



## Statistics

### Financial Market Operations in May 2019

#### I. Bond market issuance

In May, RMB 3.6 trillion worth of various types of bonds were issued in the bond market, including RMB 395.32 billion government bonds, RMB 304.32 billion local government bonds, RMB 488.05 billion financial bonds, RMB 488.86 billion corporate debentures, RMB 72.04 billion asset-backed securities and RMB 1.8 trillion inter-bank deposits. By the end of May, outstanding bonds in custody was RMB 91.1 trillion. Among them, outstanding government bonds in custody stood at RMB 14.7 trillion, that of local government bonds in custody at RMB 19.6 trillion, that of financial bonds in custody at RMB 21.9 trillion, that of corporate debentures in custody at RMB 19.6 trillion, that of asset-backed securities in custody at RMB 3.1 trillion, and that of inter-bank deposits in custody at RMB 10.2 trillion.

#### II. Money market operations

In May, transaction totaled RMB 84.7 trillion in the inter-bank money market, up by 21.54% year on year and down by 1.84% month on month. Among them, transaction of pledged repo was RMB 69.0 trillion, up by 21.3% year on year and down by 2.12% month on month; that of outright repo was RMB 0.8 trillion, down by 27.25% year on year and up by 7.39% month on month; and that of inter-bank lending was RMB 15.0 trillion, up by 27.32% year on year and down by 1.01% month on month. In the month, the monthly weighted average inter-bank lending rate stood at 2.24%, 19 base points lower than April, and that of monthly weighted average interest rate for pledged repo at 2.27%, 19 base points lower than April.

#### III. Bond market operations

In May, cash bond transactions in the inter-bank bond market totaled RMB 18.6 trillion, with an average daily volume of RMB 2,883.72 billion, up 67.45% year on year and 10.38% month on month. Cash bond transaction in the exchange bond market was RMB 701.21 billion, with an average daily volume of RMB 35.06 billion, an increase of 59.34% year on year and a decrease of 1.95% month on month. At the end of May, China Inter-bank Bond Index stood at 191.51, up 1.34 points from the end of April.

#### IV. Stock market operations

At the end of May, Shanghai Composite Index closed at 2,898.70, down by 179.64 points, or 5.84% from the end of April; Compositional Index of Shenzhen Stock Market closed at 8,922.69, down by 751.84 points, or 7.77% from the end of April. In the month, the average daily trading volume of Shanghai stock market was RMB 216.8 billion, down by 39.95% month on month, and that of Shenzhen stock market was RMB 275.2 billion, down by 37.95% month on month.

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## Regulatory Developments

### PBoC to increase Rediscount Quota and Standing Lending Facility Quota by RMB 300 Billion to Enhance Liquidity Support for Small and Medium-sized Banks

The People's Bank of China (PBoC) has decided to increase the rediscount quota and standing lending facility (SLF) quota by RMB 200 billion and RMB 100 billion,

respectively as of June 14, 2019 to beef up liquidity support and maintain adequate liquidity for small and medium-sized banks. Small and medium-sized banks can apply to PBoC for liquidity support with eligible bonds, inter-bank certificates of deposit, bills, etc.as collateral.

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