

Bank of China Limited 2016 Annual Report - BOCG Investment

27 April, 2017

The Bank is engaged in direct investment and investment management business through BOCG Investment. BOCG Investment's business scope includes private equity investment, fund investment and management, real estate investment and management, and non-performing asset(NPA) investment. As at the end of 2016, BOCG Investment recorded total assets of HKD87.518billion and net assets of HKD54.456 billion. In 2016, it recorded a profit after tax of HKD1.317billion.

BOCG Investment implemented the Group's internationalisation and diversification strategies and continued to innovate its business model. It grasped opportunities arising from China's new urbanisation plan and plans for infrastructure development in important strategic regions by establishing the "Bank of China Urban Development Fund" and "Bank of China Innovative Development Fund", thus constantly intensifying its financial synergies within the Group. Taking advantage of market opportunities, it exploited potential investments arising from emerging industries and successfully completed its investment in Shanghai Lujiazui International Financial Asset Exchange Co., Ltd. ("Lufax") and Shanghai Insurance Exchange, China's first insurance exchange. It expanded its overseas real estate investment business and successfully completed the acquisition of a property project in Sydney, Australia. It continued to carry forward business model transformation from "investment" to "investment management", resolved non-performing assets of the Group in the form of funds, and pushed forward innovative businesses such as entrusted investment and asset securitisation. It constantly enhanced its investment value by strengthening post-investment management and exit management.