

**Regulatory
Developments**

CSRC amended relevant provisions for public bond issue prospectus

China Securities Regulatory Commission (CSRC) recently has promulgated administrative measures on the issuance of corporate bonds, and in order to conform with the measures, CSRC also has made amendments to two documents including public corporate bond issue prospectus, as well as supporting papers of publicly issued bonds.

Main amendments to public corporate bond issue prospectus include: expanded bond issuers to all corporate legal entity and added disclosure requirements for corporate governance; made changes to the sponsor system and added commercial insurance credit mechanism; enhanced disclosure for issuer's business and financial information.

Main amendments to supporting papers of publicly issued bonds include: changed sponsoring institutions to lead underwriters; corporate bond issuers extended to all companies; and removed requirements on offering circular and underwriting agreements. (www.hexun.com)

Macroeconomic

CPI rised slightly while PPI continued to fall

National Bureau of Statistics released that in February, China's consumer price index (CPI) rose 1.2% month on month and 1.4% year on year, while PPI was down 0.7% month on month and 4.8% year on year. (www.huanqiu.com)

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.