

ANNEX III

SCHEDULE OF CHINA

EXPLANATORY NOTE

1. The commitments under Chapter 9 (Financial Services) shall be subject to this Explanatory Note and the Schedule of China to this Annex sets out:

(a) headnotes that limit or clarify the commitments of China with respect to the obligations described in subparagraph (b)(i) through (v) and in subparagraph (c),

(b) in Section A, pursuant to Article 9.9 (Non-Conforming Measures), the existing measures of China that do not conform with some or all of the obligations imposed by:

(i) Article 9.2 (National Treatment);

(ii) Article 9.3 (Most-Favored-Nation Treatment);

(iii) Article 9.4 (Market Access for Financial Institutions);

(iv) Article 9.5 (Cross-Border Trade); or

(v) Article 9.8 (Senior Management and Boards of Directors), and

(c) in Section B, pursuant to Article 9.9 (Non-Conforming Measures), the specific sectors, subsectors, or activities for which China may maintain existing, or adopt new or more restrictive, measures that do not conform with the obligations imposed by Article 9.2 (National Treatment), 9.3 (Most-Favored-Nation Treatment), 9.4 (Market Access for Financial Institutions), 9.5 (Cross-Border Trade), or 9.8 (Senior Management and Boards of Directors).

2. Each entry in Section A sets out the following elements:

(a) **Sector** refers to the general sector for which the entry is made;

(b) **Subsector** refers to the specific sector for which the entry is made;

(c) **Obligations Concerned** specifies the article(s) referred to in paragraph 1(b) that, pursuant to Article 9.9.1(a) (Non-Conforming Measures), do not apply to the non-conforming aspects of the **Measures** or the **Description**, as set out in paragraph 4;

(d) **Measures** identify the laws, regulations, or other measures for which the entry is made. A measure cited in the Measures element:

(i) means the measure as amended, continued, or renewed as of the date of entry into force of this Agreement; and

(ii) includes any subordinate measure adopted or maintained under the authority of and consistent with the measure; and

(e) **Description** sets out the non-conforming aspects of the measures for which the entry is made.

3. Each entry in Section B sets out the following elements:

- (a) **Sector** refers to the general sector for which the entry is made;
- (b) **Subsector** refers to the specific sector for which the entry is made;
- (c) **Obligations Concerned** specifies the article(s) referred to in paragraph 1(c) that, pursuant to Article 9.9, do not apply to the sectors, subsectors, or activities scheduled in the entry;
- (d) **Description** sets out the scope of the sectors, subsectors, or activities covered by the entry.

4. For entries in Section A, in accordance with Article 9.9.1(a) (Non-Conforming Measures), and subject to Article 9.9.1(c), the articles of this Agreement specified in the **Obligations Concerned** element of an entry do not apply to the non-conforming aspects of the **Description** element, or the law, regulation, or other measure identified in the **Measures** element of that entry.

5. For entries in Section B, in accordance with Article 9.9.2 (Non-Conforming Measures), the articles of this Agreement specified in the **Obligations Concerned** element of an entry shall not apply to the sectors, subsectors, and activities identified in the **Description** element of that entry.

6. In the interpretation of a reservation in Section A, all elements of the reservation shall be considered. A reservation shall be interpreted in the light of the relevant provisions of the Chapter against which the reservation is taken, and the **Measures** element shall prevail over all the other elements.

7. In the interpretation of a reservation in Section B, all elements of the reservation shall be considered. The **Description** element shall prevail over all the other elements.

8. Where China maintains a measure that requires that a service supplier be a citizen, as a condition to the supply of a service in its territory, a Schedule entry for that measure taken with respect to Article 9.2 (National Treatment), Article 9.3 (Most-Favored-Nation Treatment), Article 9.4 (Market Access for Financial Institutions), or Article 9.5 (Cross-Border Trade) shall operate as a Schedule entry with respect to Article 11.2 (National Treatment), or 11.3 (Most-Favored-Nation Treatment) to the extent of that measure.

