



Constitutional and Mainland Affairs Bureau
The Government of the Hong Kong Special Administrative Region of the People's Republic of China

HONG KONG'S POSITIONING IN THE NATIONAL 14TH FIVE-YEAR PLAN

11 MAY 2021

Our Missions

Chapter 61: Maintaining the long-term prosperity and stability of Hong Kong and Macao

- * To fully and faithfully implement the principle of “one country, two systems”, “a high degree of autonomy” and “Hong Kong people administering Hong Kong”, and uphold the constitutional order as enshrined in the Constitution and the Basic Law
- * To uphold the Central Authorities’ overall jurisdiction over the Special Administrative Regions (SARs), and implement the legal system and enforcement mechanisms for the SARs to safeguard national security
- * To consolidate and enhance Hong Kong’s competitive edges
- * To better and fully integrate into the development of the country

Chapter 31 (Part 3): Proactively and progressively taking forward the development of the Guangdong-Hong Kong-Macao Greater Bay Area (GBA)

Four Traditional Sectors

- * International financial centre
- * International transportation centre
- * International trade centre
- * International legal and dispute resolution services in the Asia-Pacific region



Financial Sector

- * Global offshore Renminbi business hub
- * International asset management centre
- * Risk management centre



Four Emerging Sectors

- * Raise for the first time the support for Hong Kong to –
 - * Develop into an **international innovation and technology hub**
 - * Enhance its status as an **international aviation hub**
 - * Develop into an **East-meets-West centre for international cultural exchange**
 - * Develop into an **intellectual property trading hub**



(Photo credit: westkowloon.hk; brandhk)

Opportunities that Hong Kong should grasp

New development pattern:

- * **“Dual circulation”**: Driven by reform and innovation, led by quality supply and creating new demands, to take the domestic market as the mainstay while enabling domestic and foreign market to interact positively with each other

Opportunities that Hong Kong should grasp (cont.)

Key development areas:

- * Pursue **innovation-driven development**, taking innovation as the primary driving force of development
- * Develop into a **science and technology power**, for instance, by targeting to increase the overall R&D spending by at least 7% per annum
- * Develop **strategic emerging industries**, targeting that the value added of the strategic emerging industries should account for more than 17% of the GDP



Opportunities that Hong Kong should grasp (cont.)

Develop into an international innovation and technology (I&T) hub

- * **Invested over HK\$100 billion** and rolled out a series of measures
- * **GDP on R&D significantly increased** to HK\$26.3 billion in 2019
- * **Number of local start-ups tripled** from 2014 to over 3,300 in 2020; manpower increased by over four times
- * **Venture capital increased about seven times** from 2014 to HK\$10 billion in 2019
- * **Eight unicorns** emerged in Hong Kong



Opportunities that Hong Kong should grasp (cont.)

Develop into an international innovation and technology (I&T) hub

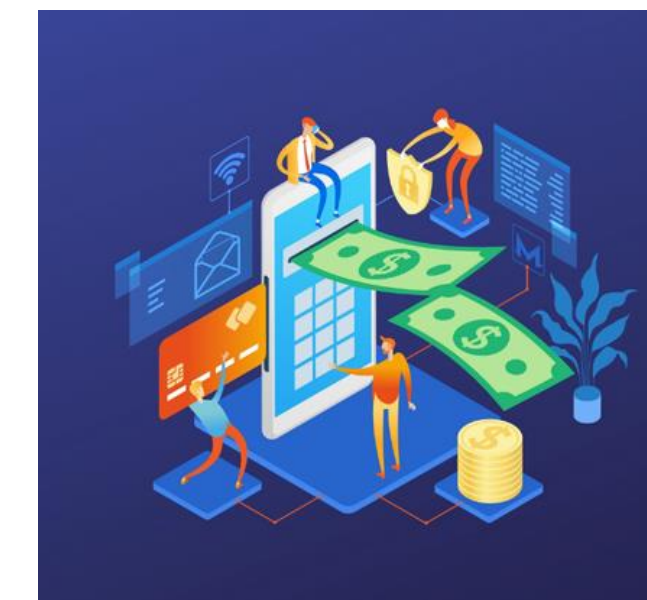
- * Actively collaborate with GBA cities, in particular Shenzhen, on I&T front, to build an Integrated National Science Centre
- * Pressing ahead full steam the development of the Hong Kong-Shenzhen Innovation and Technology Park, with over HK\$30 billion funding approved
- * Explore measures to facilitate the cross-boundary flow of innovation elements



Opportunities that Hong Kong should grasp (cont.)

Innovative financial services

- * I&T acts as a strong driving force for the development of the financial sector
- * Assuring progress made in Hong Kong, including –
 - * Home to more than 600 fintech companies and start-ups
 - * Eight virtual banks and four virtual insurers
 - * Launch of the Faster Payment System (FPS)



Opportunities that Hong Kong should grasp (cont.)

- * Include the **Shenzhen-Hong Kong Loop** as a major platform of co-operation in the GBA
- * **Foster co-operation and exchanges** with countries and regions around the world
- * Improve policy measures to **enable Hong Kong residents to develop and live in the Mainland**



Opportunities that Hong Kong should grasp (cont.)

Develop a high-quality GBA

- * **Best entry point** to integrate into the overall development of the country
- * **Deepen and widen co-operation** between Guangdong, Hong Kong and Macao
- * A **stepping stone** for strengthening exchanges and co-operation between Hong Kong and the Mainland on different fronts, including financial services, I&T, transportation, youth employment and entrepreneurship



(Photo credit: bayarea.gov.hk; brandhk)

Opportunities that Hong Kong should grasp (cont.)

- * Proactively become a “**participant**” in domestic circulation and a “**facilitator**” in international circulation amidst the “dual circulation” development strategy of our country
- * Provide golden opportunities for Hong Kong businesses to benefit from the 14th Five-Year Plan





Thank you!