



NAFMII Related

NAFMII holds 3rd meeting of the 5th governing council

On August 29, NAFMII held the 3rd meeting of the 5th governing council in Beijing, at which the following proposals were adopted:

I. The meeting adopted the proposal concerning market evaluation of underwriter members (foreign banks) participating in type-B lead underwriting business in the debt financing instruments of non-financial enterprises. It agreed to add HSBC (China) as a type-B lead underwriter in the debt financing instruments of non-financial enterprises, and ordered the Secretariat to handle submission and registration according to procedures.

II. The meeting adopted the proposal concerning the revision of some self-regulation rules, and ordered the Secretariat to handle submission and registration of the revised rules and release them to the market according to procedures. It also instructed the Secretariat of NAFMII to make revisions to the registration documents and tabulated forms as well as operating rules concerning the debt financing instruments of non-financial enterprises according to the revised rules.

III. The meeting adopted the proposal concerning the *Working Procedures for the Registration of Private Placement of Debt Financing Instruments of Non-financial Enterprises* and auxiliary documents, and authorized the Secretariat of NAFMII to timely adjust the relevant registration documents and tabulated forms in light of market situations and requirement for protection of private investors.

IV. The meeting adopted the proposal concerning the formulation of the *Standard Distribution Agreement for Debt Financing Instruments of Non-financial Enterprises* and related matters, and ordered the Secretariat of NAFMII to release the agreement and organize implementation according to procedures.

[NAFMII News](#)(Currently Available in Chinese)

Regulatory

Authorities make joint announcement on preventing financing risks for issuance of tokens

Developments

Financing activities in the form of token money issuance including ICO emerged in China in large quantities recently. Such speculation is suspected of being involved in illegal financial activities and is seriously disturbing the economic and financial order.

According to the Law of the People's Republic of China on the People's Bank of China, Law of the People's Republic of China on Commercial Banks and the Securities Law of the People's Republic of China, as well as other laws and regulations, PBC, Office of the Central Leading Group for Cyberspace Affairs, MIIT, State Administration for Industry and Commerce, CBRC, CSRC and CIRC jointly released an announcement concerning relevant issues as follows:

- I. Correctly understand the nature and properties of financing for issuance of token money;
- II. Any organization or individual shall not engage in illegal financing activities for issuance of token money;
- III. Intensify management of token money financing and transaction platforms;
- IV. Financial institutions and non-banking payment institutions shall not engage in business related to token money issuance, financing and transaction;
- V. The public shall be highly alerted against the risks and hazards of token money issuance, financing and transaction;
- VI. Give full play to the self-regulatory role of industrial organizations.

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

CIRC holds a seminar for foreign insurance companies

Macro & Financial

Market News

So far, overseas insurance companies from 16 countries and regions have set up 57 foreign insurance companies in China, with more than 1,800 subsidiaries of various levels. All foreign insurance companies on the list of the Fortune Global 500 have come to the Chinese market, and their market share in China has been escalating from less than 1% when China was first admitted into the WTO to 5.19% at the end of 2016. By the end of July this year, total assets of foreign insurance companies in China had reached RMB1,002.25 billion. These foreign companies have brought with them advanced concepts, technologies and products, which help drive reform and development of the industry. In terms of compliance and risk prevention and control, they have played an exemplary role in the standardized development of Chinese insurance market by sticking to business operation by law and in compliance with all related rules and regulations.

[CIRC News](#)(Currently Available in Chinese)

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