HEADNOTES

1. Commitments in these subsectors under the Agreement are undertaken subject to the limitations and conditions set forth in these headnotes and in the Schedules below.
2. In order to clarify China's commitment under Article 9.4 (Market Access for Financial Institutions), a legal person established under Chinese law that provides financial services shall comply with the non-discriminatory restrictive regulations regarding the form of legal person¹.
3. For greater certainty, to invest in Chinese financial institutions, investors shall comply with the non-discriminatory number requirement on the holding or controlling shares of the same type of financial institutions.
4. The commitments of China under Articles 9.2 (National Treatment) and 9.4 (Market Access for Financial Institutions) are subject to the limitation that in order to establish or acquire a controlling interest in a financial institution in China, a foreign investor must own or control a financial institution that engages in supplying financial services within the same financial services subsector in its home country.
5. China limits its commitments under Article 9.9.1(c) (Non-Conforming Measures) with respect to Article 9.4 (Market Access for Financial Institutions) in the following manner: Article 9.9.1(c) shall apply only to non-conforming measures relating to 9.4.1(a) and not to those non-conforming measures relating to Article 9.4.1(b).²

¹ For example, partnership enterprises or sole proprietorship enterprises are not allowed for financial institutions in China. This explanatory note does not aim to influence or limit the other Party in choosing the form as branches or subsidiaries.

² For greater certainty, the Article 9.3 (Most-Favoured-Nation Treatment) shall not apply with regard to the limitation in the application of Article 9.9.1(c) described above in paragraph 4.

Section A
Entry 1-Banking

Sector:	Financial Services
Sub-Sector:	Banking
Obligations	National Treatment (Article 9.2)
Concerned:	Market Access for Financial Institutions (Article 9.4)
Level of Government:	Central
Measures:	Law of the People’s Public of China on Commercial Banks (2015), Article 11; Regulation of the People's Republic of China on the Administration of Foreign-Funded Banks (2019), Article 10, Article 11, Article 31, Article 44; Detailed Rules for the Implementation of the Regulation of the People's Republic of China on the Administration of Foreign-Funded Banks (2019), Article 58; Implementation Measures of the China Banking and Insurance Regulatory Commission for the Administrative Licensing Items concerning Chinese-Funded Commercial Banks (2018), Article 8; Implementation Measures of the China Banking and Insurance Regulatory Commission for the Administrative Licensing Items concerning Small and Medium-sized Banking Institutions in Rural Area (2019), Article 8, Article 23, Article 27.
Description:	1. Foreign investors investing in a bank shall be foreign financial institutions. In cases where foreign investors obtain controlling interests in a solely foreign-funded bank and a Sino-foreign joint-stock bank or where foreign investors investing in a rural commercial bank, rural cooperative bank, rural credit cooperative, or village bank, such foreign investors shall be foreign commercial banks ³ . Foreign investors may not invest in private banks.

³ For the purpose of this entry, a “foreign commercial bank” means a financial institution that is registered outside China and may accept public deposit, participate in deposit insurance and subject to capital supervision upon the approval or permission of the financial regulatory authority of the country

For greater certainty, a foreign investor who cumulatively acquires no more than 5% of the shares of a bank solely through securities transactions in domestic and overseas secondary markets shall not be subject to the restrictions set forth in paragraph 1 of this Entry.

2. A foreign bank's branch may not engage in bank card business; a foreign bank's branch may not conduct RMB business for Chinese citizens in the territory of China, except for the term deposits with each in an amount of no less than RMB 500,000.

Entry 2-Insurance

Sector:	Financial Services
Sub-Sector:	Insurance
Obligations	National Treatment (Article 9.2)
Concerned:	Market Access for Financial Institutions (Article 9.4)

Level of Central

Government:

Measures: Insurance Law of the People's Republic of China (2015), Article 6, Article 7;
Regulation of the People's Republic of China on the Administration of Foreign-Funded Insurance Companies (2019), Article 8, Article 40, Article 41;
Detailed Rules for the Implementation of the Regulation of the People's Republic of China on the Administration of Foreign-Funded Insurance Companies (2021), Article 3, Article 37;
Measures for the Administration of Equities of Insurance Companies (2018), Article 6, Article 15;
Notice by the China Banking and Insurance Regulatory Commission on allowing foreign investors to Operate Insurance Agency Business in China (2018);
Notice by the China Banking and Insurance Regulatory Commission on allowing foreign investors to Operate Insurance Adjusting Business in China (2018).

Description:

1. If the proportion of investment of one or more foreign investors in an insurance company is less than 25%, such one or more foreign investors shall be foreign financial institutions (except for those who purchase the stocks of an insurance company at the securities exchange), and the total assets of each foreign investor at the end of the preceding year shall be no less than USD 2 billion.

