



**AN INTRODUCTION
TO
XIAMEN SPECIAL ECONOMIC ZONE**

Ladies and Gentlemen,

I'm so lucky and delighted today to attend this conference and I'd like to employ this opportunity to make an introduction of Xiamen Special Economic Zone (XSEZ for short) to you, through which, I hope, you can have a better understanding of XSEZ so that the ties and cooperations between us can be promoted.

Xiamen is a coastal city, situated in the southeast of Fujian Province, China, and consisting of Xiamen Island, Gulangyu Islet and the coastal part on the north bank of Jiulongjiang (river). It covers a total area of 1510 sq.km. with a population of one million.

XSEZ was set up in Oct. 1980 with the approval of the State Council of the People's Republic of China and the construction started in Oct. 1981. During the construction period, an area of 2.5 sq.km in Huli located in the northwestern part of Xiamen Island was designated as a district for export-oriented processing industry. In March 1984, the Central Government decided to extend XSEZ to the whole island (including Gulangyu Islet), with an area of 131 sq.km. and a population of 350,000. Certain free port policies are put into effect step by step there.

XSEZ was set up in accordance with the strategic policy of being "open to the outside world" as formulated by our Central Government. The initiation of XSEZ is also creditable to the superiorities Xiamen itself has such as an excellent deepwater harbour, convenience in transportation, a sound industrial and agricultural base, backing of vast hinterland, big potentials for production development, a developed culture and education, a strong technical force and abundant tourism resources. Over the past five years, through construction and development on this relatively good foundation, we have improved the investment environment and now we are still trying every possible effort to make it more attractive to foreign investors and businessmen the world over who can come for more effective cooperation with us. Now, allow me to make a more detailed description of XSEZ from the following aspects.

Xiamen is actually a natural harbour, which is very wide and deep, permitting free passage of ships up to 50,000 tons without being affected by the tide. Ships of 100,000 ton class can enter the harbour with the tide. From Xiamen it is 287 nautical miles to Hongkong, 165 n.m. to Gaoxiong, 677 n.m. to Manila and 1600 n.m. to Singapore. Since very early time Xiamen has all along been an important foreign trade port on the south-eastern coast of China. At present Xiamen Port has established trading relations with more than 90 countries and regions in the world. Scheduled cargo fleets and passenger liners sail directly to Hongkong. There are also non-scheduled through freighters to Singapore, Japan and Australia. In 1983, four deep-water berths of 10,000 tonnage were built up in Dong Du of Xiamen, two of which are for 50,000 ton class ships and one container dock of 10,000 ton class. The second construction phase is under preparation for five new deep-water berths and scheduled to complete step by step before 1990. The road transportation in Xiamen is very convenient. The completion of Gaoqi-Jimei seawall in 1956 links Xiamen with the mainland. Now, a network of railways and highways connects Xiamen with the other parts of China. The newly completed Xiamen International Airport was open to service in Oct. 1983. Domestic airlines so far opened are Xiamen - Beijing, Xiamen -

Shanghai, Xiamen - Guangzhou, Xiamen - Xian, Xiamen - Hangzhou; international airlines opened so far are Xiamen - Hongkong, Xiamen - Manila, Xiamen - Japan. Xiamen Airline Co. Ltd. the first local airline Co. in China has already begun its operation. Now they are actively negotiating with foreign airline Co. for opening new international air routes. Regarding telecommunications, the all digital programmable control automatic telephone exchange system imported in 1984 was put into service early in 1985. The introduction of the programmable exchange system made it possible to dial directly from Xiamen to all big and medium cities in China as well as to Hongkong, U.S.A. and Japan. The communications of Xiamen with outside world has thus been considerably improved.

Xiamen Island has 588 industrial enterprises with more than eighty thousand workers and staff members. The main industrial trades includes electronics, machinery, instruments, chemical industry, medicine, light industry, textile, foodstuff, plastic, rubber, building materials, ship building and arts and crafts. Xiamen's industry is characterized by the fact that light industry plays a dominant part and is adaptable. In recent years, there has been a rapid development in electronics, light industry, textile, chemical industry, machinery, building materials. A number of products are quite competitive in the international market.

The Huli Industrial District set up in 1981 has basically completed its first phase construction. More than 100,000 sq.m. of land is available for building factories. 19 general-purpose factory buildings with a floor space of 360,000 sq.m. and a high-class residential quarter for foreign businessmen are ready for use. In the south of district, a residential quarter for local working staff is basically completed. A new town accommodating a population of 70,000 is beginning to take shape. Since 1984, a number of enterprises involving foreign investment have been completed and put into operation there.

Situated in subtropical zone, Xiamen has a mild climate and abundant rainfall, very suitable for farming. In addition to grain, there are staple industrial crops such as vegetable, peanut, sugarcane, tobacco, jute and tea. It is also famous for subtropical fruits such as citrus, longyan, Lichi, pineapple, banana, as well as special flowers and trees. Xiamen and neighbouring Longqi and Jinjiang prefectures form the well known "Golden Triangle" in South Fujian. This triangular area is relatively developed in economy, vast in size, rich in products and long in coast line, having brilliant prospects for the development of industry, agriculture, animal husbandry and fishery. Last year, the State Council approved the designation of this triangular area as an "economic open zone" to the outside world.

Xiamen is relatively developed in education. At present it has 6 schools of higher learning, e.g. Xiamen University, Xiamen Aquatics College, Jimei Navigation College, Lujiang Vocational College etc. There are also 11 vocational schools covering finance and economics, light industry, chemical industry, arts and crafts, it has 36 middle schools (one of them is an English middle school.) Students at school amount to 160,000. Annually there are over 6,000 graduates above high-school level available for recruitment by enterprises. Thanks to the rapid development of vocational schools in recent years, a large number of professionally skilled workers have been provided to XSEZ enterprises and they are well received. Furthermore scientists and engineers in Xiamen engaged in various kinds of sciences and technologies amount to over 10,000. There are also as many as 22 special research institutions and 20 natural science associations.

Xiamen has rich tourism resources. With hills behind and the sea in front, it's very pleasant in climate all the year round. There are a lot of sightseeing spots of both natural beauty and historic interests. With better and better tourist service facilities in recent years, more and more tourists from both at home and abroad come to Xiamen for sightseeing.

As a result of the practice of a series of open policies in China and the improvement of the XSEZ investment environment and especially as a result of the extension of XSEZ to the whole island, the number of economic organizations and foreign investors coming to Xiamen from Hongkong & Macao, West Europe, America, Asia-Pacific region, Middle East and East Europe has doubled and redoubled. Up to Dec. 1985, a total of 303 contracts had been signed with foreign investors, with investment totalling USD 1.1 billion, of which USD 650 million is from oversea. Among the 303 contracts, 211 have been approved and are in execution now, involving an investment total of USD 860 million, of which USD 427 m. is from oversea. At present, industry dominates the joint venture enterprises so far in operation. The next is tourism and real estate.

For the modernization of Xiamen's existing enterprises, in 1985 alone, 148 agrèements for the import of advanced technology and equipment were signed with different countries, resulting in a total of 1828 sets of equipment imported, of which certainly quite a lot were from your esteemed country.

With respect to agriculture, we have introduced from over 30 countries more than 2,000 varieties of quality seeds and relevant growing technology, of which many have passed the test-grow period and are in commercial production now, some have entered in to the international market.

