

**Regulatory
Developments**

NAFMII issues the Guidelines for Information Disclosure of Asset-backed Securities in Shantytowns Reconstruction Project Loans (Trial)

NAFMII organized market members to formulate and issue the Guidelines for Information Disclosure of Asset-backed Securities in Shantytowns Reconstruction Project Loans (Trial), with its main contents including General provisions, Registration information disclosure, Issuing information disclosure, Regular information disclosure in duration, Information disclosure for major events in duration, as well as information disclosure evaluation mechanisms, and punishment mechanism for violations.

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

NDRC plans steps to bolster bond market

On August 5, the National Development and Reform Commission (NDRC) issued the Interim Measures for the Administration of Project Revenue Bond (PRB), specifying that funds raised by PRB can only be used for the construction, operation or equipment purchase for the designated project, replacing project capital or repay other debts related to the project are prohibit, with the exception that it can be used to repay the bank loans that were used and not covered in the pre-agreed project financing. The Measures is effective as of the date of promulgation.

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

Central Bank says to continues implementing prudent monetary policy

On August 3-4, 2015, governors of branches and sub-branches of the People's Bank of China (PBC) held a forum. The forum pointed out that the PBC will continue with its "prudent" monetary policy in the second half of the year, innovate in and improve ideas and ways of macro-control, with greater attention to the appropriateness of the monetary policy. It will timely and moderately make pre-tuning and fine-tuning, make flexible use of open market operations to maintain reasonable and adequate liquidity, and make flexible use of various monetary policy tools to timely pre-tune and fine-tune to maintain appropriate liquidity, thereby achieving a reasonable growth of money, credit and social financing scale.

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

Foreign exchange policy supports liberalization of domestic commodity futures market as well as trade facilitation

Recently, the State Administration of Foreign Exchange (SAFE) issued the Notice of the State Administration of Foreign Exchange on Relevant Matters Concerning Foreign Exchange Management for Foreign Traders and Foreign Brokers Conducting Specific Futures Varieties Trading in China. The Notice specifies foreign exchange management policy for foreign investors to participate in commodity futures trading in China, and requires to streamline requirements for account opening, funds transfer, data reporting, among others, so as to facilitate market operations.

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

Disclaimer: NAFMII does not guarantee the accuracy of the information contained in the newsletter. Materials and data provided here are intended for general informational purposes only, and are not intended to provide specific investing, tax, business or legal advice to any individual or entity. Certain contents of this newsletter are copyrighted by NAFMII. You agree that information provided on this newsletter will be used solely for your own personal, noncommercial use and benefit, and this information is not to be distributed, sold, transferred or otherwise made available to third parties. You may not copy, recompile or create derivative works from the information provided on this newsletter. Readers are urged to consult with their own advisors before taking action based on any information appearing on this newsletter.