

Working Group on Long-Term Fiscal Planning

Phase Two

Terms of Reference

1. In furtherance to the recommendations of the Working Group on Long-Term Fiscal Planning as set out in the Report released in March 2014, the Financial Secretary has invited the Working Group to –

- (a) explore and propose options for a savings scheme (the "Future Fund") for Hong Kong, covering –
 - (i) intended objectives of the Fund;
 - (ii) governance and mode of operation;
 - (iii) target saving level and mode of building up the savings;
 - (iv) investment target and strategy;
 - (v) circumstances triggering withdrawal;
- (b) advise on how the Government can step up the management of its assets, including investments in government business enterprises and fixed assets, with a view to increasing the financial return to help reduce the fiscal pressures in the coming decades; and
- (c) advise on how the key findings and recommendations of the Working Group, where agreed to be adopted by the Financial Secretary, may be relayed to the community in a sustained and effective manner. This includes developing analytical tools or communications strategies to facilitate better understanding of the fiscal challenges that Hong Kong faces in the medium to long term.

2. The Working Group will tender its advice to the Financial Secretary by end 2014 at the earliest.

Working Group on Long-Term Fiscal Planning

Phase Two

Membership

Chairperson

Ms Elizabeth Tse Permanent Secretary for Financial Services and
the Treasury (Treasury)

Non-official Members

Professor Liu Pak-wai Research Professor
Institute of Global Economics and Finance
The Chinese University of Hong Kong

Professor Francis Lui Director of Center for Economic Development
Professor of Economics
The Hong Kong University of Science and
Technology

Mr Mark Saunders Group Chief Strategy and Marketing Officer
AIA Group Limited

Mrs Jennifer Wong Former Partner
KPMG

Mr Marcellus Wong Senior Adviser
PricewaterhouseCoopers

Ex-officio Members

Mr Martin Siu Director of Accounting Services

Mrs Helen Chan Government Economist

Ms Esther Leung Deputy Secretary for Financial Services and the
Treasury (Treasury)¹

Secretary

Ms Susanna Cheung Principal Assistant Secretary for Financial
Services and the Treasury (Treasury)(H)