Regarding the attraction of foreign funds and development of financial business, our Government allows foreign banks to set up their branches in XSEZ. Now, upon approval, Xiamen International Bank — the first joint venture bank in China has set up. Banks having branches in XSEZ are: United Overseas Bank (Singapore), Chiyu Bank (Hongkong), Hongkong & Shanghai Bank, Orient Bank (U.S.), Oversea Chinese Bank (Singapore). Standard Chartered Bank, Ka Wah Bank (HX) have their representative offices in XSEZ. The booming of banking business in Xiamen helps a lot to link the economy of XSEZ with that of foreign countries, giving yet another great impetus to the healthy development of XSEZ economy.

Ladies and gentlemen,

XSEZ will, as ever before, take vigorous actions in attracting foreign funds, advanced technology and equipment and managerial experience so as to turn XSEZ into a diversified and multi-economic — element one, in which modern industry is taken as the mainstay whereas entrepot trade, financial business, transportation, tourism and real estate are likewise developed.

At present, strees in XSEZ is laid on the following:

1. Further improve the investment environment, pay close attention to the construction of energy and transportation facilities. Xiamen's power supply system is connected with the

grid of Fujian Province. It's enough to meet the current demand. However, with the development of XSEZ there will be an increasing demand for electricity. Therefore, a new thermal power plant of 2 x 300,000 kw is scheduled to be built outside the island and Xiamen's own complete power supply system can thus be formed. To improve the transportation between the island and the inland, a cross-sea bridge spanning Gaoqi (at the island) and Jimei (at the mainland) will be built. In this connection, highways further down to Hunan and Jiangxi provinces will be opened. Parallel with the second construction phase for the harbour, managerial experience will be brought in to enhance the handling capacity of the existing harbour facilities. As to communications, a 20,000 gates programmable control telephone exchange system will be added to the existing exchange system.

2. Develop modern industry and improve the technology and management of the existing enterprises. As an opening to the outside world for absorbing advanced technology and managerial experience, Xiamen will devote its major efforts to developing technology-intensive and knowledge-intensive industries ranging from electronics, precision machinery and instruments to new types of building material, refine chemistry, textile, food-processing and light industry. Export oriented processing industry will also be developed. When taking up a new industrial project, we'll use the form of "introduction from abroad and association with the inland", i.e. to bring in foreign fund and advanced technology while selecting from inland a technically and economically qualified enterprise(s) as a partner to ensure full digestion of the technology imported.

Along with the development of new industry, empasis will be given to the modernization of Xiamen's existing enterprises. Most of the existing them, I should say, are outdated in equipment and backward in management. They have, however, ready made factory buildings as well as a large number of technicians and skilled workers. So long as appropriate advanced equipment and technology is introduced they will soon take on a new look and achieve economic benefits.

3. Develop plantation, animal husbandry, cultivation and breeding of aguatic as well as diversified industrial crops.

4. Develop tourism.

The short term emphasis is on the construction of landscape sightseeing spots. Meanwhile, we'll also build entertainment facilities, villas, hotels, apartment houses and office buildings and other real estate.

5. Attach importance to personnel training and education. A great number of specialized people in different occupations are indispensable for the development of XSEZ. Various ways of training will be adopted, such as open training courses, run vocational schools and colleges, and send people abroad for advanced study. In addition, we'll invite foreign experts to XSEZ for service or participation in the construction and management of the city, the harbour and enterprises.

6. Develop banking business for absorption of more foreign funds and for better capital circulation. We earnestly welcome foreign banks and financial institutions to come to XSEZ for setting up their branches and offices.

7. Make full use of the advantages of Xiamen Port for development of tax-free warehouses and diversified entrepot trade.

Ladies and gentlemen,

Over the past few years our Government has promulgated in different times a number of statues and regulations on the establishment of an enterprise with foreign investment in special economic zones. Authorized by the Standing Committee of the National People's Congress our Municipal Government formulated in 1984 five locally applied regulations, which have been approved by the People's Congress of Fujian Province and put into effect. According to the laws and regulations concerned, foreigners coming to XSEZ for investment will enjoy preferential treatment as follows:

1. Import duties and the consolidated industrial and commercial tax shall be exempted for XSEZ enterprises importing machines and equipment, raw materials, spare parts and accessories, fuels, factory building reforming materials means of transportation, for their own production purposes. Export duties and the consolidated industrial and commercial tax shall be exempted for export products made by XSEZ enterprises. Import duties and the consolidated industrial and commercial tax shall be exempted for office appliances and daily necessities (except cigarettes and wines) brought in for their own use by foreign and Hongkong & Macao employees in XSEZ enterprises.
2. A 15% preferential enterprise income tax shall be levied. Local income tax shall be exempted. A two-year tax holiday commencing from the first profit-making year is allowed, followed by a 50% reduction in the three following years.
3. Foreign investors are exempted from remittance tax when repatriating after tax profit derived lawfully from the enterprise concerned. Employees from foreign countries, Hongkong and Macao in XSEZ enterprises are exempted from remittance tax when repatriating income due them.
4. Land used by XSEZ enterprises is allotted by XSEZ Government according to the unified planning of the city and their actual need, and a certificate for the right to use the land is issued to the user. The land use period varies with the nature of the industry the user is engaged in, the longest being 60 years. Renewal for the period can be applied when it's expired. The right to use the land may, within the specified use period, be transferred upon approval by authorities concerned. With regard to the land use period and the fee to be paid for the use, preferential treatment can be enjoyed depending on the trades, locations and how advanced the technology involved is.
5. A certain quota of domestic sales can be given to those XSEZ enterprises products which prove especially advanced in technology or it's otherwise necessary for China to import.
6. The workers and staff members of an XSEZ enterprise may be recruited by the enterprise itself or may be recommended by the Labour Service Company of XSEZ, and shall be selected by the enterprise through examination on the strength of their individual qualifications. Those who don't do well can be dismissed. The structure and scale of wages and the ways of reward and subsidy for the workers and staff members are determined by XSEZ enterprises themselves.

7. Convenience in procedure handling is provided for people coming in and going out. Foreigners, oversea Chinese can come in with the entry visa issued by China Visa Office. Those who have invitation letters or telegrams sent by XSEZ Government can go directly to the Port of Xiamen to obtain visas.

8. Enterprises using foreign investment and set up upon approval of XSEZ Government within Xiamen area but outside the Special Economic Zone can also apply for the above preferential treatments.

Investors' properties, due profits and other legal rights and interests in XSEZ are protected by the Law of the People's Republic of China.

Ladies and gentlemen,

Xiamen Special Economic Zone is faced with a new development period. As always, we wholeheartedly welcome foreign businessmen and friends to come to XSEZ for making investment in setting up factories and entering into any kind of economic and technical cooperation with us.

Thank you.

