

### NAFMII News

#### **NAFMII issues Tabulated Form System for Information Disclosure During the Life of Non-financial Enterprise Debt Financing Instruments**

NAFMII together with market members, formulates Tabulated Form System for Information Disclosure During the Life of Non-financial Enterprise Debt Financing Instruments ("System"), which will be effective on October 1, 2013. Contents of the System include the follow. Firstly, issuers and professional intermediaries shall compile and disclose relevant information during the life of debt financing instruments according to related self-regulatory rules and regulations and the System. Secondly, the System only lists the minimum requirements of information disclosure during the life of debt financing instruments. Any material event that may have a major impact on solvency of the issuers or the decision making of investors shall be disclosed regardless whether it is required in the tabulated form system. Investors shall make their investment decision independently and bear the investment risk by themselves. Thirdly, issuing enterprise and all of its board of directors (or personnel with equivalent responsibilities) shall be held accountable for the truthfulness, accuracy, completeness and timeliness of the information disclosed. Professional intermediaries and their designated personnel shall also be held accountable for the professional report and opinion they give.

[NAFMII Announcement](#) (currently only available in Chinese)

### Regulatory Developments

#### **PBC issues *All-system Financing Aggregate Statistics in the First Half of 2013***

Recently, the People's Bank of China (PBC) issues *All-system Financing Aggregate Statistics in the First Half of 2013*. According to preliminary statistics, all-system financing aggregate reached 10.15 trillion yuan in the first 6 months, up 2.38 trillion yuan year on year. Historic records show that the all-system financing aggregate statistics in 2012 is 15.76 trillion yuan. This demonstrates that it takes only 6 months this year for all-system financing scale to reach up to 64% of last year's aggregate level.

[Report Abstract](#) (currently only available in Chinese)

#### **CBRC & State Forestry Administration introduce policies regarding Forestry Property Rights Mortgage**

Recently, CBRC and State Forestry Administration jointly issued *Opinions Regarding*

*the Implementation of Forestry Property Rights Mortgage* (the Opinion), clearly pointing out that foresters and forestry production operators, can apply loans from commercial banks by using their forestry property rights as collateral to meet their financing needs. This is a historic breakthrough which turns forest resources into capital. The Opinion clarifies many aspects of forestry property rights, such as standard procedure, tenor, operation methods, registration and realization of assets. The Opinion will further improve rural financial service, optimize credit funds allocation, break the bottleneck of forestry economy, thereby develop China's forestry industry and benefit foresters.

[CBRC News](#) (currently only available in Chinese)

### **China raises QFII Quota to \$150 billion, RQFII scheme to be expanded to London and Singapore**

China Securities Regulatory Commission (CSRC), the People's Bank of China (PBC) and State Administration of Foreign Exchange (SAFE) increased Qualified Foreign Institutional Investors (QFII) Quota to \$150 billion and will expand Renminbi Qualified Foreign Institutional Investors (RQFII) program to London and Singapore. Given that foreign investors have strong willingness to invest in China's capital market, the raise of QFII quota signals China's objective to attract long-term investors from abroad and push forward the reform of China's capital market. The RQFII program launched in 2011 was essentially designed for the institutions in Hong Kong and Taiwan to invest in the mainland. By expanding the program to London and Singapore, it also moves to widen channels for renminbi offshore market and further opening of the capital market.

[CSRC News](#) (currently only available in Chinese)

### **CSRC solicits opinions on the *Guidance on Securities Companies Participation in Stock Index Futures and T-Bond Futures Trading***

China Securities Regulatory Commission (CSRC) solicits opinions on the *Guidance on Securities Companies Participation in Stock Index Futures and T-Bond Futures Trading* ("Guidance") from the public on July 12th. On the basis of Guidelines for Securities Companies Participation in Stock Index Futures Trading, CSRC further clarifies regulatory requirements according to T-bond futures' characteristics in delivery mechanism, price fluctuation and the linkage of spot and future markets. CSRC made some new refinements on the basis of the previous version and formed the current Guidance.

[CSRC News](#) (currently only available in Chinese)

### **CSRC solicits opinions on the *Guidance on the Public Investment Funds to Participate in T-Bond Futures Trading***

China Securities Regulatory Commission (CSRC) solicits opinions on the *Guidance on the Public Investment Funds to Participate in T-Bond Futures Trading* ("Guidance") from the public on July 12th. The main content of the Guidance include six parts: firstly, take hedging as main investment strategy, and impose strict limit on speculation; secondly, implement different regulatory measures on different types

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of fund products; thirdly, strictly limit investment proportion under the principle of hedging, risk control and measured development; fourthly, clarify the decision-making system for fund management company to participate in t-bond futures trading; fifthly, guide fund management company and custodian bank to deal with participation of fund companies in T-bond futures transaction in a prudent manner; sixthly, strengthen information disclosure of fund companies when they participate in T-bond futures trading.

[CSRC News](#) (currently only available in Chinese)

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