M. Magtague Company Limited

Fox: (852) 2764 3426

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Mr. Gregory So, GBS, JP Secretary for Commerce and Economic Development Commerce and Economic Development Bureau 21/F, West Wing, Central Government Offices 2 Tim Mei Avenue Tamar Hong Kong

Mr. Ambrose Ho Chairman, Communications Authority Office of the Communications Authority 29/F, Wu Chung House 213 Queen's Road East Wanchai Hong Kong

Dear Mr. So and Mr. Ho.

Concerns regarding Mobile Spectrum and Services of Hong Kong

In response to the Second Consultation Paper published in February 2017, our company would like to express our concern as follows:

We will be paying higher prices for mobile services in the future if the HKSAR Government increases spectrum charges when the spectrum currently used by the mobile operators is re-assigned in 2020/2021.

We understand that the spectrum charges proposed by the HKSAR Government are much higher than the charges levied by governments in other countries. We believe the extra revenues received by the HKSAR Government may not immediately be reallocated and benefit the local business community. In view of the volatility of local and global economy, we believe any financial resources should be managed cautiously and stay within the business community. We would urge the HKSAR Government not to increase the spectrum charges,



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5/F-11/F., 163 Hol Bun Road, Kwun Tong, Kawlaan, Kang Kang Yel: (852) 2773 3833 Fax: (852) 2764 3428

 The Government has not released enough spectrums to enable the development of advanced mobile telecommunications services and solutions, such as 5G and internet of Things (IoT). This will have a devastating effect on consumers and businesses.

Having access to fast, state-of-the-art mobile services and solutions is extremely important for consumers and for enterprises in Hong Kong. In addition, we believe the availability of more spectrums can encourage technology start-ups and innovation gurus to leverage such platforms for exciting technology development. Such developments can certainly benefit our businesses and operations. Given other countries are far ahead of Hong Kong in terms of making more spectrum available for extended mobile applications and services development, we would here urge the HKSAR Government to find ways of releasing more spectrum to mobile operators immediately.

Certainly, your policies will have a significant impact on us as local investors, local employers and local businesses. Our company would be grateful if you, as the leaders of the HKSAR Government, can seriously take into account our views as you formulate the plans regarding the forthcoming spectrum re-assignment exercise and the release of future spectrum.

Thank you for your kind attention. We look forward to your positive response.

Yours sincerely

Mino Chan MIS Director