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廈門經濟特區簡介

A BRIEF INTRODUCTION OF XIAMEN SPECIAL
ECONOMIC ZONE

廈門市經濟貿易委員會

XIAMEN ECONOMIC RELATIONS AND TRADE COMMITTEE

1985. 11

廈門經濟特區簡介

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前 言

廈門經濟特區於一九八〇年十月經國務院批准設立，一九八一年十月開始動工建設。特區建設初期，在廈門島西北部的湖里劃出 2.5 平方公里興辦出口加工區（現為湖里工業區）。一九八四年三月，中央決定廈門經濟特區範圍擴大到整個廈門島（包括鼓浪嶼），面積 131 平方公里，人口 33 萬，逐步實行自由港的某些政策。

第 一 章

● 自然情況

廈門是福建省轄市。位於東經 $117^{\circ}53'$ — $118^{\circ}11'$ ，北緯 $24^{\circ}25'$ — $46'$ ，處在福建省東南部，由廈門島、鼓浪嶼和大陸九龍江北岸的沿海部分組成。目前，市轄五區一縣（開元區、思明區、鼓浪嶼區、郊區、杏林區和同安縣），總面積 1510 平方公里，人口 100 萬人，其中同安縣人口 47 萬人。

廈門島別稱鷺島，南北長 13.7 公里，東西寬 12.5 公里，面積 123.87 平方公里。地勢由南向北傾斜，南部多山，西北部較平坦，最高處為雲頂岩，海拔 339.6 米。

廈門地處亞熱帶，屬亞熱帶季風氣候。年平均氣溫 20.8°C ，年平均降雨量為 1100 毫米。氣候溫和，雨量充沛。

● 工業

廈門市工業企業有 770 多家。目前已形成了以機械、電力、紡織、輕工、食品、化工、電子、塑料、橡膠、醫藥、造船、冶金、建材、工藝品為主的、門類比較齊全的工業體系。

輕工業門類眾多，在整個工業中佔有重要地位。現已形成食品、釀酒、自行車、電池、餐具、平板玻璃、造紙、皮革、製糖、捲烟、工藝品等行業。產品暢銷國內，在國際市場也享有聲譽。

化學工業，現擁有化工原料、農藥、化肥、醫藥、化纖、染料、油漆、橡膠、塑料、硫酸、燒碱、膠卷、照相紙等多種行業。許多產品除滿足國內市場需求外，還有部分出口。

冶金工業，以加工業為主。

機械製造工業，門類較多，發展迅速。現擁有動力機械、工程機械、機床、叉車、造船、電機、儀器儀表等行業。

電子工業是新興的工業，行業較多，初具規模。主要產品有：電子計算機、電子儀器、彩色電視機、收錄機、攝像機、錄像機、電子原器件等。

紡織工業近年來有很大發展。它以生產棉紗、繅綸、錦綸織品和針織品為主，還有毛紡、絲綢、印染等門類，產品種類繁多，深受國內外消費者喜愛。

電力業以火力發電為主。

● 農業

廈門農業分布於郊區和同安縣。主要農產品有稻谷、小麥、花生、甘蔗、黃麻、茶葉、蔬菜、黃豆等。水果有柑桔、龍眼、荔枝、鳳梨、香蕉、番石榴、木瓜等，以及各種花卉。除基本滿足城鄉人民需要外，還有相當數量供出口。

畜牧業以生豬、家禽為主。

廈門海域遼闊。主要水產品有：文昌魚、鰻、馬鮫、力魚、黃魚、帶魚、石斑魚、目魚、魷魚、梭子蟹、對蝦以及草、青、鱧、鯉“四大淡水魚”。此外還有各種貝類：牡蠣、蛸蛸、泥蚶、花蛤、文蛤、江瑤、扇貝等。藻類有海帶、紫菜、石花菜等。

現正在按照特區和國際市場的需要，調整農業生產結構，發展經濟作物，使農業成為供應特區副食品、部分輕工業原料和出口果菜花卉、水產品的生產基地。

● 交通運輸

廈門交通發達，已形成“陸、海、空”交通體系。

陸上，廈門是鷹(潭)廈(門)鐵路的終點，與全國鐵路網相連結；公路不僅在福建省境內四通八達，每天還有往返於廣州、深圳等地的班車，溝通福建南部、江西南部、湖南南部的“三南公路”正在建設中。

廈門港背靠大陸，毗鄰漳泉，與台灣一水之隔，處於海道交通要衝。主航道水深12米以上，萬噸輪船可隨時進出港口。廈門港原有22個中小碼頭，最近新建的東渡碼頭四個1—5萬噸級深水泊位投入使用，使廈門港的吞吐量成倍增長。集裝箱泊位年裝卸能力為3萬個標準箱。碼頭上有三萬平方米堆棧、11萬平方米的倉庫，公路、鐵路直達碼頭前沿和港區倉庫，運輸十分方便。

目前廈門港和世界上84個國家和地區建立了貿易往來，有通往香港的定期貨運船隊和客運班輪，也有直達新加坡、日本和澳大利亞的不定期貨輪。

廈門國際機場已開辟廈門至北京、上海、南京、杭州、西安、廣州、福州、香港、馬尼拉的定期客運航班。

● 郵電通訊

廈門郵政業務種類齊全，與全國各地和世界大多數地區都有郵件往來，形成四通八達的郵政通訊網。一九八五年初，引進程序控制電話交換系統，使廈

門同全國各大城市以及香港、美國、日本等地實現直接撥號。國際電報可通達世界大多數國家和地區。

● 科技文教事業

廈門市文化教育有良好的基礎。現在全市擁有廈門大學、廈門水產學院、集美航海專科學校、福建體育學院、鷺江職業大學、廈門師範專科學校等6所高等院校，有財經、輕工、化工、工藝美術等十所中等專業學校，還有38所普通中學。高等院校在校學生8千多名，中專在校學生5千多名，中學生近5萬名。從事普通教育的職工1萬多人。

全市還擁有特區經濟、南洋經濟、海洋、水產、亞熱帶植物等專門研究機構20多所。全市現有各類科技人員2萬多人。

● 旅遊資源

廈門是一座海濱城市，依山面海，碧海黃沙，氣候溫和，花開四季，久負“海上花園”之盛譽。

廈門的風光兼有山、海、岩、洞、花木等神秀，實為旅遊度假的好地方。目前，已開辟鼓浪嶼、萬石岩、集美等風景區和南普陀、日光岩、鼈園等名勝古蹟。

廈門的工藝美術品，歷史悠久，具有濃郁的民族風格和地方特色，深受遊人喜愛。

第二章 新區的開發

廈門特區的建設實行“全面規劃，分期實施，由小到大，逐步發展”的原則，力求為外商投資設廠，興辦各種企事業提供一個相對集中、設施完善的良好環境。近期開發的新區有：

湖里工業區

湖里工業區位於本島西北部，東接國際機場，南與東渡新港毗鄰。工業區面積為 2.5 平方公里，分兩期開發。第一期 1.1 平方公里一九八一年十月動工建設。目前，已建成一批通用廠房供外商購置或租用。工業區附屬的外商居住區和國內職工生活區基本建成。工業區內已有一批外資工廠建成投產。第二期工程也已開始“五通一平”和部分廠房建設。

筓筓新區

筓筓新區位於筓筓港堤岸附近，南鄰舊市區，北接狐尾山、仙岳山，東靠火車站，位置適中，計劃建成高層建築群和住宅區。正在組織實施的工程有國際金融大廈、振興大廈、水仙大廈等高層建築和其他基礎設施，同時興建與住宅配套的有關工程。

江頭工業區

江頭工業區，位於本島東部，包括蓮坂、小東山、前埔、鐘宅一帶的廣濶地區，地勢較為平坦，水文地質條件好，面向寬廣的東部海域，可供開發建設面積三十多平方公里。規劃建設精密儀器儀表、精細化工等新的技術產業。同時，建設高級別墅和住宅。

