

## Macro & Financial

### **CSRC issues the Measures for Compliance Management of Securities Companies and Securities Investment Fund Management Companies**

#### Market News

The Measure shall come into force on October 1, 2017. It comprises five chapters with a total of 40 articles, main revisions as follows. The first is to propose a principle-oriented approach, and put forward eight general principles for standardizing operation of all kinds of business. The second is to further strengthening compliance at all level, and clarify compliance management responsibilities of all parties, including the board of directors, senior managers and heads of compliance. The third is to optimize the organizational system of compliance management, and lay down basic standards about the development of compliance system, the establishment of compliance department, and the quantity and quality of compliance staff of securities and fund operators. The fourth is to strengthen the degree of specialty and professionalism level of compliance head, as well as enhancing requirements for professional experience and legal knowledge. The fifth is to improve job security of compliance head, and take measures to safeguard their independence, authority, right to know, and remuneration. The sixth is to intensify supervision and administration, in which the securities and fund operators, their senior managers and heads of compliance shall be pursued in accordance with the law, in the light of their failure to implement effective compliance management or other illegalities.

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## Statistics

### **Financial Statistics Report in May 2017**

At end-May 2017, outstanding M2 and M1 grew by 9.6 percent and 17 percent respectively; outstanding loans in local currency was up by RMB 1.11 trillion, and outstanding loans in foreign currencies decreased by USD 11.3 billion; outstanding deposits in domestic and foreign currencies increased by RMB 1.11 trillion and USD 1.6 billion respectively; monthly weighted average interest rate of inter-bank RMB lending and pledged repo posted 2.88% and 2.92% respectively; the total value of cross-border trade and direct investment settled in RMB reached RMB 374.1 billion and RMB 83.6 billion respectively.

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## Aggregate Financing to the Real Economy Statistics Report in May 2017

At end-May 2017, aggregated social financing reached RMB 1.06 trillion, increased by RMB 385.5 billion compared with the same period of the last year, RMB loans to the real economy increased by RMB 1.18 trillion, an increase of RMB 240.6 billion from the same period of the last year; loans in foreign currencies to the real economy was down by RMB 9.9 billion, a decrease of RMB 42.5 billion year on year; entrusted loans went down by RMB 27.8 billion, representing a year-on-year decrease of RMB 184.3 billion; trust loans increased by RMB 181.2 billion, representing an acceleration of RMB 169.1 billion; undiscounted bank acceptance bills went down by RMB 124.5 billion, representing a decrease of RMB 382.2 billion; corporate bond financing decreased by RMB 246.2 billion, RMB 221.2 billion more than the decrease during the same period of last year; domestic non-financial corporate stock financing recorded RMB 50.7 billion, decreased by RMB 56.7 billion year on year.

Stocks of aggregated social financing reached RMB 165.2 trillion, increase by 12.9 percent year on year, of which: the outstanding volume of RMB loans to the real economy reached RMB 111.95 trillion, up 13.2 percent year on year; the outstanding volume of loans in foreign currencies to the real economy reached RMB 2.64 trillion, a decrease of 2.2 percent year on year; the outstanding volume of entrusted loans was RMB 13.8 trillion, representing a year-on-year increase of 16.1%; the outstanding volume of trust loans reached RMB 7.34 trillion, an increase of 29.8% year on year; the outstanding volume of undiscounted bank acceptance bills reached RMB 4.49 trillion, down by 7.4% year on year; the outstanding volume of corporate bond financing reached RMB 17.67 trillion, an increase of 8.6%; the outstanding volume of domestic non-financial corporate stock financing recorded RMB 6.19 trillion, up by 23.6% on a year-on-year basis.

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[PBC News2](#) (Currently Only Available in Chinese)

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