

## NAFMII Related

### **NAFMII holds seminar on post-registration management of lead underwriters in debt financing instrument market**

NAFMII held a seminar on the post-registration management of lead underwriters in Yinchuan, Ningxia Hui Autonomous Region, on July 7. The meeting introduced the general risk status in the debt financing instrument market and post-registration management working status in the first half of the year, and discussed post-registration management in the next period. The representatives participating in the seminar exchanged views on topics including revising the self-regulatory rules on post-registration management, exploring the introduction of trustee system, improving investor protection covenants and preventing credit risk.

The representatives agreed that the seminar was positive for urging lead underwriters to further improve post-registration management and maintain sound operation of the debt financing instrument market. Next step, NAFMII will conduct specific studies based on the reasonable suggestions and opinions put forth by the representatives, in a bid to consolidate the foundation for standard industrial development and work with market players to facilitate sound and sustainable development of the interbank bond market.

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

## Regulatory Developments

### **CSRC issues CSRC Guidelines on Pilot Work for Innovation and Entrepreneurship corporate Bond**

The revised Guidelines clarifies the following aspects. First, innovation and entrepreneurship corporate bond is a sub-type of corporate bond that observes the Securities Law, Company Law, Regulations on the Issuance and Transaction of Corporate Bond and other relevant laws and regulations. Second, the issuers include innovation and startup companies as well as corporate venture capital funds and venture capital fund managers that specialize in investing in innovation and startup companies. Third, CSRC and securities self-regulatory organizations establish auxiliary mechanisms for innovation and entrepreneurship bond, including audit, green channel and unified logo. Fourth, private placement innovation and entrepreneurship corporate bond is allowed to set share transfer provisions to meet

diversified investment demands. Fifth, underwriting of the innovation and entrepreneurship bond will be included in the operating performance ranking system and CSRC assessment system of securities companies, and securities institutions will be assessed based on their intermediary services for innovation and entrepreneurship bonds. Sixth, relevant departments and local governments are encouraged to provide policy support in multiple ways and to include the innovation and entrepreneurship bond in their local financial and fiscal support system.

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

## Statistics

### **Financial statistics for H1 2017**

M2 and M1 increased by 9.4% and 15%, respectively, 2 and 9.6 percentage points lower than a month ago and a year ago, respectively; M0 balance stood at RMB6.7 trillion, a year-on-year increase of 6.6%. RMB132.6 billion cash was recovered in H1 2017. In the same period, RMB loan increased by RMB7.97 trillion and foreign currency loan increased by USD46.9 billion; RMB deposit increased by RMB9.07 trillion and foreign currency deposit increased by USD80.1 billion. In June, the monthly weighted average interest rate of interbank lending in the interbank RMB market was 2.94% and that of pledged bond repo was 3.03%. The balance of state foreign exchange reserve stood at USD3.06 trillion. In H1 2017, RMB settlement for cross-border trade totaled RMB2.15 trillion and that for direct investment was RMB570 billion.

[PBoC News](#)(Currently Only Available in Chinese)

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