

The Legal Guide to FDI in China

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Contents

Part 1: Analysis

CHAPTER 1

Directing growth through the Guidance Catalogue 3

A close look at China's newly-updated foreign investment catalogue reveals trends that reinforce the government's policy objectives. Numerous new additions encourage investment in seven strategic emerging industries, while the catalogue scales back on encouraging investment in lower technology and lower value-added sectors

Brad Herrold, Yan Zeng & Joel Stark of Orrick, Herrington & Sutcliffe, Beijing, Shanghai & Hong Kong

CHAPTER 2

FIEs as the new investment vehicle 9

Foreign-invested partnerships have been around for two years and are starting to become more attractive as investors seek alternative vehicles. The structure is easy to set up and offers unparalleled tax benefits, but investors should be cautious of their liabilities

David Yu, Sam Feng and Jerry Wei, Llinks Law Offices, Shanghai

CHAPTER 3

How to invest in restricted or prohibited categories 13

While China's economic reforms have taken the world by storm, many industries remain heavily restricted. Foreign investors do not have much time left to move into these markets through the popular variable interest entity (VIE) structure

Brad Shu, Jade & Fountain PRC Lawyers, Beijing

CHAPTER 4

What China's 12th Five-year Plan means for investors 16

China's 12th Five-year Plan brings about opportunities and challenges as its economy and social development face significant transitions. Foreign investment remains a principal issue on the government's agenda, as evidenced by the recent release of the draft amendments to the foreign investment guidance catalogue

Lynn Yang, Chuan Chuan Lai and Ai Tong, Norton Rose, Shanghai

CHAPTER 5

When to use a joint venture..... 24

Since the 1980s the joint venture has been the most common route for structuring foreign direct investment into China. Two decades later, are joint ventures still the right choice?

Maarten Roos & Lukas Steinberg, R&P China Lawyers, Shanghai

Part 2: Translations

CHAPTER 6

Foreign Investment Industrial Guidance Catalogue (Amended in 2011) 30

外商投资产业指导目录 (2011年修订)

CHAPTER 7

PRC Wholly Foreign-owned Enterprise Law (Revised) 114

中华人民共和国外资企业法 (修正)

Contents

CHAPTER 8		
	Implementing Rules for the PRC Wholly Foreign-owned Enterprise Law (Revised)	122
	中华人民共和国外资企业法实施细则 (修正)	
CHAPTER 9		
	PRC Sino-foreign Equity Joint Venture Law (2nd Revision)	156
	中华人民共和国中外合资经营企业法 (第二次修正)	
CHAPTER 10		
	Implementing Regulations for the PRC Sino-foreign Equity Joint Venture Law (3rd Revision)	164
	中华人民共和国中外合资经营企业法实施条例 (第三次修正)	
CHAPTER 11		
	PRC Sino-foreign Cooperative Joint Venture Law (Revised)	202
	中华人民共和国中外合作经营企业法 (修正)	
CHAPTER 12		
	Implementing Rules for the PRC Sino-foreign Cooperative Joint Venture Law	212
	中华人民共和国中外合作经营企业法实施细则	
CHAPTER 13		
	Measures for the Administration of the Establishment of Partnerships in China by Foreign	242
	Enterprises or Individuals	
	外国企业或者个人在中国境内设立合伙企业管理办法	
CHAPTER 14		
	Tentative Provisions on Certain Issues on the Establishment of Foreign-invested Companies	248
	Limited by Shares	
	关于设立外商投资股份有限公司若干问题的暂行规定	