If the proportion of investment of one or more foreign investors in an insurance company is 25% or more, such insurance company is a foreign-funded insurance company⁴. The only or major foreign shareholder of foreign-funded insurance companies shall be foreign insurance companies or foreign insurance group companies, and the total assets of each shall be no less than USD 5 billion at the end of the year prior to its application for the investment. Other foreign shareholders of foreign-funded insurance companies shall be overseas financial institutions, and the total assets of each at the end of the preceding year shall be no less than USD 2 billion.

2. The shareholders of insurance agency institution must be foreign insurance agency institution that have operated the insurance agency business for more than 3 years, or China-based foreign-funded insurance companies that have started their business for more than 3 years.

The shareholders of insurance adjustment institution shall be foreign public insurance adjustment institution that have operated the public insurance adjusting business for more than 3 years, or China-based foreign-funded insurance companies that have started their business for more than 3 years.

⁴ For the purpose of this entry, a “foreign-funded insurance company” means an insurance company formed within China by foreign insurance companies and Chinese companies or enterprises in the form of equity joint ventures, and its subsidiary corporations or branches within China.

Entry 3-Financial Assets Management Company

Sector:	Financial Services
Sub-Sector:	Financial Assets Management Company
Obligations	National Treatment (Article 9.2)
Concerned:	Market Access for Financial Institutions (Article 9.4)
Level of Government:	Central
Measures:	Regulation on Financial Asset Management Companies (2000), Article 2; Implementation Measures of the China Banking and Insurance Regulatory Commission for the Administrative Licensing Items Concerning Non-Banking Financial Institutions (2020), Article 115, Article 117.
Description:	<p>1. Foreign investors may not make investment to establish financial asset management company⁵.</p> <p>2. Foreign investors investing in an existing financial asset management company shall be foreign financial institutions, and the total assets of such foreign investor shall be no less than USD 10 billion by the end of the year prior to its application.</p> <p>For greater certainty, a foreign investor and their related parties, person acting in concert who solely or collectively hold for the first time no more than 5% of the shares of a financial asset management company without making significant influence, or who cumulatively hold no more than 5% of the shares of a financial asset management company without causing change in the actual controller, shall not be subject to the restrictions set forth in paragraph 2 of this Entry.</p>

⁵ For the purpose of this entry, a “financial assets management company” means a financial institution mainly engaging in the purchase, management and disposal of non-performing assets. As at the entry into force of this Agreement, the financial assets management companies that are already established refer to China Huarong Asset Management Co., Ltd., China Great Wall Asset Management Co., Ltd., China Orient Asset Management Co., Ltd, China Cinda Asset Management Co., Ltd, China Galaxy Asset Management Co., Ltd.

Entry 4-Other Banking Institutions

Sector:	Financial Services
Sub-Sector:	Other Banking Institutions
Obligations Concerned:	National Treatment (Article 9.2)
Level of Government:	Market Access for Financial Institutions (Article 9.4) Central
Measures:	Implementation Measures of the China Banking and Insurance Regulatory Commission for the Administrative Licensing Items concerning Trust Companies (2020), Article 6, Article 21; Implementation Measures of the China Banking and Insurance Regulatory Commission for the Administrative Licensing Items Concerning Non-Banking Financial Institutions (2020), Article 10, Article 22, Article 25, Article 29, Article 49, Article 59, Article 112; Measures for the Administration for Financial Leasing Companies (2014), Article 8, Article 11, Article 14; Pilot Measures for the Administration of Consumer Finance Companies (2013), Article 7; Pilot Measures for the Administration of Currency Brokerage Companies (2005), Article 7.
Description:	<ol style="list-style-type: none">1. A foreign investor investing in a trust company shall be a foreign financial institution.2.3. A foreign investor investing in a financial leasing company shall be a foreign financial institution or foreign leasing company, and its total assets shall be no less than USD 1 billion by the end of the year prior to its application, if it is a foreign financial institution (excluding commercial banks); and its total assets shall be no less than RMB 10 billion by the end of the year prior to its application, if it is a foreign leasing company.4.5. A foreign investor investing in a currency brokerage company shall be a currency brokerage company, and shall have been engaged in currency brokerage business for over 20 years and

have a global organization network and an information communications network as required for engaging in currency brokerage business.

6.

7. A foreign investor investing in a consumer finance company as main investor shall be a foreign financial institution.

8.

