

**Regulatory  
Developments**

**PBC Issues 2012 China Financial Standardization Report**

Recently, the People's Bank of China (PBC) publishes *2012 China Financial Standardization Report* (the "Report"). According to the Report, in 2012, the PBC will continue to further its standardizing financial strategy, resulting in a systematic standardization of financial regulation with its promotion of industrial development; The issuance of *Regulatory Standards in China's Banking Industry* has facilitated the formation of a comprehensive financial standard system covering banking industry, securities industry, futures industry, insurance industry as well as printing industry. With the increasing demand of financial standardization, a series of standards for major financial sectors have been published and implemented to fill in the blanks of relevant sectors, notably the internationally advanced publishing of standards for China mobile financial payment series lays the foundation of regulating mobile payment services.

[PBC News](#) (Currently Only Available in Chinese)

**State Council Unveils Overall Scheme of Shanghai Free-Trade Zone**

On 27, September, the China State Council announces the rules of Shanghai Free-Trade Zone, aimed at exploring convertible capital accounts and financial service sector's full opening to qualified private sector and foreign financial institutions after 2-3 years' trial. Shanghai Free-Trade Zone will further expand the opening scope of financial service and promote reform of foreign investment management system; the scheme is to expand the opening range of financial services, shipping, merchandizing and trade-related services, professional services, cultural industries as well as social services. Notably, Shanghai Free-Trade Zone is prior to carry out and try convertibility of RMB capital account, interest rate liberalization as well as RMB cross-border use.

[Government News](#) (Currently Only Available in Chinese)

**SSE & CDC Jointly Release the Measures on Treasury Bond When-Issued Trading Transaction, Registration and Settlement Business**

On September 26, 2013, Shanghai Stock Exchange (SSE) and China Securities Depository and Clearing Co.(CDC), jointly released the *Measures on Treasury Bond When-Issued Trading Transaction, Registration and Settlement Business* (the

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"Measures"). The Measures specify the categories of investors may participate in the treasury bonds pre-issuance transactions, namely securities companies, banks, fund managers, insurance companies and other financial institutions that are eligible to participate in bond trading in the SSE, also other professional investors who meet relevant provisions. Meanwhile, the Measures specify that only the members of the underwriting syndicate for treasury bonds can be net sellers in treasury bonds pre-issuance transactions while other professional investors may not do so; that is, they can only sell after buying.

[SSE News](#) (Currently Only Available in Chinese)

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