

NAFMII Related

Notice on Adjusting Access for Non-financial Qualified Institutional Investors in Interbank Bond Market

The PBC recently agreed to adjust the access for non-financial qualified institutional investors in the interbank bond market. The previous requirement that "net assets should be no less than RMB30 million" will be changed to "the net value of financial assets held or managed by investment companies or other institutions that have been legally registered at relevant authorities or their authorized industrial self-discipline organizations should be no less than RMB10 million, and the net assets of other organizations should be no less than RMB10 million".

According to the Notice, if non-financial qualified institutional investors engage in bond investment and trade in the transaction platform for qualified investors, they should be legally established corporations, partnership firms or other organizations that have operated in accordance with laws and regulations for no less than a full year.

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

Macro & Financial

CSRC Issues Guidance on Corporate Bond Issuer Inspection

Market News

The CSRC recently formulated and issued the *Guidance on Site Inspection of Corporate Bond Issuers*. The Guidance specifies how the inspection targets are selected, and establishes such mechanisms as problem- and risk-oriented inspection and "double random" spot check. It determines the contents of and methods for site inspection in light of the features and risk factors of corporate bonds, and lists the key areas for attention during inspection and the inspection approaches. It also details the specific work items and requirements in the three stages of preparation, inspection and conclusion, and frames the principles and division of duties for taking targeted measures against problems identified in inspection.

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

Statistics

The Ministry of Finance Releases Reports on the Economic Operation of State-owned and State-held Enterprises in Jan.-Sept.

State-owned and state-held enterprises in China performed steadily with positive signs. Their revenues continued to increase YOY at a slightly higher rate, profits dropped YOY with a higher decrease rate, the industry of non-ferrous metals

continued to lose money, and the iron and steel industry was finally out of the red. (1) State-owned enterprises registered a total operating revenues of RMB3,270.58 billion in Jan.-Sept., up 0.8% YOY. (2) Their total operating cost stood at RMB31,817.96 in that period, up 0.8% YOY, of which sales expenses, overheads and financial cost increased by 5.3%, 6.4% and dropped 5.7% YOY respectively. (3) State-owned enterprises achieved total profits of RMB1,720.68 billion, down 1.6% YOY. (4) They had RMB2,755.19 billion tax payables in Jan.-Sept., down 1.7% YOY. (5) At the end of September, total assets of state-owned enterprises stood at RMB128,767.79 billion, total debts RMB85,344.85 billion and total owners' equity RMB43,422.94 billion, up 9.7%, 9.9% and 9.3% YOY respectively.

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

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