



## Macro & Financial

### Market News

#### **Cooperation between CFETS and Bloomberg kicks off to enhance bond market opening-up**

Cooperation program between China Foreign Exchange Trade System (CFETS) and Bloomberg has been well prepared to kick off, which supports foreign institutional investors' entry into China inter-bank bond market through trading platform connection. The program will enhance the opening of trading facilities in China's bond market and continuously improve market infrastructure's capacity of providing services. The program will also facilitate foreign institutional investors' accession into China's bond market to allocate RMB bond assets through Bloomberg's trading terminal.

[\(PBC News\)](#) (Currently Available in Chinese)

#### **CSRC and SFC signed the MOU on cross-border institution supervision cooperation and information exchange**

China Securities Regulatory Commission (CSRC) and Hong Kong Securities and Futures Commission (SFC) announced that they have signed the Memorandum of Understanding (MOU) on Cross-border Institution Supervision Cooperation and Information Exchange (MOU).

The MOU will help deepen cross-border supervision cooperation and information exchange between the securities regulators of Chinese mainland and Hong Kong in the securities & fund sector, drive cross-border securities & fund institutions of the mainland and Hong Kong region to continuously improve their compliant operation level and service capabilities, further enhance investor protection, and effectively prevent financial risks. This MOU is set to promote the stable, sound development of the capital markets of Chinese mainland and Hong Kong as well as the high-quality development and high-level opening up of Chinese economy.

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

#### **Enhancing supervision and law enforcement by establishing a unified bond market law enforcement mechanism**

In recent years, the Chinese bond market has been growing rapidly and relatively stable. By the end of October 2018, the outstanding volume of the Chinese bond market reached RMB 83.8 trillion, ranking No. 3 in the world and No. 2 in Asia, with the outstanding volume of corporate credit bonds ranking No. 2 in the world and No. 1 in Asia. At the same time, there were also some defaults in the bond market, so further efforts are required to enhance regulation.

With the approval of the State Council, CSRC is launching unified law enforcement actions against illegal behaviors in the inter-bank bond market. CSRC will identify and impose administrative punishments who violate information disclosure rules on cooperate bond, enterprise bond, non-financial debt financing instruments, financial bonds and other bond products. CSRC also punishes activities such as insider trading, market manipulation and other activities violating the Securities Law. If suspected of crime, the case will be transferred to the public security authorities to investigate for criminal responsibility in pursuant to law.

[\(PBC News\)](#) (Currently Available in Chinese)

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