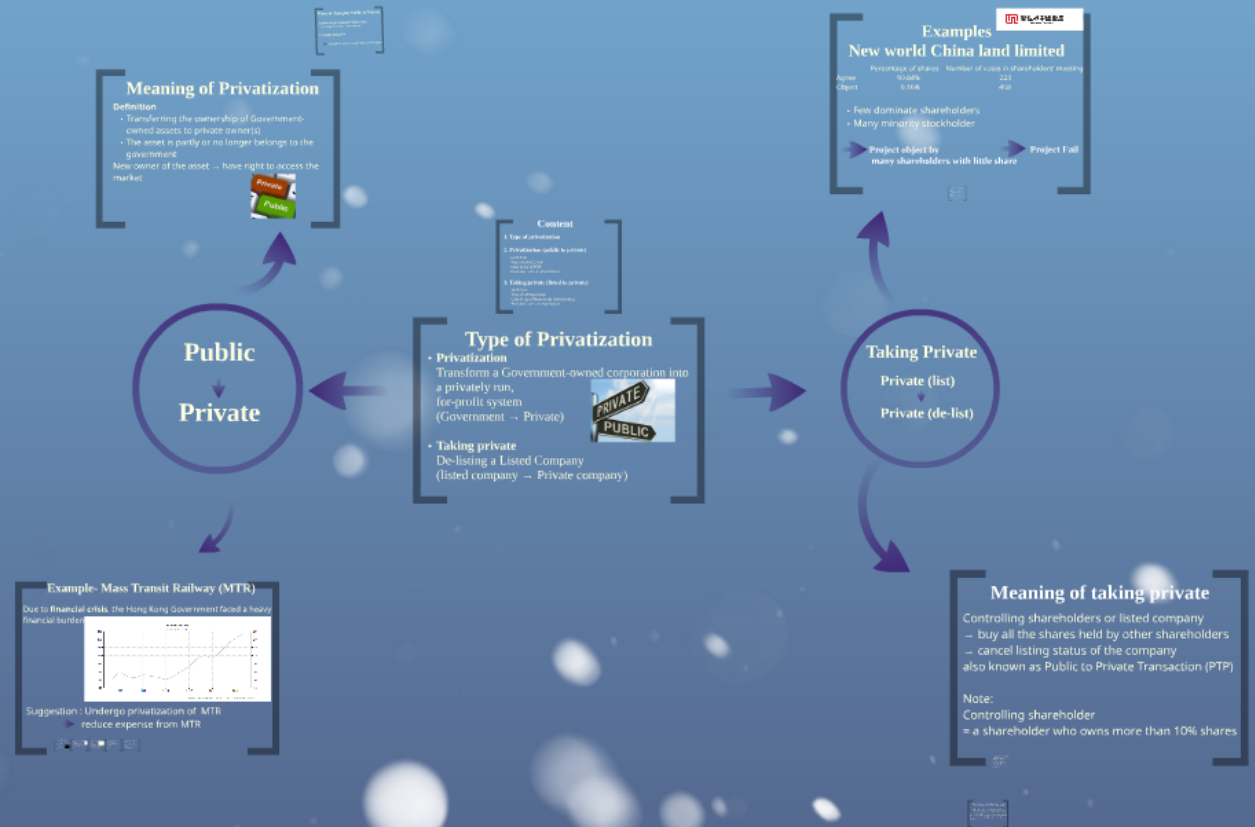


# Privatization

Group Members :

