

Mr Christopher Hui Ching Yu, JP
Secretary for Financial Services and the Treasury
Financial Services and the Treasury Bureau
24/F, Central Government Offices
2 Tim Mei Avenue
Tamar, Hong Kong

31 January, 2021

Dear Secretary,

BEPS 2.0

I wanted to come back to you in relation to the above consultation exercise and to thank the Government for reaching out to the Chambers in October last year. We have now had an opportunity to discuss this matter within our General Committee in their January meeting. We have also had the benefit of technical input from one of our members who attended the briefing sessions in October and who has also worked on the submission that I know you have received recently from the Australian Chamber of Commerce.

This is clearly a complex area and it is important that Hong Kong retains its attractiveness as a low taxation jurisdiction. Nevertheless, we appreciate the need for the Government to seek to align itself with international tax rules to the extent possible. In considering the different approaches, and as mentioned above, we have had the benefit of seeing the submission by the Australian Chamber of Commerce and to speak to one its authors. We would support that submission and, therefore, rather than writing a letter in similar form, we would ask you to take note of our support for that submission and its contents.

We anticipate that this matter will require careful consideration moving forward and would be very happy to participate in future discussions or consultations.

Yours sincerely,



David Graham

Executive Director

British Chamber of Commerce in Hong Kong

Mr Stephen Lo Yip Kwong, Principal Assistant Secretary for Financial Services and the Treasury (R2)