第三章 投資方式

廈門經濟特區實行特殊經濟政策和特殊的經濟管理體制，引進外資、引進先進技術和管理，為加速社會主義現代化建設服務。

廈門經濟特區歡迎外國人、華僑、港澳同胞、台灣同胞及其經濟組織，按照平等互利的原則，在特區興辦各種企事業。優待專家、學者來特區從事人才開發和科學技術交流。

廈門經濟特區吸收外資的方式主要有：合資經營、合作經營、外資獨立經營、租賃業務和貸款等。

1. 合資經營

即股權式合營。由外國公司、企業和其他經濟組織或個人，按照平等互利的原則，經特區政府批准，在廈門經濟特區範圍內，同中國的公司、企業或其他經濟組織舉辦的合營企業，是具有法人地位的有限責任公司，由中外雙方合營者共同商定投資比例，共同投資，共同經營，共担風險，共負盈虧。

2. 合作經營

即契約式合營。合作雙方的責任、權利、義務，由雙方通過協議、合同加以規定。

3. 獨資經營

即全部資本為外國投資者的企業。

第四章 投資保障

經廈門經濟特區政府批准在特區範圍內建立的中外合資、合作經營企業和外資獨立經營企業是中國的法人，受中國法律的保護和管轄。廈門經濟特區政府將遵照中華人民共和國全國人民代表大會常務委員會頒布的經濟特區條例及其有關法規，保護投資者在特區的資產、應得利潤和其他合法權益。

特區實行有別於內地的管理體制和政策措施，從各方面給予投資者提供應有的保障。外資獨立經營企業，只要遵守特區的法令、政策，投資者有自主經營的權利。合資和合作的企業在董事會領導下，由企業自主經營。企業僱用職工，可自行招聘，經企業考核，擇優錄用，簽訂勞動合同。企業有權按照勞動合同，對本企業職工進行管理。企業職工的工資形式、工資標準和獎勵、津貼辦法，由企業確定。

企業可在特區內設立的中國銀行或者其他經我方批准設立的銀行開戶，並辦理有關外匯手續。投資者的各項保險，可在特區內設立的中國人民保險公司或者其他經我方批准設立的保險公司投保。

投資者在特區所辦的企業中途停業，經辦理停業註銷手續並清理債權債務後，資產可以轉讓，資金可投他業或匯出。

在特區發生的投資、經營爭議，力求協商解決。協商不成，可根據當事人的協議向仲裁機構申請調解、仲裁，或向當地人民法院起訴。

第五章 投資優惠

稅收

在廈門經濟特區，企業所得稅稅率為15%，同時免徵地方所得稅。經營期在十年以上的工業企業可申請從開始獲利年度起頭兩年免納，從第三年起減半徵收所得稅三年。

企業發生的年度營業虧損，可以下一年度的所得中提取相應的數額予以彌補，不足彌補的，可以逐年提取所得繼續彌補，但不超過五年。

企業將納稅後的利潤用於本區進行再投資不少於五年者，可申請退還再投資部份已納所得稅款的百分之四十。

企業進口生產所必需的機器設備、零配件、原材料、運輸工具和其他生產資料以及合理數量內的自用生活用品免納（烟、酒、高級化粧品減半繳納）進口關稅和工商統一稅。

經批准內銷的產品應依照稅法規定繳納關稅和工商統一稅。

對於個人所得稅，按《中華人民共和國個人所得稅法》規定的稅率減半徵收。

用地

投資者依照《廈門經濟特區土地使用管理規定》申請，按時繳納土地使用費，便可在該企業經營期限之內使用土地，隨着企業經營期限的延長可以續約。土地使用費率因用途和地段的不同而異。企業在批准的基建期限內，土地使用費減半徵收。土地使用權可以過戶。

產品內銷

投資興辦的企業的產品，有符合以下條件者，可申請適當比例的內銷：

1. 確實提供了先進技術和設備的；
2. 內地緊缺，需要進口的產品；
3. 採用國內原材料、元器件比例較大，產品質量優於內地同類產品的。

利潤匯出

投資者匯出所得利潤免納匯出稅。

入出境

外國人士到特區來，憑我國簽證機關發給的入境簽證查驗放行；華僑短期回國憑我國有效護照或有效旅行證即可入出境。持有特區政府邀請函電的，也可直接到廈門口岸辦理入境簽證手續。港澳同胞憑《港澳同胞回鄉證》查驗放行。

第六章 投資程序

有意到廈門經濟特區來舉辦企業、事業的外國投資者、華僑、港澳同胞、台灣同胞，可以直接與香港興廈有限公司、廈門經濟特區建設發展公司聯繫，也可以函電直接與廈門市經濟貿易委員會聯繫。經過洽談，達成投資意向後，向廈門市經濟貿易委員會呈報擬舉辦項目的建議書和初步可行性研究報告，經審核同意後，合資、合作各方即可進行以可行性研究為中心的各項工作，商簽協議、合同、章程等正式文件，經企業各方正式簽署後，由中國合營者呈報廈門市經濟貿易委員會審批，呈報時必備下列文件：

1. 舉辦企業的申請書；
2. 企業的可行性研究報告；
3. 企業的協議、合同和章程；
4. 銀行出具的投資者資信證明；
5. 投資者原地營業執照副本。

廈門市經濟貿易委員會從接到申請書和全部文件之日起，一個半月內給予批覆。企業接到批准書後，即可憑批准書向廈門市工商行政管理局辦理登記手續；從核發營業執照之日起，企業即告正式成立。

第七章 投資方向

廈門經濟特區以發展工業為主，兼營旅遊、商業、房地產等行業。

歡迎國外投資者和華僑、港澳同胞、台灣同胞來廈門經濟特區投資興辦各種企事業。近期內主要發展：電子、精密機械、精細化工、輕工食品、紡織、新型材料、保鮮包裝、生物工程、海洋化工、信息傳輸、能源交通等行業；發展旅遊業、房地產業、轉口貿易；進行現有企業的技術改造，重點引進技術密集、知識密集型產業。對從事教育、科學研究、產品技術開發的投資項目予以特別優惠。

第八章 涉外機構介紹

廈門市經濟貿易委員會

廈門市經濟貿易委員會是廈門市人民政府主管全市經濟貿易工作的職能部門，歸口管理廈門經濟特區對外貿易總公司、廈門國際經濟技術合作公司、香港興廈公司、廈門經濟特區建設發展公司、廈門市貿促支會、電子工業公司、輕工業公司、二輕工業公司、冶金機械工業公司、化學工業公司、紡織工業公司、供電局等單位。

主要任務是：貫徹執行國家對外經濟貿易方針、政策、法規、條例和廈門經濟特區的有關規定；負責進出口貿易的管理；按國家規定的極限負責中外合資經營、合作生產、獨資經營、補償貿易、租賃等利用外資項目建議書、可行性研究報告及合同、章程的審批及中外合資、合作、外商獨資企業的管理；負責引進技術、設備對外工作的組織和管理；負責對外承包工程和勞務出口的管理，以及對外援助和接受外援項目的管理；協助辦理外商駐廈代表機構的審批工作等。

地址：廈門湖里工業區辦公大樓5-6樓

電傳：93020 FHID CN

電話：41902

香港興廈有限公司

該公司是廈門經濟特區駐香港總代理。

業務範圍：為客商在廈門經濟特區興辦企事業提供服務；引進先進技術設備；經營進出口業務。

地址：香港德輔道中71號永安集團大廈十七樓1701-1705室

電話：5-215491(六線)

電掛：HINGHACO 香港

電傳：83625 XIMEN HX

廈門經濟特區建設發展有限公司

該公司是廈門經濟特區對外洽談技術經濟合作的機構。

業務範圍：引進外資和先進技術，促進廈門市原有企業的技術改造，興辦特區各種工業、商業、旅遊、房地產以及科學文化事業。承辦信托投資、諮詢、租賃等業務，並代理客商與內地往來購銷業務。

