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Research on Financial Leasing Mode for the Stock of Infrastructure in China

（Thesis submitted for the degree of Executive Doctorate in Business Administration）

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ABSTRACT

Continuous promotion of urbanization in China powers the urban infrastructure construction, while under the system of socialism market economy, demand of infrastructure construction brings heavy financial burden to the government; therefore, higher requirements on financing modes for infrastructure industry should be met given the new conditions.

The thesis systematically identifies features and financial situations of urban infrastructure construction in China and feasible financing modes and corresponding management systems, discusses and compares features, efficiency and feasibility among several financing mode, as well as the stability of cash flow and property relations based on contractual relationships, and proposes a solution to the difficulty of financing for urban infrastructure in China, which is financial leasing. As a new modern investment and financing mode, financing leasing is very promising thanks to its function combining both financing and assets financing. Particularly, the sales and leaseback model targets the stock of infrastructure, so as to help local governments to revitalize stock, provide increment, and deleverage, and effectively provide capital to the steady progress of urbanization and sustainable development of municipal infrastructure construction.

Key words: financing leasing, the stock of assets, infrastructure construction

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