

香港特別行政區政府
商務及經濟發展局
工商及旅遊科



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COMMERCE AND ECONOMIC
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21 May 2015

Dr Hon Elizabeth QUAT
Legislative Councillor
Room 606, Legislative Council Complex
1 Legislative Council Road, Central
Hong Kong

By Fax and By Post
[Fax No.: 2833 9132]

Dear Dr Hon QUAT,

**Examining the Estimates of Expenditure for the Financial Year 2015-16
Question Serial No. R092**

In response to your earlier enquiry on the statistics about the investment projects of Invest Hong Kong and Hong Kong's foreign direct investment, our reply is as follows –

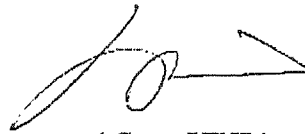
2. In the past 10 years, Invest Hong Kong completed 1 449 investment projects with the support of its Investment Promotion Units in overseas Hong Kong Economic and Trade Offices. These projects are mainly from markets including the United States, the United Kingdom, Japan and Australia and from target sectors including information and communications technology, tourism and hospitality, business and professional services as well as innovation and technology. Details of the completed investment projects are as follows:

Year	Number of completed projects	Investment amount (HK\$ billion)
2005	126	4.6
2006	111	7.4
2007	121	4.4
2008	114	1.2
2009	132	0.9
2010	157	1.1
2011	161	1.6
2012	173	2.8
2013	179	5.1
2014	175	2.2

- 2 -

3. Regarding the statistics of Hong Kong's foreign direct investment, the foreign direct investment in Hong Kong in terms of investment value, percentage to gross domestic product (GDP), major investor countries/territories and key industry sectors in terms of economic activities from 2004 to 2013 (the statistical data for 2014 are not yet available) are detailed at Annexes 1, 2 and 3 respectively.

Yours sincerely,



(Sam HUI)

for Secretary for Commerce and Economic Development

c.c.

Clerk to the Finance Committee of the Legco (Fax no.: 2869 6794)

The Treasury Branch, Financial Services and the Treasury Bureau (Fax no.: 2530 3444)

Commerce, Industry and Tourism Branch, Commerce and Economic Development Bureau

Resource Management Unit (Fax no.: 2869 4406)

Inflow of direct investment liabilities of Hong Kong

Year	Inflow of direct investment liabilities during the period		GDP at current market prices
	HK\$ million	As a ratio to Gross Domestic Product (GDP) (%)	HK\$million
2004	173,015	13.1	1,316,949
2005	318,561	22.6	1,412,125
2006	348,865	23.2	1,503,351
2007	484,546	29.4	1,650,756
2008	521,993	30.6	1,707,487
2009	420,717	25.4	1,659,245
2010	642,570	36.2	1,776,332
2011	748,240	38.7	1,934,430
2012	580,861	28.5	2,037,059
2013	596,086	28.0	2,131,804

Note: The aggregate direct investment figures presented in this table are compiled based on the "asset/liability principle" as recommended in the *Sixth Edition of the Balance of Payments and International Investment Position Manual* released by the International Monetary Fund.

Source: Balance of Payments Section (2)1, Census and Statistics Department

Flow of inward direct investment (DI) of Hong Kong at market value by selected major investor country/territory

Major investor country/territory	DI inflow during the year (HK\$ billion)									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
British Virgin Islands	58.1	58.1	102.3	123.4	109.6	122.3	236.9	151.5	191.9	341.9
The mainland of China	57.3	79.3	119.6	113.0	183.0	214.8	288.2	318.1	232.7	46.6
Netherlands	10.5	17.9	30.1	38.7	35.8	45.6	26.0	59.6	37.8	16.1
Bermuda	8.2	45.9	13.6	21.7	23.4	53.8	28.7	40.3	73.0	45.7
United States of America	46.6	-31.5	53.4	38.2	-8.2	-4.1	-152.9	21.9	-120.8	21.2
Cayman Islands	6.0	-0.3	16.3	4.8	3.0	10.5	21.2	20.0	12.6	34.4
Singapore	3.9	8.0	8.1	14.3	6.4	7.0	12.2	82.6	17.1	14.0
Japan	-12.6	23.8	-15.4	12.3	8.4	12.8	15.2	5.0	7.7	6.3
United Kingdom	18.1	14.4	14.6	21.0	27.4	0.7	12.0	1.6	43.9	23.1
Cook Islands	*	2.3	0.9	0.8	7.5	0.1	4.2	6.3	10.1	15.6
Other countries/territories	30.9	47.0	-18.7	67.4	57.7	-33.0	56.4	45.0	38.3	11.4
Total of all countries/territories	227.1	264.9	324.8	455.6	454.1	430.5	548.0	751.8	544.3	576.2

