



CFCFA Aug 2011 Issyk Kul Meeting

CFCFA Registration

Andy Hokfan Sze

www.fastraxx.com, andy.sze@fastraxx.com

1-630-910-6777

What is special about Hong Kong?

- International city with excellent business climate, low tax rate and great corporate services
- Friendly corporate law, low director liability, world class judiciary system
- Clean government, good transparency, anti-corruption
- Excellent air transportation network and excellent hotels/meeting facilities
- Within a CAREC country (China), but as a Special Administrative Region, HK has radically different laws, government and high degree of independence

Hong Kong Registration

- HK law firm as registered office of CFCFA and provide secretarial services (includes the drafting of the Notice of Minutes of the Annual General Meeting, Annual Return, Minutes of the Board of Directors relating to the Annual General Return and updating of the statutory books).
- Total cost is HKD 6700, or USD 859 per year

Hong Kong Registration Process

- Need list of all the founder members of CFCFA for inclusion in the Memorandum of Association
- Each founder member must appoint a representative to sign the Memorandum of Association
- Certificate of Incorporation of each founder member & authorization for participation in CFCFA
- The names and addresses of the Directors and Secretary of CFCFA

Arguments in Favor of Formal Registration

- Can set up bank accounts in CFCFA's name
- Mechanism to charge application fee, admission fee and membership fee
- Compete for consulting work under CFCFA's name
- Formal, functionally oriented organizational structure

Arguments in Favor of Informal Association of Work Groups until 2013

- Attention focused on work, not on politicking or bureaucratic issues
- Flexible organizational structure oriented towards work at hand, easily adaptable to changes
- Less bureaucracy, faster decision making
- Lower fixed cost & operating cost, important when CFCFA still does not have a sustainable funding source
- Provides opportunities for members to collaborate under a “turf free” environment

CFCFA Executive Board Votes

4 Votes for Hong Kong Registration (IMLA voted "Yes" affirmatively; AAFCO, MNCI, ABBAT voted "Yes" by default)

4 Votes for Staying as Work Group until 2013
(ABADA, AIRCUZ, KFOA, KAZATO)

Capt Lin prefers Hong Kong registration, Issingarin did not express preference.

CFCFA Executive Board Votes

AAFCO, MNCI and ABBAT – please cast your votes now if you are against Hong Kong registration.

Otherwise, your vote is deemed “Yes” by default.



Спасибо! Thank you! 谢谢 !

Andy Sze, ADB Consultant

Contact: andyszeadb@gmail.com, 1 (630) 910-6777