地址：廈門湖里工業區辦公大樓四樓

電話：41038

電掛：2468

電傳：93025 CONST CN

福建省對外貿易總公司廈門市分公司

該公司經營各種商品的進出口業務，開展引進先進技術、設備及國際轉口貿易。公司下設經理部，批零兼營各種進口商品和外轉內商品。

地址：廈門市海后路38號4樓(外貿大廈)

電話：24026

電掛：6319

電傳：93011 XMFTB CN

廈門經濟特區國際貿易信托公司

業務範圍：

- 經營進出口業務；
- 批發本公司組織進口的各種商品；
- 組織外引內聯、合資、合作和“三來一補”業務；
- 經營烟、酒寄售和房產業務；
- 接受委托代辦進出口業務。

地址：廈門市新華路52號

電話：24746

電掛：6067

電傳：93044 CXITT CN

廈門經濟特區國際信息開發有限公司

該公司是廈門市政府領導下的一個綜合性、多功能的經濟實體。

業務範圍：

為廈門特區和省內外提供各種經濟信息諮詢，外引內聯，開展聯機聯網，合作諮詢等項信息業務；組織軟硬件、原器件、零散件、整機的進出口業務；組裝、銷售各種原器件、零散件和整機；組織和經營五金、交電、百貨、土產品的進出口和批發、零售業務。

地址：廈門市東渡港務大樓七樓

電話：25302轉595

電掛：XINDECO

電傳：93027 INFRM CN

廈門經濟特區秘書服務公司

該公司是廈門經濟特區首家為來廈經商貿易、投資辦企業及從事學術交流等活動的國內外人士服務的全民所有制企業，具有法人資格。

業務範圍：

秘書服務。接受各種委托。為客戶牽線搭橋，促進合作。提供諮詢。

承擔英、日、法、德、意大利、印尼、緬甸、荷蘭等語種及外貿、外經、金融、海關、稅務、電子、計算機、機械、自動化、化工、輕紡、食品、造船、航空、汽車、光學、建築、生物、醫學等專業的口譯和筆譯。

地址：廈門市東渡新港路建港指揮部大樓五層

電話：25302 轉535

電掛：4434

廈門市涉外經濟律師事務所

該公司是廈門經濟特區為國內外人士提供法律服務。

業務範圍：

委托擔任法律顧問；受聘解答有關法律問題的諮詢；受聘參加訴訟、辯護或調解、仲裁活動及受理其他律師業務。

地址：廈門市華僑大廈三樓

電話：25197

廈門市華興會計師事務所

接受委托、承辦下列各項業務：

- 審查會計帳目、出具查帳報告；
- 設計財會制度，擔任常年顧問；
- 培訓會計人員，提供財會諮詢；
- 驗證企業資本，出具驗資報告；
- 參與可行性研究，提供經濟論證；
- 代清債權債務，代辦會計事項。

地址：廈門市公園西路影劇院樓上

電話：25556

附錄：

一、工業大廈的規格

型 式	五 層 式	五 層 式
每層面積(平方米)	3900	4800
層 高(米)	底層5.2，其餘4.8	底層5.2，其餘4.8
樓面負荷(公斤/平方米)	750	750
人 貨 電 梯	1.5T 電梯二部	2 噸電梯 4 部

二、土地使用費率(人民幣/平方公尺)

土 地 用 途	土地使用費率	費率調整	調整幅度
工業、交通、倉儲	6 角—1元2角	三年一次	30%
商業、賓館、酒樓	7 元—14元		
商品住宅、寫字樓	2 元—6 元		
露天停車場、露天遊樂場	2 角—1 元		
旅 遊 設 施	6 元—14元		

A BRIEF INTRODUCTION OF XIAMEN SPECIAL ECONOMIC ZONE

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PREFACE

Xiamen Special Economic Zone (S.E.Z.) was set up in October 1980 with the approval of the State Council of the People's Republic of China, started for construction in October 1981. During the initial period of the construction of the special economic zone, an area of 2.5 sq.km. in Huli located in the north-western part of Xiamen island was designated as a district for processing industry of export (the present Huli Industrial District). In March 1984, the Central Government decided to extend Xiamen S.E.Z. to the whole island (including Gulangyu Islet), with an area of 131 sq.km. and a population of 330,000, and progressively put into effect some policies of free port.

CHAPTER ONE

AN OVERVIEW OF XIAMEN SPECIAL ECONOMIC ZONE

• Natural Conditions

Xiamen is a municipality directly under Fujian Province, located at 24° 25' — 46' north and 117° 53' — 118° 11' east in the south-eastern Fujian. It consists of Xiamen Island, Gulangyu Islet and the coastal part of the north bank of Jiulongjiang River. At present, its administrative region includes five districts and one county-Kaiyuan District, Simin District, Xiamen Suburbs and Tongan County, with a total area of 1510 sq.km. and a population of 1,000,000 in which the Tongan County has a population of 470,000.

The Xiamen island proper, with another name of "Egret Island", is 13.7 km. across from north to south and 12.5 km. from east to west with an area of 123.87 sq.km.. The terrain slopes from south to north, with some hilly areas in the south and a comparatively plain land in the north-west. The highest hill is Yundingyan, 339.6 meters above sea level.

Xiamen is situated in the sub-tropical zone. Its climate is classified as sub-tropical maritime. The annual mean temperature is 20.8°C, and average precipitation of a year is 1100 mm. Its climate is mild with an abundant rainfall.

• Industry

Xiamen has more than 770 industrial enterprises and a fairly complete industrial structure has been formed which includes machinery, electric power, textile, light industry, foodstuff, chemical industry, electronics, plastics, rubber, medicine, shipbuilding, metallurgy, construction materials and arts & crafts.

The light industry plays an important part in the city's industry and dominates several sectors: foodstuff, winery, bicycle, battery, tableware, glass plate, papermaking, leather, sugar-refining, cigarette, arts & crafts, etc. Its products are in great demand domestically and enjoy great prestige in the international market.

In the chemical industry, many enterprises are engaged in the sectors like chemical raw materials, pesticide, fertilizer, medicine, chemical fibre, dyestuff, paint, rubber, plastic, sulphic acid, caustic soda, film, photo paper and so forth. Many products, apart from meeting the demands in the domestic market, are for exportation.

The metallurgy industry largely concentrates in processing.

The machinery manufacturing industry has been developing with great rapidity, which consists of power machinery, engineering machinery, machine tools, fork lifts, shipbuilding, electric machinery, instruments and meters, etc.

The electronic industry is newly burgeoning industry beginning to take shape with many products, such as computer, electric instrument, colour TV, radio cassette recorder, camera, videocouder, electronic device, etc.

The textile industry has been developing rapidly in the recent years. The main textiles are that of cotton spinning, polyester fibre, polyamide fibre and knitwear as well as wool spinning, silk, printing and dyeing. There are various kinds of textiles that are highly appreciated by domestic and foreign consumers.

The electric power industry mainly concentrates in thermal power generation.

- **Agriculture**

Agriculture in Xiamen is dispersed in the suburbs and Tongan County. The main agricultural products are rice, wheat, peanut, sugarcane, jute, tea, vegetable, soybean, etc. The fruits are orange, longan, lychee, pineapple, banana, pomegranate, papaya and so forth. There are various kinds flowers and plants. Apart from satisfying domestic demands, certain amount of these products are for exportation.

