

PBC Holds Symposium on Housing Finance Service

On May 12, 2014, Liu Shiyu, Deputy Governor of the People's Bank of China presided over a symposium on housing finance service, studying how to implement the differentiated housing credit policy and improve the housing finance service. The symposium set the following requirements to further improve the housing finance service: First, reasonably allocate credit resources to prioritize the loan demand of resident families for buying their first self-use common commodity housing. Second, price loans scientifically and rationally, and reasonably determine the housing loan interest rate level for first time home buyers in consideration of financial sustainability, risk management and other factors. Third, improve service efficiency, and approve and grant eligible individual housing loans in time. Fourth, effectively prevent credit risk, strictly implement the regulatory provisions concerning individual housing loans, and strengthen risk monitoring and analysis of housing loans. Fifth, establish the information communication mechanism to respond to hot social issues in time.

<http://www.pbc.gov.cn/publish/goutongjiaoliu/524/2014/20140513162549427768449/20140513162549427768449.html>

CIRC Publishes Interim Administrative Measures for Mutual Insurance Organizations (Draft for Comments)

To enhance supervision over and administration of mutual insurance organizations, and regulate the operating conduct of mutual insurance organizations, China Insurance Regulatory Commission (CIRC) drafted the Interim Administrative Measures for Mutual Insurance Organizations (Exposure Draft) recently to seek for public comments. The Measures sets management requirements for the establishment, membership, organizational structure, business rules, supervision and administration and other contents relating to mutual insurance organizations.

<http://www.circ.gov.cn/web/site0/tab5168/info3915271.htm>

CBRC Issues Upgraded Edition of Document No. 99: Forbid Non-financial Institutions to Promote Trust Programs

China Banking Regulatory Commission recently issued the Implementation Rules of Document No. 99 (Implementation Rules) to the banking regulatory bureaus and trust companies directly under the jurisdiction of CBRC. The implementation rules forbid trust companies to consign non-financial institutions to promote and market trust programs, and requires trust companies not to conduct nonstandard wealth management fund pools and other businesses featuring shadow banking. The Implementation Rules specifies the product reporting mechanism, whereby a trust company will only need to submit a prior report on every new business (including all collective, single and property right trust projects as well as inherent businesses involving related transactions) to the supervisory authority.

<http://bank.hexun.com/2014-05-13/164744954.html>