

**Regulatory
Developments**

PBOC Allows Qualified Non-financial Institutional Investors to Enter Interbank Bond Market

The People's Bank of China (PBOC) announced on November 3 that qualified non-financial institutional investors can now trade bonds in the interbank bond market through a dedicated trading platform.

Qualified non-financial institutional investors shall: (1) be established as a legal entity or partnership in accordance with the law; (2) have a minimum net assets of 30 million RMB; (3) have appropriate bond investment systems and positions in place, and associated personnel shall attend professional trainings offered by NAFMII and other interbank market intermediaries and obtain relevant qualifications; (4) have not violated laws and regulations in the most recent year; and (5) meet other conditions required by the PBOC. Non-financial institutions that meet the requirements of qualified investors shall file with NAFMII before start trading in the interbank bond market. Beijing Financial Assets Exchange will be responsible for providing services to qualified non-financial institutional investors such as policy consultation to the filing, and material collection. (Wind Information)

PBOC Appointed ICBC Doha Branch to Clear RMB Transactions

According to the Memorandum of Understanding on Yuan Clearing in Doha between the People's Bank of China and Qatar Central Bank, the central bank decided to authorize the Doha branch of Industrial and Commercial Bank of China (ICBC) to clear yuan transactions in Doha. (PBOC)

PBOC and CSRC Jointly Promulgated the Rules and Regulations on Bond Statistics

To fully and accurately reflect the development of the bond market, comprehensively monitoring and assessing the impact of the market on monetary policy and financial stability, the People's Bank of China (PBOC) and the China Securities Regulatory Commission (CSRC) have decided to jointly release Rules and Regulations on Bond Statistics, in accordance with the Law of the People's Republic of China on the People's Bank of China and the Securities Law of the People's Republic of China. Statistics objects of the Rules and Regulations on Bond Statistics are debt securities, include debt financial instruments like bonds, notes, depository receipts, that are issued in domestic interbank market, exchange market, commercial bank counters and other places, as well as those issued offshore by Chinese institutions. Reporting agencies shall submit details on product type, issuer, duration, transactions, debt holder information, bond yields and other

relevant statistical data of each bond. Reporting agencies include a number of institutions in both the interbank bond market and the exchange bond market. (PBOC)

Macroeconomic

China's October Manufacturing PMI was 50.8%

According to data on the official website of the National Statistics Bureau, China Manufacturing Purchasing Managers Index (PMI) was 50.8% in October 2014, down 0.3 percentage points from the previous month, but still higher than the critical point, indicating China's manufacturing industry continues to maintain steady overall growth. (Xinhua Net)

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