The livestock husbandry is mainly pig-breeding and poultry.

Long stretch of coastal line embraces Xiamen, yielding various aquatic products like lacelet, eel, Spanish mackerel, yellow croaker, hairtail, grouper, cuttlefish, squid, swimming crab, prawn. And the "four most common freshwater fishes" can be found are grass carp, black carp, silver carp and carp. In addition, there are different kinds of shellfish: oyster, razor clam, blood clam, clam, pen shell, fan shell. The aquatic plants are kelp, laver, agar.

At present, according to the needs of the Special Economic Zone and the world market, an agricultural reform has been carried out in Xiamen and attention has been given to develop economic crops with an aim to form a supporting base supplying the Special Economic Zone with foodstuff and some raw materials for light industry, also generating non-staple food, aquatic products, fruits, vegetables and flowers.

- **Transportation**

A comprehensive transportation has been developed in Xiamen which is linked with other regions by a network of highways, railways, sea routes and air lines.

Xiamen Railway Station is the terminus of Yingtang-Xiamen railway line which connects Xiamen with the nationwide rail network. Highways radiate to other parts of Fujian Province. Regular daily bus services between Xiamen and Guangzhou, Xiamen and Shengzhen are available ready. The "Sannan (three south) highway" linking southern Fujian with southern Jiangxi and southern Hunan is now under construction.

Xiamen, backed by hinterland — Zhangzhou and Quanzhou, facing Taiwan across The Strait holds a strategic position on sea routes. The main channel is over 12 meters deep, permitting 10,000 ton ships in or out of the port. The harbour originally had 22 medium and small docks. The newly completed Dong Du Wharf which consists of four berths of 10,000 — 50,000 tonnage has been put into use, thus doubling the handling capacity of Xiamen Port. The annual loading and unloading capacity of the container dock is 30,000 standard containers. All these berths, plus a 30,000 sq. metres godown area, 110,000 sq. metres of storage space and the railway and highway, all of which are

integrated, greatly facilitate the wharf's cargo trans-shipment capability. Up to now, Xiamen has established trading relations with 84 countries and regions in the world. Regular cargo fleets and passenger liners sail directly to Hong Kong and also, irregular freighters to Singapore, Japan and Australia. In the Xiamen International Airport, regular flights from Xiamen to Beijing, Shanghai, Nanjing, Hangzhou, Xi'an, Guangzhou, Fuzhou, Hong Kong and Manila have been put into service.

- **Post and Telecommunication**

All kinds of postal service are offered in Xiamen. Mails travel to the rest parts of the country. A telecommunication network has been set up. In the early 1985, the introduction of the programmed exchange system made it possible to dial directly from Xiamen to all major cities in China and to Hong Kong, USA and Japan. There is telegram service to most countries and regions all over the world.

- **Technology And Education Resources:**

Xiamen possesses a good education basis. There are six institutions of higher learning in Xiamen at present: Xiamen University, Xiamen Aquatic College, the Jimei Ocean Shipping College, the Fujian Physical Culture Institute, the Xiamen Lujiang Vocational College and the Xiamen Teachers College. In addition, there are 10 Vocational schools such as, the Economic and Financial School, the Chemical Industry School and the Arts and Crafts School, and 38 general middle schools. At present, Xiamen has some 8,000 students enrolling in university and institution, 5,000 in vocational schools, 50,000 in middle schools, and some 21,000 teachers and staff members altogether.

Xiamen also has about 20 special research institutions of Special Economic Zone, South-east Asian Economy, ocean, subtropical plant, etc, and has about 20,000 scientific technical stuffs.

- **Tourism:**

Xiamen is a coastal city, back to the hills and face to sea, with a hospitable climate and unspoiled beaches, flowers blooms all year round. Xiamen has been well known as "Sea Garden".

The Xiamen's landscape include hills, water, rock, cave, tree and flowers, etc. It is exactly an ideal resort for tour and holiday. Now some places of historic interest and scenic beauty has been accessible to the tourists, such as, Gulangyu, Ten Thousand Rock Garden, Jimei, Lanputuo Temple, Sunny Rock, Aoyuan and so on.

Xiamen's arts & crafts article has enjoyed a great favour among tourists for a long time. It possesses strong national style and local characteristics.

CHAPTER TWO

THE DEVELOPMENT OF NEW DISTRICT

The construction of Xiamen Special Economic Zone is practised by the principle of "Overall Plan, implement by the stages and advance progressively", to make every effort to provide a comparatively centralized with perfect infrastructure environment foreign investors to invest in factory and establish various enterprises and undertaking.

The newly developed districts are:

- **Huli Industrial District**

Huli Industrial District lies to North-Western part of Xiamen Island. Boadering on the International Airport in the east and adjacent to the Dongdu Harbour in the South, it is convenient for trasportation. The Huli Industrial District takes a total area of 2.5 sq.km. Construction of the district is being carried out in two phases, 1.1 sq.km. be starting in October, 1981 and the remaining 1.4 sq.km. beginning in 1984. By now, a number of general-purpose factory buildings are ready for foreigners and native workers are almost completed. Some factories invested by foreign capital established and put into operation. In the second phase, "five-run-through and one level" and part of the factory buildings are under construction.

- **Yuan Dang New District:**

Yuan Dang New District lies to Yan Dang Harbour seawall, is just at the good position. The south is adjacent to the old downtown, the north is next to Foxtail Hill, Shianyuei Hill and the east leads to the railway station. Tall buildings area and residential quarters is expected to be built in the district. Among them, International Finance Centre, Zhengsing Building, Narcissus Building and infrastructure of Yuan Dang industrial district are now undertaking.

- **Jiang Tou Industrial District**

Jiang Tou industrial district lies to the eastern part of Xiamen Island, including Lianban, Small Dongshan, Qianpu and the broad area nearby, terrain is smooth and has good hydrological and geological condition. The district faces to the east of sea area. An area of 30 sq.km. can be exploited and constructed where is expected to be developed as a place of precise meters and instruments, fine chemistry and other new technical industrial district. And at the same time, luxury villa and residences would be built up.

CHAPTER THREE

FORMS OF INVESTMENT

XIAMEN SPECIAL ECONOMIC ZONE implements special economic policies and management system, acquires foreign investment and advanced technology and management for the purpose of promoting the socialist modernization programme.

Foreigners, Overseas Chinese and compatriots in Taiwan, Hong Kong and Macao and their enterprises and economic entities, are welcomed to Xiamen Special Economic Zone to establishments, in the light of the principles of equality and mutural benefit, various kinds of enterprises and establishments; Experts and scholars from abroad are especially welcomed to the Special Zone for the exploitation of qualited personnel and for academic exchange of science and technology.

Following are the main forms of investment adapted by Xiamen Special Economic Zone:

- Joint Venture;
- Cooperatively-managed enterprise;
- Foreign enterprise with exclusive foreign investment;
- Leasing Business;
- Loan.

(I) Joint Venture

This forms refers to Chinese-foreign joint equity venture.

Joint ventures approved by Xiamen Special Economic Zone government and established jointly by both Chinese and foreign companies, enterprises and other economic entities within the limits of the Special Zone, are all limited liability companies enjoying Chinese legal personnel status. The two parties to any of these joint ventures shall decide, through consultation, the investment proportion, implement joint management over the enterprise and share the profits, risks and losses (in proportion to their respective contribution to the registered capital).

(II) Cooperatively-managed Enterprise

This form refers to contractual enterprise.

