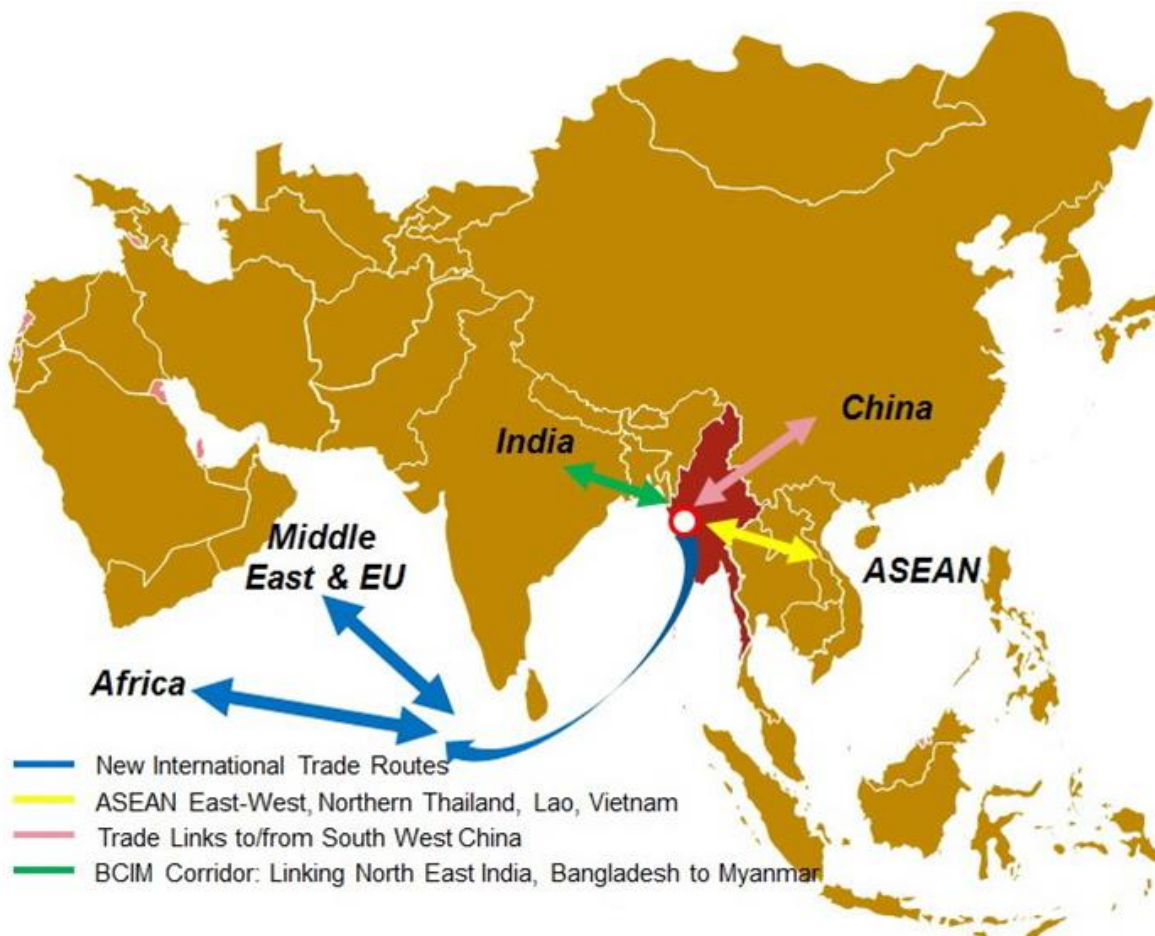


A Brief Introduction of Kyauk Phyu Special Economic Zone Project





DSP: Generate sustainable economic growth & prosperity for KP SEZ, Rakhine State and the whole nation with professional and leading port services.

IP : Become the economic growth engine for Rakhine State and a strong contributor to Myanmar's economic growth.