9. A foreign investor investing in other banking financial institutions other than a trust company, financial leasing company, currency brokerage company, consumer finance company, finance company and auto finance company shall also be a foreign financial institution, and its total assets shall also be no less than USD 1 billion by the end of the year prior to its application.

For greater certainty, a foreign investor and their related parties, person acting in concert who solely or collectively hold no more than 5% of the shares of listed trust companies shall not be subject to the restrictions set forth in this Entry; a foreign investor and their related parties, person acting in concert who solely or collectively hold no more than 5% of the shares of any other banking institutions (excluding trust companies) for the first time without making significant influence, or who cumulatively hold no more than 5% of the shares of any other banking institutions (excluding trust companies) without causing change in the actual controller, shall not be subject to the restrictions set forth in this Entry.

Entry 5-Asset Management

Sector:	Financial Services
Sub-Sector:	Asset Management
Obligations Concerned:	Market Access for Financial Institutions (Article 9.4)
Level of Government:	Central
Measures:	Measures for the Administration of Financial Asset Investment Companies (for Trial Implementation) (2018), Article 8; Administrative Measures for the Bulk Transfer of Financial Enterprises' Non-performing Assets (2012), Article 3; Letter on Appropriately Adjusting Policies on Local Asset Management Companies (2016).
Description:	<ol style="list-style-type: none">1. A financial asset investment company shall be formed by a commercial bank registered and formed within the territory of the People's Republic of China as its major shareholder.2. The number of local asset management companies established in each province, autonomous region, municipality directly under the Central Government or city under separate state planning is no more than two. A local asset management company shall not carry out the batch purchase and disposal of non-performing assets of financial enterprises from outside the provincial-level administrative region where it is located.

Entry 6-Securities Companies⁶

Sector:	Financial Services
Sub-Sector:	Banking and other Financial Services (excluding insurance)
Obligations Concerned:	National Treatment (Article 9.2) Market Access for Financial Institutions (Article 9.4)
Level of Government:	Central
Measures:	Measures for the Administration of Foreign-Funded Securities Companies (2020); Provisions on the Administration of Equities of Securities Companies (2021); Regulation on the Supervision and Administration of Securities Companies (2014); Securities Law of the People's Republic of China (2019).
Description:	1. A foreign investor investing in a securities company ⁷ shall be a foreign financial institution ⁸ . 2. Branches established in China by foreign enterprises shall not operate securities related business.

⁶ Requirements for asset scale, operation term, credit records, etc. by Chinese government on foreign investors investing in securities and futures business institutions, including securities investment fund management companies are based on prudential supervision, and do not violate the obligations under this Agreement.

⁷ For the purpose of this entry, securities companies means financial institutions established within the territory of the People's Republic of China according to "Securities Law of the People's Republic of China" with the approval of the China Securities Regulatory Commission (CSRC) to operate some or all of the following businesses: (1) securities brokerage (2) securities investment consulting (3) financial advisory services relating to securities trading and securities investment activities (4) securities underwriting and sponsorship (5) securities margin trading and short selling (6) securities market making transactions (7) proprietary securities trading (8) other securities businesses.

⁸ For greater certainty, a foreign investor who cumulatively acquires no more than 5% of the shares of a securities company solely through securities transactions in domestic and overseas secondary markets shall not be subject to the restrictions set forth in this paragraph.

Entry 7-Securities Investment Fund

Sector:	Financial Services
Sub-Sector:	Banking and other Financial Services (excluding insurance)
Obligations Concerned:	National Treatment (Article 9.2)
Level of Government:	Market Access for Financial Institutions (Article 9.4) Central
Measures:	Official Reply of the State Council on Issues concerning Fund Management Companies Managing Publicly Offered Funds (2013); Measures for the Supervision and Administration of Managers of Publicly Offered Securities Investment Funds (2022); Securities Investment Fund Law of the People’s Republic of China (2015); Measures for the Supervision and Administration of Distributors of Publicly Offered Securities Investment Funds (2020); Answers to questions on the registration and filing of private funds by the Asset Management Association of China (10) (2016).
Description:	<ol style="list-style-type: none">1. A foreign investor investing in an investment fund management company⁹ shall be a foreign financial institution or a foreign institution that manages financial institutions; an independent distributor of publicly offered securities investment funds shall be a foreign financial institution.2. A foreign investor investing in a private fund manager shall be a foreign financial institution.3. Branches of foreign enterprises established in China shall not operate securities investment fund management or distribution of publicly offered securities investment funds related business.

