



INVEST IN CHINA

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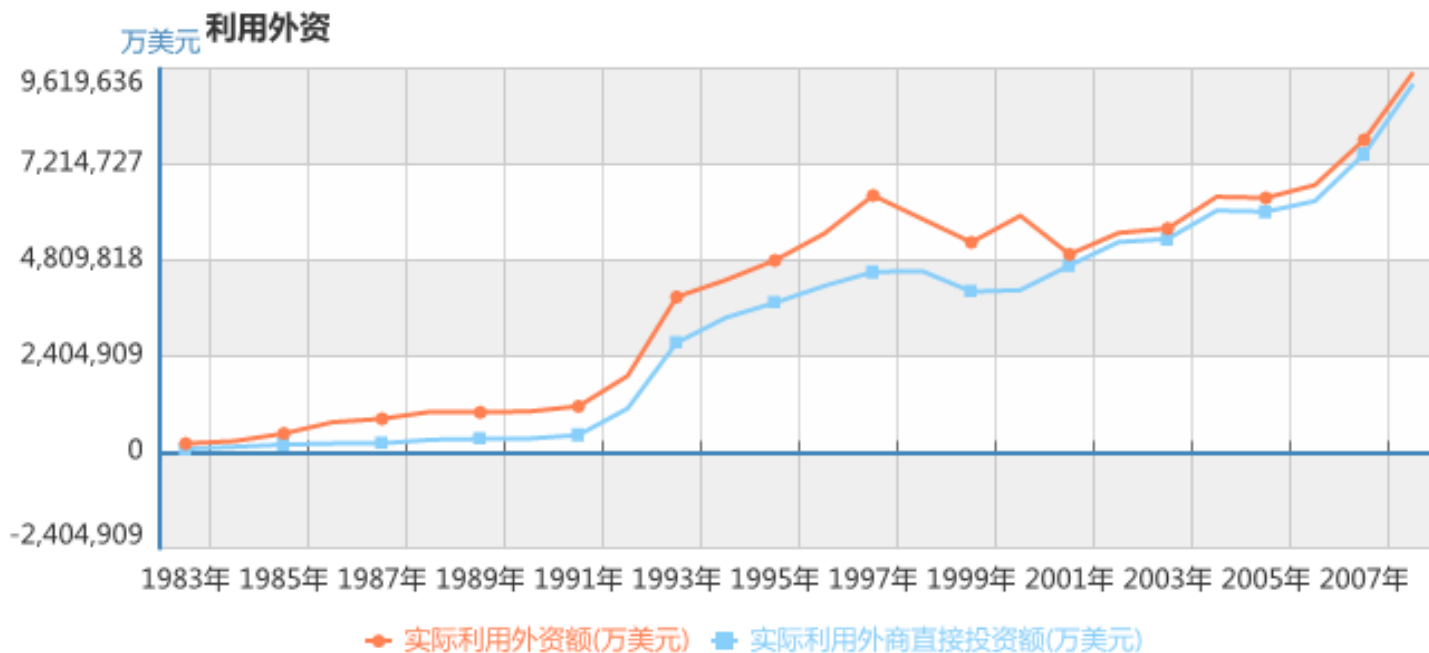
OUTLINE

- A. Brief Introduction
- B. The Basic Framework of China's Foreign Investment Regime
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A. BRIEF INTRODUCTION

