

**For discussion  
on 18 December 2006**

**FMAG/11/2006**

**Consultative Committee on the  
Core Arts and Cultural Facilities of the  
West Kowloon Cultural District**

**Financial Matters Advisory Group**

**Preliminary Financial Analysis of  
Private Sector Involvement Scenarios**

**Purpose**

This paper seeks Members' comments on the preliminary financial analysis of the private sector involvement (PSI) scenarios conducted by the Financial Advisor.

**Preliminary Financial Analysis**

2. The Financial Advisor has conducted a preliminary financial analysis of the PSI scenarios discussed at the third meeting of the Financial Matters Advisory Group held on 27 October 2006. The financial analysis gives preliminary revenue and costs estimates of developing and operating various arts and cultural facilities recommended by the Performing Arts and Tourism Advisory Group and the Museums Advisory Group, and other related facilities under the PSI scenarios. The

Financial Advisor will present their findings at the meeting.

**Advice Sought**

3. Members are requested to comment on the Financial Advisor's preliminary financial analysis of the PSI scenarios.

**Financial Matters Advisory Group Secretariat  
December 2006**