

Immediate Release

HKVCA Welcomes the 2020 Budget Speech's comments on the Private Equity Industry

HKVCA welcomes the Financial Secretary's comments in the 2020 Budget regarding the Private Equity industry. Hong Kong is the largest cross-border centre for Private Equity in Asia and continues to expand through the addition of China-centric and international firms.

H. Chin Chou, the Chairman of HKVCA, commented, "we are pleased that the Hong Kong Government is introducing a Limited Partnership Fund structure, as this fits with global tax trends encouraging the combination of form and substance in legal domicile and which should see more Private Equity activities brought onshore in Hong Kong."

"In addition, Hong Kong stands out as one of the few international financial centres that taxes Carried Interest as Income and a review of this treatment will help make Hong Kong a more competitive base for Private Equity activities," added John Levack, the Vice Chairman of HKVCA.

Should you have any media inquiries, please don't hesitate to contact:

The Association for Private Capital in Asia

Hong Kong Venture Capital and Private Equity Association (HKVCA)

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HKVCA is a member-based trade association which was established in Hong Kong in 1987 currently with 460 members of whom 280 are Hong Kong based private equity managers across the full spectrum of the industry from venture capital, through growth capital and growth buyouts to institutional fund investors, fund of funds and secondary investors. HKVCA represents small teams investing in start-ups as well as 9 of the 10 largest global private equity firms.