The two parties concerned shall join their efforts to stimulate, through consultation and in the form of agreement and contract, their respective responsibilities, rights and duties.

(III) Enterprise with Exclusive Foreign Investment

This form refers to the enterprises invested and operated completely by foreign investors.

CHAPTER FOUR

INVESTMENT GUARANTEE

Chinese-foreign joint ventures, Chinese-foreign jointly-managed enterprises and enterprises with exclusive foreign investment which have been approved by Xiamen Special Economic Zone government and established within the limits of the Special Zone, entertain Chinese legal personnel, who are subjected to the jurisdiction and protection of Chinese law. Xiamen Special Economic Zone government will act in accordance with the regulations on Special Zones and other laws, decrees and pertinent regulations promulgated by the Standing Committee of National People's Congress of the People's Republic of China, and protect investors' properties, due profits and other legal rights and interests in the Special Zone.

The Economic management system implemented, the policies carried out and the measures adopted, by the X.S.E.Z., are different from those suitable for other parts of China. The X.S.E.Z. government will, in every respect, protect and guarantee the investors. Investors of foreign enterprises in the X.S.E.Z. have the right to do business independently and with the initiative in their own hands, provided they abide by the decrees and policies governing the X.S.E.Z.

Joint ventures and Cooperately-managed enterprises, under the leadership of the board of directors, have the right to do business independently (within the scope of the provisions of Chinese laws and decrees.)

The workers and staff members of an enterprise may be recruited by the enterprise itself, and shall be selected by the enterprise through examination on the strength of their individual qualifications and, shall conclude contracts with the workers and staff members.

The X.S.E.Z. enterprises have the right of management over their own employees in accordance with the terms of the labour contracts. The structure and scale of wages, and the ways of reward and subsidy for the workers and staff members are determined by the X.S.E.Z. enterprises themselves.

X.S.E.Z. enterprises may open accounts in the Bank Of China set up in the X.S.E.Z. or a bank approved by the Bank of China, and conduct the pertinent foreign exchange transactions of theirs.

The various kinds of insurance coverage of an investor shall be furnished by Chinese Insurance Companies set up in the S.E.Z. or by other approved insurance companies.

An investor to the S.E.Z. enterprise, upon termination of the contract before the date of expiration, shall go through procedures for nullifying its registration and liquidate all the creditor's right and liabilities before being allowed to assign his property or contribute his investment to other enterprise or remit the capital outside China.

Disputes arising between the two parties to a S.E.Z. enterprise shall, if possible, be settled through friendly consultation or mediation. Disputes that cannot be settled through these means may be settled through local arbitration or courts of justice.

CHAPTER FIVE

PREFERENCE OF INVESTMENT

Taxes

The income tax rate of S.E.Z. enterprises is 15%; local surtax is exempted. For enterprises which have a contract life of 10 years or longer, a two-years tax holiday commencing from the first profit-making year, is allowed, followed by a 50% reduction in the three following years (third to five year), upon application and approved by the Special Zone tax authorities.

If a S.E.Z. enterprise has suffered a loss for a given year, the deficit can be made up for by withdrawing the same amount from the profit gained in the following year. In case that is still insufficient to cover the said loss, the compensation scheme can be continued in the same manner consecutively for a period of not exceeding 5 years.

An enterprise that reinvests in Xiamen Special Economic Zone its share of profit obtained from the venture for a period of not less than five years shall, upon approval by the tax authorities of an application filed by the joint venturer, be refunded 40% of the income tax already paid on the reinvested portion.

Import tax and consolidated industrial and commercial tax shall be exempted for S.E.Z. enterprises importing taxable machines, equipment, raw materials, spare parts and accessories, means of transport and other means of production that are required for their own production purposes, and importing daily necessities in reasonable quantity and of their own use (but import tax and consolidated industrial and commercial tax for imported wines, cigarettes and super cosmetics shall only be cut by half). Products and semi-manufactured products for export shall be exempted from the customs tariff and consolidated industrial and commercial tax.

Customs duties and industrial and commercial tax shall be levied on the products approval to enter the inland area according to tax regulations in China.

The Use of Land

A S.E.Z. enterprise shall, according to the REGULATIONS ON THE USE OF LAND IN THE XIAMEN SPECIAL ECONOMIC ZONE, apply for the land it needs and shall pay the fee for the use of land in time. If the enterprise concerned wishes to continue its operation upon the expiration of the term specified in the land use certificate, it may apply for renewal before its expiration. The rate of the land use fee differs according to the differences in the uses of a piece of land and its location. A S.E.Z. enterprise is allowed a 50% reduction of the fee during the approved project construction period.

The right of using the land may be transferred upon approval.

Products for Domestic Markets

Products made by enterprises operated with investment, should they be in line with the following conditions, may be sold, upon application and in right proportion, in the domestic markets:

- I) Products that provide, for real, advanced technology and equipment;
- II) Products that other parts of China urgently need or depending on import;
- III) Products to which comparatively more local materials or home-made spare parts are applied when manufactured and, whose quality is better than products of the same kind made in other parts of China.

Remitting Profits Outside China

Foreign investors shall be exempted from remittance tax remitting the profits due them outside China.

Entry And Exit

Foreigners can go in and out of the S.E.Z. with the entry visas issued by China Visa Office. Those who have received invitation letters or telegrams sent by S.E.Z. government can go directly to the Port of Xiamen to obtain the visas. Overseas Chinese can go in and out of the S.E.Z. with effective Chinese passport and travel license, Hong Kong and Macao compatriots with their Home Visit Permits.

CHARTER SIX

PROCEDURES FOR INVESTMENT

Any foreign investors, oversea Chinese and Compatriots from Hong Kong, Macao and Taiwan who are interested in establishing enterprises in Xiamen Special Economic Zone can get in contact with Hong Kong Xing Xia Corp. Ltd., or with Xiamen Construction and Development Corporation of Xiamen S.E.Z., alternatively direct contact can be made with Xiamen Economic Relations and Trade Committee. After initiative negotiation, a letter of intention shall be signed, and the potential investors shall submit a project proposal and a preliminary feasibility study to Xiamen Economic Relations and Trade Committee. Upon the examination and approval, the participants to a joint equity venture or a cooperative venture shall commence the work relevant to the feasibility study of the project; thereafter signing the agreement, the contract and the articles of association. These formal documents, signed by the participants, shall be submitted to Xiamen Economic Relations and Trade Committee for approval with following complete set of documents.

- a) an application for establishing a venture;
- b) a report of the project feasibility study;
- c) agreement, contract and articles of association of the venture;
- d) a credit certificate of the investor issued by a bank;
- e) a copy of the investor's original business license.

Xiamen Economic Relations and Trade Committee shall approve or reject the application within one and half a month counting from the date on which the application and all the documents are received. The enterprise shall, after receipt of the approval warrant, register with the Administration Bureau of Industry and Commerce of Xiamen. The date on which the business license is shall be regarded as the date when the enterprise is formally established.

CHAPTER SEVEN

INVESTMENT ORIENTATION

Xieman Special Economic Zone concentrates in developing industry and also engages in the development of tourist industry, real estates and commercial business.