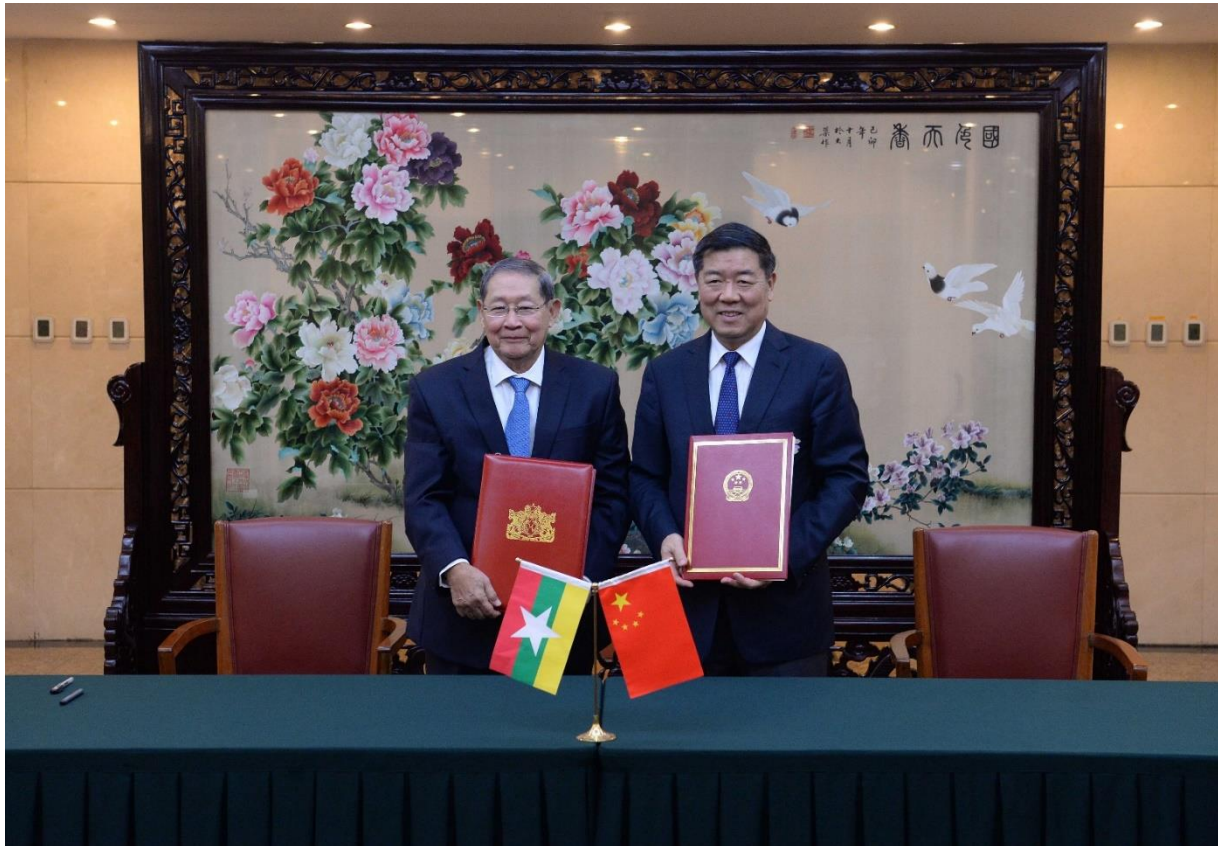
Kyauk Phyu will eventually be the Pearl City of the Bay of Bengal which will see growth similar to Singapore over several decades.

The concept of **"Made in Myanmar"** will be strongly promoted.

Kyauk Phyu SEZ







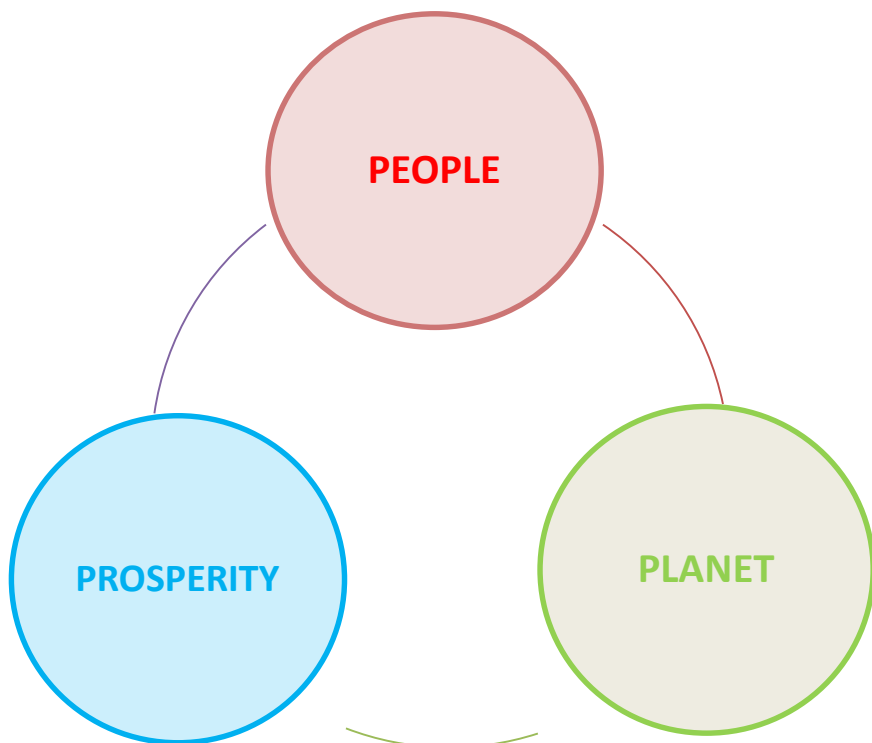
In September 2018, a MoU CMEC was signed by Myanmar minister of Planning and Finance U Soe Win and He Lifeng, chairman of the National Development and Reform Commission (NDRC) of China.











