

Prerequisites For Foreign Companies Investing In China

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Major Issues

- **Financial risks and returns**
- **Socio - economic factors**
- **Mining industry specifics**



Financial Risks And Returns

➤ Investors' objective → achieve acceptable return on investment

Transparent business environment with clear and fair rules

Socio-economic Factors

➤ Legal

Reliable legal system with equal recourse opportunities to all

➤ Infrastructure

Efficient infrastructure and well developed technology to support business development

Socio-economic Factors

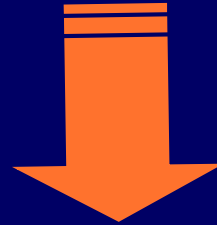
- Approval and decision making processes

Speedy, efficient and deregulated

Mining Industry Specific

Objectives

- **Locate a mineral deposit which can be mined at a profit**
- **Locate and control a source of supply for a downstream project**



Security of tenure