Warm welcome shall be given to foreign investor, oversea Chinese, compatriots from Hong Kong, Macao and Taiwan, to invest and set up various kinds of enterprises. In the near future the priority shall be given to the development of the following sectors: Electronics, precision machinery, Chemicals, foodstuff, textile, new type building materials, fresh-preservation packing, genetic engineering, oceanographic chemistry, data communication, energy and transportation. Meanwhile efforts shall be made to develop tourist industry, real estates and enterpot trade, revamping the existing enterprises. The street shall be laid on technology and knowledge intensive industries. The project relevant to education, scientific research and the development of new products and technologies shall enjoy special preferential treatment.

CHAPTER EIGHT

BRIEFS ON ORGANIZATIONS CONCERNING FOREIGN AFFAIRS

Xiamen Economic Relations and Trade Committee

X.E.R.T.C. is a functional set up under Xiamen Municipal government and in charge of all the economic activities and trading affairs. It has under its administration the following organization: The Foreign Trade Corporation of Xiamen S.E.Z., Xiamen International Economic and Technological Cooperation Company, Hong Kong Xing Xia Corp., the Construction and Development Corp. of Xiamen S.E.Z., the International Trading Promotion Commission Xiamen Branch, Xiamen Electronic Industry Company, Xiamen Light Industry Company, Xiamen Second Light Industry Company, Xiamen Textile Industry Company and Electricity Bureau of Xiamen etc. The main responsibilities of X.E.R.T.C. are as follows:

- Implementing the laws, decrees and regulations of the People's Republic of China on foreign economic and trading affairs, and the relevant regulations of Xiamen S.E.Z.
- responsible for the administration of import and export trading and empowered by the Central government to evaluate the project proposals, feasibility study, contract and articles of association on joint venture, cooperative venture, wholly-owned enterprise, compensation trade or leasing project, using foreign investments and is authorized to approve these documents.
- giving administration to the introduction of technologies and equipment and to organise and manage foreign affairs
- bearing the responsibility to supervise the contracting of oversea projects and service export and handle the matters about giving aid to foreign countries or receiving aid from other countries.
- assisting in giving approval to setting up representative office in Xiamen by foreign business entity or individuals.

Address: 5th, 6th floor of Office Building in Huli Industrial District

Telex: 93020 FHID CN

Tel. : 41902

The Joint Venture Enterprises of H.K. Co. Ltd.

This corporation is the general of Xiamen Special Economic Zone in Hong Kong. Its business includes the following:

Contact with foreign businessmen and helping them establish business in Xiamen Special Economic Zone; importing advanced technology; running import and export business.

Address: Rooms 1701-1705, 17th Floor, Yongan Group Building,
71 Defudaozhong, Hong Kong

Phone : 5-215491 (6 Lines)

Cable : Hinghaco Hong Kong

Telex : 83625 XIAMEN HX

Fujian Foreign Trade Corporation Xiamen Branch

The corporation undertake following business;

Introducing advanced technology and equipment: running international enterpot trade, as well having a management department dealing in, both by wholesale and by retail, impoted goods and export-oriented switched to home market.

Address: Building 4, No. 38, Haihou Road, Xiamen

Phone : 24026

Cable : 6319

Telex : 93011 XMFTB CN

The Construction And Development Corp. of Xiamen Special Economic Zone

The company is an institution, contacting with business enterprises from abroad.

Business scope:

Under-take the importation of foreign capital and advanced technique into Xiamen S.E.Z. the technical reformation of present Xiamen enterprises, the promotion of industrial, commercial, tourims, breeding cultivation enterprises, as well science and culture. The company also undertakes trust investment, business advise, rent and lease business etc. And also act as agents for customers to carry on business with inland connection.

Address: 4th floor, Office Building of the Huli Industrial District, Xiamen

Phone : 41038

Cable : 2468

Telex : 93025 CONST CN

The International Trade-Trust Company of Xiamen Special Economic Zone

Business Scope:

- Import & Export Business.

- Wholesale of Commidities Imported by the Company.
- Foreign-Chinese Joint Venture, Domestic Economic Cooperation, Compensation Trade, Materials Processing & Parts assembling.
- Consignment of Cigarettes & Spitits, Real Estate Business.
- Commissioned Agency for Import & Export Business.

Address: 52, Huaxin Road, Xiamen

Phone : 24746

Cable : 6067

Telex : 93044 CXITT CN

Xiamen Special Economic Zone International Information Development Co. Ltd.

The company is a comprehensive multi-functional economic entity directly under the leadership of the Xiamen Municipal Government.

Business Scope:

The company provides economic information of various kinds within and without the Special Economic Zone: introduces or go between Chinese enterprises or Chinese and foreign enterprises offers cooperative consultation services; handles the export and import of soft and hardwares, parts, components and entirety of machines, the company also handles the assembling and sales of components, spare parts and entire machines, handles the import export and wholesale & retail business of metals, electric appliances, daily-use articles and native product.

Address: 7th Floor, Authority Building, Dong Du, Xiamen

Phone : 25302 x 595

Cable : XINDE CO

Telex : 93027 INFRM CN

Secretarial Service Company of Xiamen Special Economic Zone

The company is the first state-owned company with juridical person qualification in Xiamen Special Economic Zone, offering business and living service for domestic and foreign businessmen.

Business Scope:

1. Secretary service for businessmen from China and abroad;
 - undertaking entrustment;
 - introducing business;
 - facilitating cooperation;
 - drafting documents;
 - conducting a sightseeing tour.

2. Foreign language interpreter:

Providing oral and written interpreters mainly in English, Japanese, French, German, Italian as well as Spanish, Indonesian, Burmese and Dutch concerning the domains of foreign trade, foreign economic relations, finance, customs, tax, electronics, industrial electric, computer, machinery, automation, chemical industry, light and textile industry, foodstuff, shipbuilding, aviation, automobile, optics, architecture, arts & crafts, aquatic product, biology and medical science, etc. .

Address: 5th Floor, Harbour Construction Headquarter Building, Dong Du, Xiamen

Tel. : 25302 – 535

Cable : 4434

Xiamen Foreign Economic Law Office

This office provides legal services for customers from home and abroad.

Services Provided:

1. Offers legal advisors.
2. Provides legal consultation and explains legal question.
3. Engaged in lawsuit, defence, mediation or arbitration and other legal affairs.

Address: 3rd Floor, Xiamen Overseas Chinese Building

Phone : 25197

Xiamen Hua Xing Accounting Service

This entity provides the following services:

1. Checking up bookkeepers' accounts and issuing a report after the checkup.
2. Designing accounting systems and offering permanent advisory service.
3. Training accounting personnel and offering consultation on accounting.
4. Examining the capital of enterprises and issuing relevant reports.
5. Undertaking feasibility study of projects and providing economic conclusion.
6. Clearing up creditor's rights and debts upon request and offering accounting service.

Address: Rooms 308-309, Xiamen Theatre, Part West Road, Xiamen

Phone : 25556

APPENDIX :

1. Industry Building Specifications

Structure Form	5 Floors	5 Floors
Area of per floor (m ²)	3900	4800
Height of Floor (m)	5.2 for ground F, 4.8 for others	5.2 for ground F, 4.8 for others
Load of Floor (Kg/m ²)	750	750
Elevator both for goods & people	two 1.5 T elevator	four 2T elevator

2. Rate of Land

Usage	Rate of Land Use Fee	Rate Adjustment	Adjustment margin
Industry, transportation, Storation	0.6 – 1.2 Y RMB		
Commerce, Hotel Restaurant	7 – 14 Y RMB		
Apartment Building, Office Building	2 – 6 Y RMB	Per 3 years	30%
Open air parking lot, open playing	0.2 – 1 Y RMB		
Tourist Facilities	6 – 14 Y RMB		