⁹ For the purpose of this entry, securities investment fund management companies means financial institutions established within the territory of the People’s Republic of China according to “*Securities Investment Fund Law of the People’s Republic of China*” and “*Company Law of the People’s Republic of China*” with the approval of the China Securities Regulatory Commission (CSRC) to operate securities investment fund management and other businesses permitted by CSRC.

Entry 8-Futures

Sector:	Financial Services
Sub-Sector:	Banking and other Financial Services (excluding insurance)
Obligations Concerned:	National Treatment (Article 9.2)
Level of Government:	Market Access for Financial Institutions (Article 9.4) Central
Measures:	Futures and Derivative Law of the People's Republic of China (2022); Regulation on the Administration of Futures Trading (2017); Measures for the Supervision and Administration of Futures Companies (2019); Measures for the Administration of Foreign-Funded Futures Companies (2018); Provisions on Regulating Issues Concerning Holding Controlling Shares or Holding Shares in Futures Companies (2008); Measures for the Administration of Depository Banks Designated by Zhengzhou Commodity Exchange (2022); Measures for the Administration of Depository Banks Designated by Dalian Commodity Exchange (2021); Measures for the Administration of Depository Banks Designated by Shanghai Futures Exchange (2021); Measures for the Administration of Depository Banks Designated by the Guangzhou Futures Exchange (2022); Measures for the Administration of Depository Banks Designated by the China Financial Futures Exchange (2020).
Description:	<ol style="list-style-type: none">1. A foreign investor investing in a futures company¹⁰ with its holding shares reaches 5% shall be a foreign financial institution.2. Branches of foreign enterprises established in China shall not operate futures related business.3. Branches of foreign enterprises established in China shall not apply for qualifications of the designated futures security

¹⁰ For the purpose of this entry, futures companies means financial institutions established within the territory of the People's Republic of China according to "Company Law of the People's Republic of China" "Futures and Derivative Law of the People's Republic of China" and "Measures for the Supervision and Administration of Futures Companies" with the approval of the China Securities Regulatory Commission to operate futures business.

depository banks.

Entry 9- Securities Fund Investment Consulting

Sector:	Financial Services
Sub-Sector:	Banking and other Financial Services (excluding insurance)
Obligations	National Treatment (Article 9.2)
Concerned:	Market Access for Financial Institutions (Article 9.4)
Level of Government:	Central
Measures:	Measures for the Administration of Securities Fund Investment Consulting Business (Consultation Paper and the final Measures in force)
Description:	<ol style="list-style-type: none">1. A foreign investor investing in a securities fund investment consulting agency¹¹ shall be a financial institution.2. Branches of foreign enterprises established in China shall not operate securities fund investment consulting related business.

¹¹ For the purpose of this entry, securities fund investment consulting agencies means institutions established according to laws and regulations with the approval of the China Securities Regulatory Commission to operate securities fund investment consulting business.

Section B

Entry 1- Cross-Border Trade

Sector:	Financial Services
Sub-Sector:	Banking and other Financial Services (excluding insurance)
Obligations Concerned:	National Treatment (Article 9.2) Market Access for Financial Institutions (Article 9.4) Senior Management and Boards of Directors (Article 9.8) Cross-Border Trade (Article 9.5)
Level of Government:	Central
Measures:	Securities Law of the People's Republic of China (2019); Futures and Derivative Law of the People's Republic of China (2022); Regulation on the Supervision and Administration of Securities Companies (2014); Regulation on the Administration of Futures Trading (2017).
Description:	China reserves the right to adopt or maintain any measure with respect to domestic entities or individuals purchasing financial services from foreign financial service supplier. Unless otherwise stipulated by China Securities Regulatory Commission or other relevant authorities, domestic entities and individuals shall not engage in overseas future business and other derivatives business, and overseas entities and individuals shall not engage in domestic future business and other derivatives business.

Entry 2- Insurance Brokerage

Sector:	Financial Services
Sub-Sector:	Insurance Brokerage
Obligations Concerned:	Cross-Border Trade (Article 9.5)
Level of Government:	Central
Description:	China reserves the right to adopt or maintain any measure with regard to overseas consumption of insurance brokerage.

