



comparing interbank and exchange bond markets

	interbank market	exchange market
regulator	PBoC; CBRC	CSRC
investors	banks; financial institutions including insurers, fund and securities firms, etc	Non-financial enterprises and retail investors
issuers	MoF; PBoC; commercial and policy banks; SOEs	MoF; listed firms
instruments	GB; CBB; FB; CCB (SOEs)	GB; CCB (listed firms)
pricing methods	Bilateral negotiation; market making	competitive bidding
clearing, registration & custody	CCDC; SHCH	CCDC; CSDC

CBB: central bank bills, issued by PBoC through Open Market Operation

CBRC: China Banking Regulatory Commission

CCB: corporate credit bonds; include debt financing instruments of non-financial corporations, enterprises bonds, corporate bonds and convertible bonds

CCDC: China Central Depository and Clearing Co Ltd

CSDC: China Securities Depository and Clearing Limited

CSRC: China Securities Regulatory Commission

FB: financial bonds; including those issued by three policy banks; interbank negotiable certificate of deposits

GB: government bonds, issued by the central government (CGB) and mostly provincial authorities (LGB)

MoF: Ministry of Finance

PBoC: People's Bank of China

SHCH: Shanghai Clearing House

Terms and their definitions are cited from 'PBoC Annual Report 2015' issued by PBoC on 22 Jul 2016 ([source in English](#)). As bond categories and their definitions vary significantly, CP researchers follow those set by the highest authority: PBoC.



provisions regarding bonds issuance excluding CBB

bond		regulator	approval	quota/cap	pricing	maturity
GB	CGB LGB	SC MoF	NPC	MoF Budget	tendering	N/A
FB		PBoC	Verification & approval	Tied to bank core capital	tendering book building	below 270 days below 1 year below 10 years
CCB	SCP CP MTN		Registration	40% net assets of issuing firm		
	Corporate bonds	NDRC	Verification & approval		Enterprises decide and officials approve	
	Listed enterprise bonds	SCRC			Inquiry by issuers and sponsors	no restrictions

SC: State Council

NPC: National People's Congress



bonds and their governing laws

category	title of governing legislations
CGB	Measures on government bonds (State Council Decree No. 95)
	Measures for the examination and approval of the membership of the government bond underwriting syndicates (MoF Decree No. 39)
	Annual rules on the issuance of book-entry government bonds by tender issued by MoF
LGB	Interim measures on local government general bonds issuance (Caiku [2015] No. 64)
	Interim measures on local government special bonds issuance (Caiku [2015] No. 83)
	Annually notices stipulating issuance methods from private-placement to public offering by MoF
FB	Management measures on the issuance of financial bond in the interbank bond market (PBoC order [2005] No. 1)
	Administrative procedures on the issuance of financial bonds in the interbank bond market (PBoC Announcement [2009] No. 6)
	Management measures on the issuance of subordinated bonds by commercial banks (PBOC & CBRC Announcement [2004] No.4)
	Notice on the issuance of hybrid capital bonds by commercial banks (PBoC Announcement [2006] No. 11)
	Interim measures on the issuance of Renminbi bonds by international development institutions (PBoC, MoF, NDRC & CSRC Announcement [2010] No.10)
	Interim measures on the issuance of Renminbi bonds in Hong Kong special administrative region by financial institutions within the territory of China (PBoC & NDRC Announcement [2007] No.12)
SCP CP MTN	Management measures on the non-financial enterprise debt financing instruments in the Interbank bond market (PBoC Order [2008] No. 1)
	Annual self-regulatory rules by NAFMII



corporate bonds (listed firms)	Management measures on corporate bonds issuance and transactions (CSRC order No. 113)
	Shanghai securities exchange rules for listing of corporate bonds (2015 revision) (shangzhengfa [2015] No. 49)
	Shenzhen securities exchange rules for listing of corporate bonds (2015 revision)
enterprise bonds (SOEs)	Management measures on enterprise bonds (State Council Decree No. 121)
	Interim measures on the issuance of central enterprise bonds (guozifachangquan [2008] No. 70)