

(Translation)

**Hon Tommy CHUNG's motion on
“Promoting the creation of a commodity trading ecosystem and
the development of the physical delivery futures market”**

Wording of the Motion

That in order to support the Government in formulating Hong Kong's first five-year plan, and aligning with the Outline of the National 15th Five-Year Plan to promote broader international economic flows, and to consolidate and enhance Hong Kong's status as an international financial and trade centre, this Council urges the Government (including the Financial Services and the Treasury Bureau, the Transport and Logistics Bureau, the Development Bureau and relevant government departments), together with relevant industry stakeholders (including financial institutions, logistics enterprises and industry associations), to promote the creation of a commodity trading ecosystem and the development of the physical delivery futures market; the proposals include: improving the futures market's regulatory requirements and the derivatives system, and strengthening risk management functions; promoting broader offshore Renminbi ('RMB') usage, exploring commodity trading denominated and settled in offshore RMB, and introducing offshore RMB-denominated futures; studying ways to further strengthen the development of storage facilities and trading markets for precious metals such as gold and silver, and their expansion to cover commodity trading of other non-ferrous metals, new materials, etc.; optimizing the intermodal network (such as facilitating customs clearance at the cross-boundary crossing of the Hong Kong-Zhuhai-Macao Bridge); integrating with the planning of the Northern Metropolis for coordinated supply of storage sites and expansion of modern logistics facilities; and establishing a cross-departmental coordination mechanism to provide policy support and resource connections for the development of the commodity trading market, thereby promoting the development of Hong Kong as Asia-Pacific's or even the world's commodity trading and physical delivery hub.