took into account all the circumstances including Kan's conduct was not pre-meditated and is unlikely to be repeated.

1. Mr Mark Steward, the SFC's Executive Director of Enforcement, said: "A broker has an obligation to the market not to act on instructions that will lead manipulated prices. An instruction to buy shares at a price higher than a best execution price is not in the normal course of business and needs to be queried."

Ends

Notes:

Ho is licensed under the Securities and Futures Ordinance to carry on Type 1 (dealing in securities) regulated activity, accredited to China Everbright Securities (HK) Limited. Kan is licensed under the Securities and Futures Ordinance to carry on Type 1 (dealing in securities) regulated activity. At the material time, he was also licensed to carry on Type 2 (dealing in futures contracts) regulated activity, accredited to China Everbright Securities (HK) Limited.

Page last updated : 1 Aug 2012