

# **Study on the Financing Capacity of Commercial Plantations in Fujian Province**

Liu Weiping

College of Economics and Management,  
Fujian Agriculture and Forestry University  
Fuzhou, P.R.China

- **1. Description of evolution and status quo of financing of commercial plantations in Fujian Province**
- 1.1 Main body of investment and financing has changed
  - 1.1.1 Non-public afforestation grows rapidly
  - 1.1.2 Industrial forest plantations established by enterprises develops rapidly

- 1.2 The resource of fund has changed
- 1.2.1 Fund in the government budget
- 1.2.2 Foreign funds
- 1.2.3 Domestic loan
- 1.2.4 Own fund
- 1.2.5 Other fund

- **2 Analyzing the factors causing the change of fund resource for commercial plantations in Fujian Province**
- 2.1 Benefit analysis
- 2.1.1 Current income from timber
- •Chinese fir (*Cunnighamia lanceolata* )
- •Masson's pine ( *Pinus massoniana* )
- 2.1.2 *Anticipated income*

2.2 Impact factor analysis

2.3 Risk analysis

2.3.1 Natural disaster

2.3.2 Illegal felling

2.3.3 Policy risk

2.4 Information question

### **3 The strategy on enhancing the financing power of Commercial Plantations in Fujian Province**

- 3.1 Decreasing cost, increasing investment- benefit of Commercial Plantations
- 3.2 Reduction of the Commercial Plantations investment risk
- 3.3 Creating actively market to meeting the need of different financing channels

- 3.4 Establishing a mature investment and financing circumstance for the Commercial Plantations
- 3.5 Improving the agent system
- 3.6 Enlarging forestry enterprise scale and power, creating circumstance for financing

Thank you!