

**Regulatory
Developments**

CSRC solicits public opinions on the revisions of the Guidelines on the Articles of Association for Listed Companies

Recently, China Securities Regulatory Commission (CSRC) revised provisions of the Guidelines on the Articles of Association for Listed Companies (Guidelines), and solicited public opinions as of March 15, 2019.

To implement listing rules and requirement, CSRC amended the Guidelines in three aspects. First, it specifies relevant requirements for the articles of association for listed companies with special equity structure. Second, it optimizes the legal situation in which a listed company purchases its own shares in accordance with the Company Law of the PRC, and specifies share acquisition method, decision-making procedure and share disposal requirement. Third, it optimizes the requirements on holding of stockholder's meeting, removal of directorship, setup of ad hoc committee under the board of directors, and job requirement on senior executives. [CSRS NEWS](#)(Currently Only Available in Chinese)

Statistics

Financial market operations in February 2019

I. Bond market issuance

In February, RMB 2.4 trillion worth of various types of bonds were issued in the bond market, including RMB 160 billion government bond, RMB 364.17 billion local government bonds, RMB 396.77 billion financial bonds, RMB 321.24 billion corporate bonds, RMB 19.37 billion asset-backed securities and RMB 1.2 trillion interbank deposits.

By the end of February, the balance of bonds in custody was RMB 88.0 trillion, of which balance of government bonds in custody stood at RMB 14.4 trillion, that of local government bonds in custody at RMB 18.8 trillion, that of financial bonds in custody at RMB 21.0 trillion, that of corporate bonds in custody at RMB 19.0 trillion, that of asset-backed securities in custody at RMB 2.9 trillion, and that of interbank deposits in custody at RMB 10.0 trillion.

II. Money market operations

In February, the interbank money market saw a total transaction of RMB 63.2 trillion, up 26.21% year on year and down 29.59% month on month. Among them, transaction of pledge-style repo was RMB 51.2 trillion, up 26.61% year on year and down 31.19% month on month; that of outright repo was RMB 0.5 trillion, down 53.60% year on year and 37.91% month on month; and that of interbank lending

was RMB 11.4 trillion, up 35.13% year on year and down 20.86% month on month. In February, the weighted average interbank lending rate stood at 2.20%, an increase of 5.0 base points from the previous month, and that of monthly weighted average interest rate for pledge-style repo at 2.24%, an increase of 8.0 base points from the previous month.

III. Bond market operations

In February, cash bond transactions in the interbank bond market amounted to RMB 10.9 trillion, with an average daily volume of RMB 638.26 billion, up 103.08% year on year and down 6.04% month on month. Cash bond transaction in the exchange bond market was RMB 470.65 billion, with an average daily volume of RMB 31.38 billion, an increase of 42.33% year on year and decrease of 1.27% month on month. At the end of the month, China Interbank Bond Index stood at 190.78, an increase of 0.08 points from the end of January.

IV. Stock market operations

At the end of February, Shanghai Composite Index closed at 2940.95 points, up 356.38 points, or 13.79% from the end of January; Shenzhen Composite Index closed at 9031.93 points, up 1552.71 points, or 20.76% month on month. In February, the average daily trading volume of the Shanghai stock market amounted to RMB 257.2 billion, an increase of 100.87% month on month, and that of the Shenzhen stock market was RMB 335.8 billion, up 97.32% month on month.

[PBC NEWS](#) (Currently Only Available in Chinese)

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