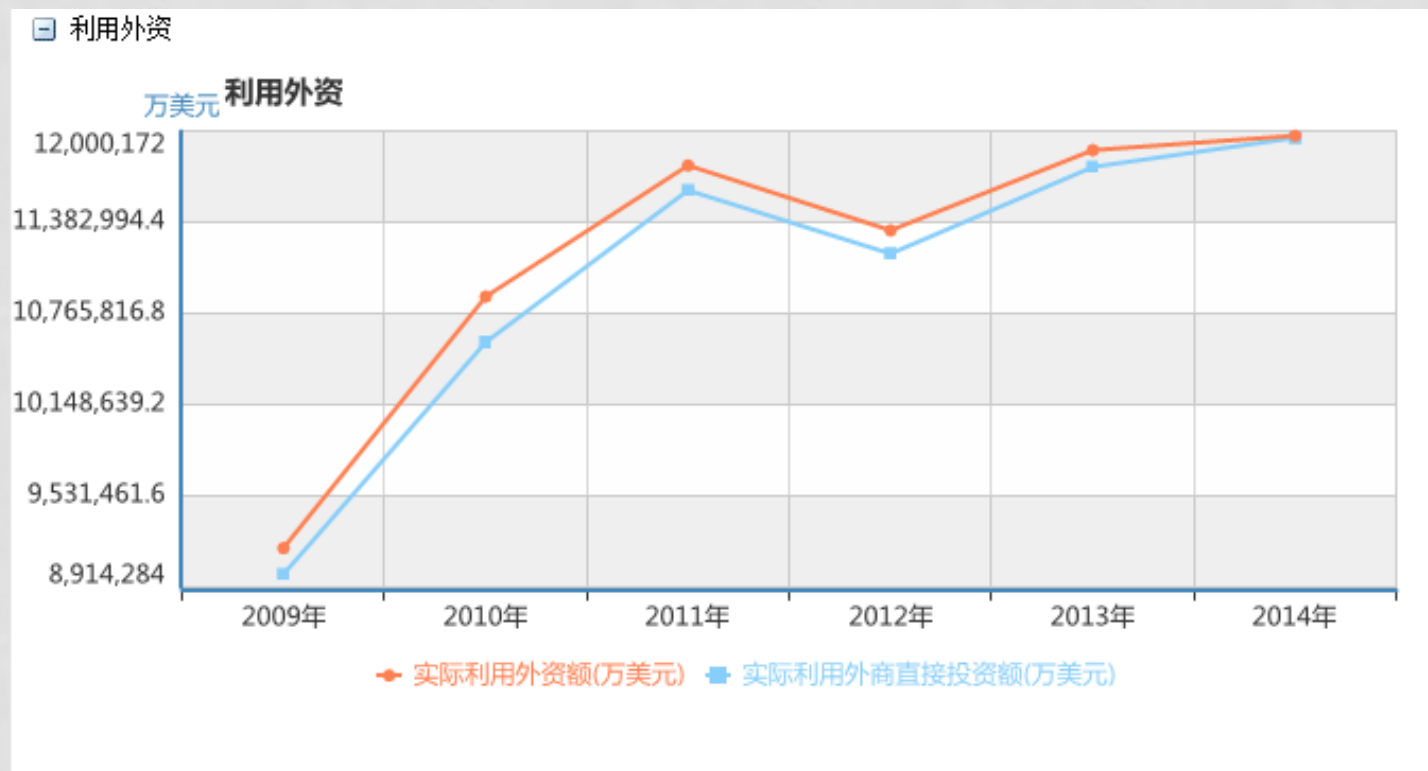
- Keep a momentum of rapid development in the 30 years (1978-2008)
- Continue fast growing even after the financial crisis (2009- now)
- Optimize the mix of foreign investment
e.g. an increase of FDI into the services sector,
- In 2014, China was estimated to have attracted \$119.6 Billion of FDI and became the top destination for FDI at the first time .

1978-2008



Data Source: National Bureau of Statistics of China
Red Line indicates the foreign capital actually utilized.
Blue Line indicates the FDI actually utilized.
Unit of Measurement: 10K \$

