

PFGHL Group Signed an Agreement with Nanchong Municipal Government in Hong Kong to Invest 2 Billion Yuan in Building a Complete Clothing Industry Chain in Yilong



On the morning of November 7, the Sichuan Nanchong (Hong Kong and Macao) Investment Promotion Symposium and the Cooperation Agreement Signing Ceremony were held at the JW Marriott Hotel in Admiralty, Hong Kong. The topic of the meeting is about "Implementing a New Opening Up Strategy for the Whole Region,

and Striving to Create a Subsidiary Economic Center for Sichuan". It was organized by the Nanchong CPC Municipal Committee and the Nanchong Municipal Government. At the forum objectives the developments and business opportunities for Sichuan and Hong Kong were discussed; talks and exchanges with a number of well-known enterprises from Hong Kong were carried out; and two key cooperation projects with a total investment of 12.1 billion yuan were signed.

The conference was attended by the Secretary of the CPC Municipal Committee of Nanchong City, Chaohua Song; Nanchong Municipal People's Government Vice-Major, Yan Tang; and by the Vice-Secretary of the Yilong County CPC Committee and County Governor Zonghai Guo, among other leaders. The participants met with nearly one hundred corporate guests from Hong Kong to discuss business and regional development plans together. They also expressed their desire that Nanchong and Hong Kong can deepen their cooperation and exchanges, sharing Nanchong's new round of opportunities for development.



During the meeting, the Secretary Chaohua Song welcomed and expressed his gratitude to communities in Hong Kong for supporting Nanchong's development. He also delivered an overall presentation of Nanchong's achievements and advantages for development, considering diverse perspectives, including its strategic position, its development space, its innovation momentum, its business and living environment and others. Song extended a warm invitation to Hong Kong entrepreneurs to invest in Nanchong's industries. Vice-

Major Yan Tang contributed to the forum with a presentation on the investment environment and key projects in Nanchong.

Song stated that an "An open Nanchong is looking forward to new partnerships and cooperation. We shall focus our efforts on the objective of creating a subsidiary economic center for the whole province, fostering and expanding the 'Five 100 Billion Yuan Industrial Clusters', namely auto-parts, petro-chemistry, silk clothing, modern logistics, and modern agriculture. We shall accelerate the development of the 'Five 10 Billion Yuan Strategic Emerging Industries' including electronic information, new materials, high-end equipment manufacturing, biomedicine, as well as energy conservation and environmental protection. We will vigorously implement the 'Major Engineering Projects in the Five Major Sectors' of urban construction; transportation hubs; education, science, culture and health; tourism and tertiary industry; and industrial parks. We should concentrate our efforts on the '100 Major Events', collecting large-scale projects with big industries, and igniting a great development with those large-scale projects. We will spare no effort to create a high-quality and efficient governmental environment, a fair and equitable market environment, and a business-friendly humanistic environment to reassure investors in Nanchong, helping them to do their jobs smoothly and to live comfortably."

Hong Kong Profits Fund Global Holding Ltd. accepted the invitation to participate in the conference, where they signed an agreement with the municipal government of Nanchong for the construction of an entire clothing industrial chain. The total amount of this investment is 2 billion yuan. As PFGHL's representative for investment and development in Nanchong, President Andrew Hui stated that, "PFGHL Group wants to thank the government's vigorous support and assistance along the five years since it began investing in Nanchong in 2013. The government has helped us to overcome all kinds of difficulties for our investment and development in the Mainland. PFGHL is very satisfied with Yilong's investment environment. Our company's board of directors have decided to gradually transfer its manufacturing assets in Zhuhai, Zhejiang and Jiangsu to Yilong, investing in the county to establish its Mainland manufacturing headquarters there. These facilities will integrate a clothing industrial park with better environmental and energy saving standards than the European Union. The organic clothing production base, currently occupying 140 mu, has been already completed and put into production, yielding an accumulated sales volume of 150 million Hong Kong dollars in 2017. PFGHL has decided to invest 2 billion yuan to reduce matching costs and to help eradicating poverty. The group will invest first on building an organic sericultural base of 100 thousand mu at Yilong, expanding its industrial area up to 185 mu. An entire supply chain for the clothing industry will be set up,

which will finally provide a one-stop service, from mulberry cultivation, silkworm raising, silk reeling, weaving, whitening, printing, dyeing, and garment manufacturing, to the export of final products.



PFGHL Group stated that it will cooperate with relevant scientific institutions and with Yilong County to jointly formulate a standard of development for the industry in line with the "Organic Sericulture 6S" norm. The group will also strive to extend the area of its organic sericultural base up to 400 thousands mu in a period of 5 to 10 years. PFGHL will do a more comprehensive utilization of its silkworm resources, and promote the diversification of the sericultural industry. Relatedly, the group will endeavor to build a complete industrial chain comprising mulberry planting and silkworm breeding, silk reeling and weaving, printing and dyeing processing, and foreign trade. The project is expected to reach a total annual output value of USD 2.4 billion after being completed and put into production. Regarding the realm of technological innovation, PFGHL Group will deepen its cooperation with The Hong Kong Polytechnic University and other universities in the areas of "waterless printing and dyeing", "nanotechnology", "vegetable dyeing", and relevant field, to create an outstanding Chinese organic clothing trademark, pushing national manufacturing towards the world.

Soon afterwards, witnessed by the participating leaders and guests, PFGHL Group signed the agreement for the construction project of a complete clothing industry chain, with an investment of 2 billion yuan. PFGHL is convinced that both Sichuan and Hong Kong can bring into play their specific characteristics and advantages to complement each other, further deepen their cooperation, promote the development of the " Belt and Road" initiative together, and advancing the steady socioeconomic development of the two regions.