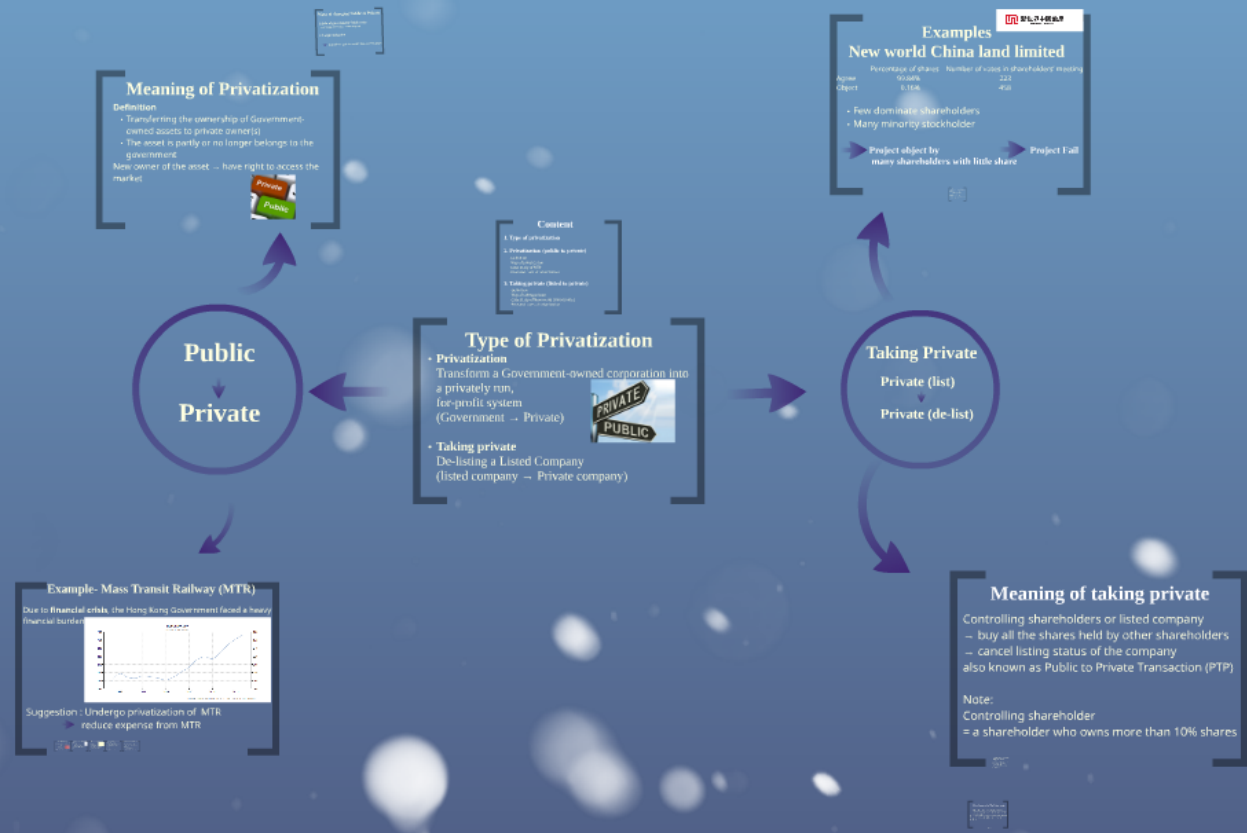
- Kelvin Suen 10613437
- Brian Ng 10615850
- Samuel Wong 10614480
- Bernice Chan 10614879
- Zoe Chan 10615917
- Karen Ng 10615873



# Financial Management

# Privatization

Group Members :  
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# Content

## 1. Type of privatization

## 2. Privatization (public to private)

- Definition
- Way of privatization
- Case study of MTR
- Pros and cons of privatization

## 3. Taking private (listed to private)

- Definition
- Way of taking private
- Case study of New world China Limited
- Pros and cons of privatization

# Type of Privatization

- **Privatization**

Transform a Government-owned corporation into a privately run, for-profit system  
(Government → Private)



- **Taking private**

De-listing a Listed Company  
(listed company → Private company)

The image features a large, dark blue circle with a thick, dark purple border. Inside the circle, the word "Public" is written in a large, white, serif font at the top. Below it is a dark purple downward-pointing arrow. At the bottom of the circle, the word "Private" is written in the same white, serif font. The background of the entire image is a light blue gradient with several white, out-of-focus circular spots.

**Public**



**Private**

# Meaning of Privatization

## Definition

- Transferring the ownership of Government-owned assets to private owner(s)
- The asset is partly or no longer belongs to the government

New owner of the asset → have right to access the market



# Ways of changing Public to Private

## 1. Sale of government-held assets

(e.g. Selling shares/assets to other company)

## 2. Corporatization



transform public assets into corporation

# Major Reasons for the Government to sell corporation

- Heavy financial burden
- Improving service quality