2009-NOW



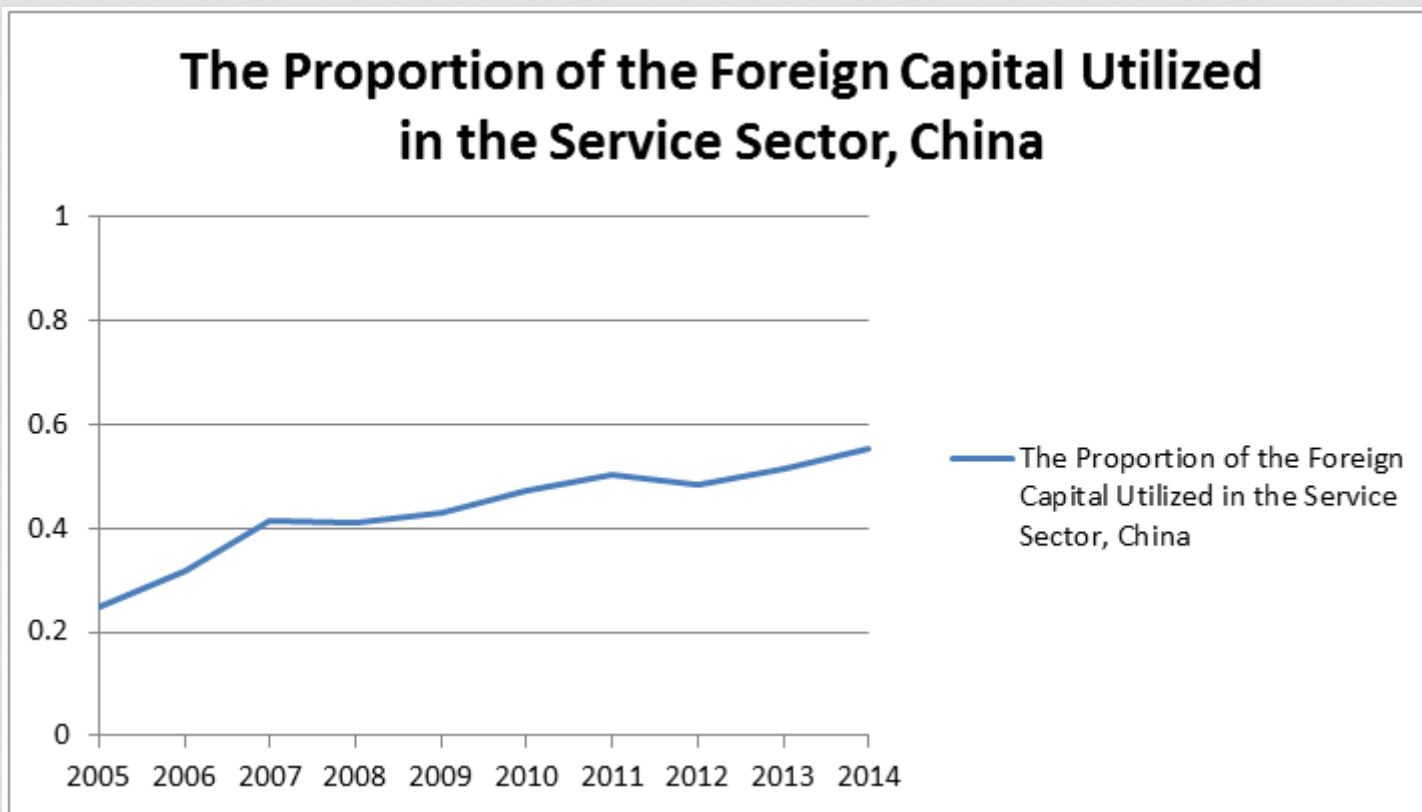
Data Source: National Bureau of Statistics of China

Red Line indicates the foreign capital actually utilized.

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Unit of Measurement: 10K \$

OPTIMIZE THE MIX OF FOREIGN INVESTMENT



Data Source: Statistical Bulletin of China's Service Industry Attracting Foreign Investment

B. THE BASIC FRAMEWORK OF CHINA'S FOREIGN INVESTMENT REGIME

- **The Tendency of the Reform**

To improve the transparency, stability, and predictability of the legal and market environment for China to attract more foreign investment.

B. THE BASIC FRAMEWORK OF CHINA'S FOREIGN INVESTMENT REGIME

- **The Key Measures:**

- 1, Eliminate the unnecessary restrictions on the market access;

e.g. Catalogue for the Guidance of Foreign Investment Industries (amended in 2015)

- 2, Accelerate the reform of the administrative examination and approval system;

e.g. abolished or delegated around 800 items in 8 batches in the past 2 years

- 3, Promote investment facilitation;

- 4, Take an active part in attracting investment;

- 5, Reach More Bilateral Investment Agreements.

e.g. China-USA, China-EU,

B. THE BASIC FRAMEWORK OF CHINA'S FOREIGN INVESTMENT REGIME

- **The Way of the Future**
- Make ***Foreign Investment Law*** , to create a fair environment for inward and domestic investment;
- Deepen the reform of the government administration,
 - Pre-establishment national treatment;
 - Negative list approach;
 - Post-establishment supervision;

C. THE ADVANTAGES OF CHINA TO ATTRACT THE FOREIGN DIRECT INVESTMENT

- The labor advantage of China shifts from low cost to well skilled.
- The industry chain, supply chain and logistic chain are much more completed.
- The doing business environment is favorable.
- The legitimate rights and interests of foreign invested enterprises are protected better.

D. CHINA'S EXPERIENCE

- Improve the legal and market environment continuously;
- Take an active part in facilitating investment;
- Provide good infrastructure and service;
- Create more advantages to attract investment.
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Thank You for Your Attention.