

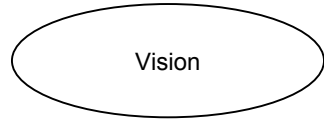
Main Themes

Major Issues

Vision

Recommendations

Strategic Level

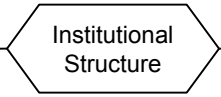


HK/PRD = the services megalopolis of China & the world

- HK = management & professional centre, the services metropolis of the HK/PRD megalopolis

- The PRD strategy should be an integral part of HK's macro policy rather than only a separate measure.
 - The private sector should develop a coherent voice to advocate HK/PRD economic integration
 - The HKSAR together with the PRD govts should advocate more support from the Central Government.
 - There is a need to strengthen governmental expertise in monitoring economic and political development in the mainland.
- ...Total 13 recommendations

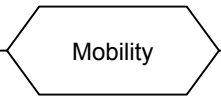
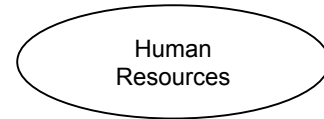
Systemic Level



HK/PRD in partnership

- HK and PRD have clear definitions of their respective roles
- Strong institutional linkage between HK and PRD, both in private and public sectors

- HK and Shanghai should not compete with each other, but should instead form a partnership. HK's competitors are other world cities, whilst Shanghai's competitors are other mainland cities. Although the two cities have some overlapping areas (competition), there exists much more cooperative opportunities.
 - To establish a sustainable common vision of HK/PRD integration with common goals.
 - To convince the HKSAR government and share the vision to the PRD municipalities.
- ...Total 12 recommendations

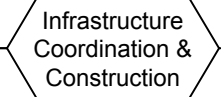


HK is a place of talents, and a place to attract talents

- HK = a centre of quality human resources for PRD and the whole country
- HK attracts the best talents from the country and around the world
- Mobility is enhanced by appropriate education and welfare system

- The Government should support the universities to provide better facilities for the teaching of design and branding so that we can be in the forefront of the world. This is necessary if we are going to upgrade the production facilities in the PRD.
 - Professional institutions should introduce or enhance new or existing accreditation mechanism in a properly coordinated manner.
 - The government should facilitate the employment market for technology graduates.
 - The HKSAR Government should recognise the qualification from the mainland universities. The mutual recognition of professional and academic qualification between Hong Kong and the PRD needs to be speeded up. More generally, standards between Hong Kong and the PRD should be harmonised through a benchmarking process.
- ...Total 18 recommendations

Market Dynamics



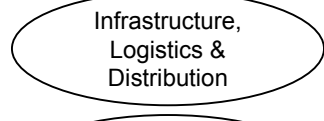
A fully connected HK/PRD

- An integrated transport infrastructure that enhances tourism, logistics, distribution and mobility of people
- HK as the transport hub for PRD
- HK/PRD as hub for the country and the world



HK/PRD = the most dynamic financial, tourism, distribution & information hub

- Competitiveness through competition among HK/PRD enterprises
- HK and PRD cooperate in promotion and business facilitation



HK/PRD offering the most vibrant and efficient services

- HK = financial centre with PRD = clerical centre
- HK/PRD = world-class tourist destination
- HK = environmental services centre
- HK = Fifth Avenue while PRD = mega shopping centre



- Liberalisation of banking services, allowing greater market access for HK banks through CEPA
 - PRD companies should be made a specific target in InvestHK's promotional programmes.
 - We need to build the harbour waterfront, sports stadium, heritage hotel, etc.
 - HK should organize sales festivals to attract international tourists, as Dubai and Bangkok do.
 - HKSAR Government and the transport and logistics industry should collaborate to promote the physical integration of HK with the PRD, so that a network of roads and railways are built to accommodate a predominant flow of goods from the manufacturing centres to and from HK's sea and airports
 - One of the priorities of the SAR Government is to improve inter-modal transport between HK and the Mainland to ensure the smoother flow of goods and people across the region, thus enhancing the efficiency and competitive edge of both HK and the PRD.
 - Ports in the PRD should cooperate to form a "Port Alliance" for utilisation of facilities, information sharing and joint marketing, as well as facilitating the inland port distribution network.
 - HK and PRD governments should consider to set up integrated "Logistic Circles": container airports and major ports as hubs, railways as the framework and land transport as the pillar, facilitating cargo movement with highly efficient operations and new technology.
 - One possibility is to give rebate to municipalities for cargo coming through HK.
 - Besides relaxation of business visas, registered Shenzhen residents with household ID cards should be able to enter HK freely.
 - The key is "packaging", providing variety, quality services at reasonable price.
 - "Pollution knows no border," and therefore environmental issues should be dealt with in macro-level policymaking. Coordinated multi-disciplinary efforts have to be undertaken, e.g. a Regional Environmental Arrangement.
 - Common environmental standards should be set up. Cross-border environmental laws and regulations should be considered by the governments in the PRD region.
- ...Total 37 recommendations