- Notes:
- (1) The total of all countries/territories presented in this table is different from the aggregate direct investment liabilities presented in Annex 1 due to the adoption of different presentation principles, with the former compiled based on the "directional principle" and the latter based on the "asset/liability principle" in accordance with the international statistical standards. The total of all countries/territories in this table should be referred to in calculating the shares of individual investor countries/territories, while the direct investment liabilities in Annex 1 should be referred to in the analyses on aggregate statistics.
 - (2) Individual figures may not add up to the total due to rounding.
 - (3) Country/Territory here refers to the immediate source economy. It does not necessarily reflect the country/territory from which the funds are initially mobilised.
 - (4) Negative inflow does not necessarily relate to equity withdrawal. It may be the result of repayment of loans owed to non-resident affiliates.
 - (5) Selected major country/territory are selected based on the position of Hong Kong's inward DI from individual investor countries/territories in recent years.
 - (6) * Detailed country/territory classification has been adopted in the compilation of external DI statistics since 2005. Therefore, the figure for this country in 2004 is not available.

Source: Balance of Payments Section (2)1, Census and Statistics Department

Flow of inward direct investment (DI) of Hong Kong at market value by major economic activity of Hong Kong enterprise groups

Major economic activity of Hong Kong enterprise group	DI inflow during the year (HK\$ billion)									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Investment and holding, real estate, professional and business services	104.3	142.5	178.4	223.3	242.1	257.6	442.3	412.2	441.9	358.0
Banking	33.3	42.2	45.5	77.3	70.4	78.9	122.6	133.4	60.2	110.6
Import/export, wholesale and retail trades	42.9	21.5	48.7	75.0	63.2	64.0	51.4	125.6	101.5	57.1
Financing (except banking, investment and holding companies)	17.0	13.4	10.2	29.4	20.0	14.4	19.6	-21.5	21.3	13.3
Transportation, storage, postal and courier services	9.0	11.5	17.8	14.6	7.6	18.4	31.0	44.3	-4.7	0.7
Construction	-1.2	0.5	5.8	9.5	3.7	-0.5	16.8	18.3	7.9	9.6
Insurance	6.3	9.6	7.1	1.4	25.0	20.3	-140.8	14.8	-100.1	5.1
Manufacturing	10.4	4.0	4.8	11.3	22.3	-23.2	-1.3	4.9	7.2	8.2
Information and communications	0.5	9.4	1.6	6.7	-8.3	-3.4	3.5	5.8	2.6	4.6
Accommodation and food services	1.4	-0.2	1.7	2.7	4.2	1.5	2.4	4.8	7.0	2.6
Other activities	3.1	10.5	3.0	4.4	4.0	2.4	0.6	9.1	-0.4	6.5
Total of all economic activities	227.1	264.9	324.8	455.6	454.1	430.5	548.0	751.8	544.3	576.2

- Notes:
- (1) The total of all economic activities presented in this table is different from the aggregate direct investment liabilities presented in Annex 1 due to the adoption of different presentation principles, with the former compiled based on the "directional principle" and the latter based on the "asset/liability principle" in accordance with the international statistical standards. The total of all economic activities in this table should be referred to in calculating the shares of individual economic activities, while the direct investment liabilities in Annex 1 should be referred to in the analyses on aggregate statistics.
 - (2) Individual figures may not add up to the total due to rounding.
 - (3) A Hong Kong enterprise group (HKEG) mainly consists of a Hong Kong parent company, its Hong Kong subsidiaries, associates and branches.
 - (4) For an enterprise group, economic activity here refers to the major economic activity of the whole enterprise group in Hong Kong. If an HKEG is engaged in a wide variety of activities, its economic activity is determined on the basis of the economic activity in respect of which the operating revenue is predominant.
 - (5) Negative inflow does not necessarily relate to equity withdrawal. It may be the result of repayment of loans owed to non-resident affiliates.

Source: Balance of Payments Section (2)1, Census and Statistics Department