People: create jobs for the local community, provide training, and create new business opportunities.

Prosperity: provide technical support for traditional fishing and agricultural modernization and will build long-term partnerships with the local community and businesses. The concept "Made in Myanmar" will be strongly promoted.

Planet: reduce negative impacts on the environment and protect local fisheries, retain all mangrove forests and rivers in the designated development area. We will adopt a policy of Re-cycle, Re-use and Re-place throughout all aspects of the construction and operations.

Promote economic development



The annual production value of the Industrial Park project is \$3.2 billion, with a per capita GDP of \$32,000.



The DSP & IP Projects will bring approx. 15 billion USD in taxes to the Myanmar government in 50 years of concession period.



The world bank study shows that due to the improvement of infrastructures, the annual economic growth rate of developing countries increased by 1.6%, especially in South Asia, increased by 2.2%.



The Projects will not only promote the development of construction, raw materials and machinery industry, but also promote the development of logistics, communication, catering, retail, finance and other industries



Leveraging with China's The Belt And Road Initiative, accelerate the development speed of infrastructure of Myanmar hinterland.



To improve Myanmar's manufacturing industry and expand the influence of "Made-in-Myanmar" through the industrial agglomeration effect generated by the "port + industrial park" mode.



To attract the migrant Rakhine workers to return to Rakhine state for local job opportunities, to build their hometown and promote local social stability.

With the operation of the DSP & IP Projects, more than 100,000 direct job opportunities will be created **each year**. That will increase local employment rate and remit social contradictions

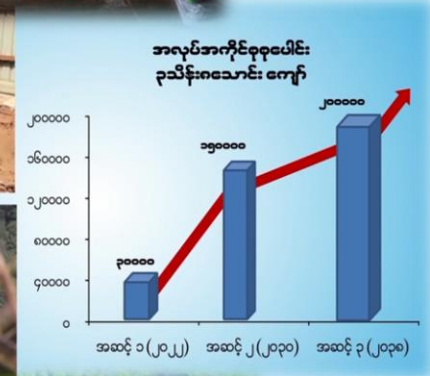


By improving the local infrastructure conditions to promote capacity and efficiency of the local government and people against the disasters, diseases and other issues



Improve people's livelihood

- Commitments to CSR funding: \$1 million per year in the first five years during Project implementation, then \$500,000 per year;
- "Localization" of operations: 5 years after commercial operation of the DSP & IP Projects, 90% of the project operational positions will be undertaken by Myanmar nationals;
- To engage local suppliers and subcontractors for more opportunities for local business and employment;
- To establish "CITIC BN vocational school", providing education opportunities for local people;
- To build "small and medium-sized enterprises development program and fund", helping upgrade of local agricultural and fishery industry;
- To build a "local community fund", improving local people's work and medical conditions;
- To engage international well-known third-party institutions to implement the environmental impact assessment (EIA) and social impact assessment (SIA);
- To build green eco-port and green industrial park.





- In February 2015, CITIC has deployed the Village Fund Program in Myanmar.
- CITIC donated 1.5 million USD for 50 villages to provide financial support to 50 remote villages for the purpose of overcoming poverty and improve villagers' living standards.
- Each selected village can get 30,000 USD fund.
- Villagers will use the fund as startup capitals to develop agriculture activities, such as **livestock**, **breeding**, and **farming**, and will repay the fund in full on due day together with interests and eventually actualize themselves' sustainable developments.
- The program has been successfully run over **3 years** and improved the villagers' life.

Give a hand in the 2015 flood damage



- In August 2015, Rakhine State encountered most severe flooding in nearly 40 years. And this disaster brought great pain and loss to Myanmar people.
- Learning that, CITIC Group immediately decided to donate **300,000 USD** worth of supplies and provide a helicopter for free to support Myanmar relief and rescue work in flooded areas.
- The supplies include **100 hand tractors**, **100 pumps**, **600 tarpaulin** and **240,000 student exercise books**.