Entry 3- New Financial Services

Sector:	Financial Services
Sub-Sector:	New Financial Services
Obligations Concerned:	National Treatment (Article 9.2) Market Access for Financial Institutions (Article 9.4) Senior Management and Boards of Directors (Article 9.8) Most Favored Nation Treatment (Article 9.3) Cross-Border Trade (Article 9.5)
Level of Government:	Central
Description:	<p>China reserves the right to adopt or maintain the following measures:</p> <p>For foreign investors to provide new financial services in China, they may be subject to numerical limitations in pilot projects, or requirements on the form of service provider, or to be a member of relevant association or self-regulatory organization, in line with the laws and regulations in China.</p>

Entry 4-Development-oriented Financial Services

Sector:	Financial Services
Sub-Sector:	All sub-sectors
Obligations	National Treatment (Article 9.2)
Concerned:	Market Access for Financial Institutions (Article 9.4)
Level of Government:	Central
Measures:	Notice of the State Council for the Establishment of the Export-Import Bank of China; Notice of the State Council for the Establishment of the China Development Bank; Notice of the State Council for the Establishment of Agricultural Development Bank of China; Notice of the State Council for the Establishment of China Export & Credit Insurance Corporation.
Description:	China reserves the right to adopt or maintain any measure to provide capital support, bond credit support and other preferential measures to policy financial institutions and development finance institutions ¹² ; China reserves the right to adopt or maintain any measures with respect to restricting foreign investors and their investment from acquiring policy financial services.

¹² For the purpose of this entry, as of the effective date of this Agreement, policy financial institutions refer to Export-Import Bank of China, Agricultural Development Bank of China and China Export & Credit Insurance Corporation; development finance institution refers to China Development Bank.

Entry 5-Social Services and Small & Medium Sized Enterprises

Sector:	Financial Services
Sub-Sector:	All sub-sectors
Obligations Concerned:	National Treatment (Article 9.2) Market Access for Financial Institutions (Article 9.4) Senior Management and Boards of Directors (Article 9.8) Cross-border Trade (Article 9.5)
Level of Government:	Central
Description:	China reserves the right to adopt or maintain any measure in the following areas: provision of social services established or maintained for public interests, including: income security or income insurance, social security, social welfare, social development, poverty reduction, public education, public training, health and child care; services to promote the development of China's small and medium sized enterprises.

Entry 6- Financial Services

Sector:	Financial Services
Sub-Sector:	All sub-sectors
Obligations Concerned:	Most-Favored-Nation Treatment (Article 9.3)
Level of Government:	Central
Description:	<ol style="list-style-type: none">1. China reserves the right to adopt or maintain any measure that accords differential treatment to the parties under any bilateral or multilateral international agreement in force or signed prior to the date of entry into force of this Agreement.2. China reserves the right to adopt or maintain any measure that accords differential treatment to the parties under any bilateral or multinational agreement effected or signed after the date of entry into force of this Agreement.3. China reserves the right to adopt or maintain any special arrangement or favorable treatment for any investor or financial institutions, as well as any investment thereof, and financial service supplier from (1)Hong Kong, China; (2)Macao, China; and (3)Separate Customs Territory of Taiwan, Penghu, Kinmen and Matsu (Chinese Taipei).

Entry7-Financial Infrastructure & Stock Exchanges

Sector:	Financial Services
Sub-Sector:	
Obligations Concerned:	National Treatment (Article 9.2) Market Access for Financial Institutions (Article 9.4) Senior Management and Boards of Directors (Article 9.8) Cross-border Trade (Article 9.5)
Level of Government:	Central
Measures:	Securities Law of the People's Republic of China (2019); Futures and Derivative Law of the People's Republic of China (2022); Regulation on the Administration of Futures Trading. (2017); Measures for the Administration of Stock Exchanges (2021); Measures for the Administration of Futures Exchanges (2021); Measures for the Administration of Securities Registration and Clearing (2022); Notice of the General Office of the State Council on Regulating and Developing Regional Equity Markets (2017); Interim Measures for the Supervision and Administration of Regional Equity Markets (2017); Regulation on the Administration of Futures Trading(2017); Notice on Further Strengthening the Supervision of Physical Delivery of Commodity Futures (2008); Decision of the State Council on Straightening out and Rectifying Various Types of Trading Venues to Effectively Prevent Financial Risks (2011); Implementation Opinions of the General Office of the State Council on Straightening out and Rectifying Various Types of Trading Venues (2012); Announcement No. 31 [2015] of the People's Bank of China (2015); Announcement No. 40 [2015] of the People's Bank of China and the State Administration of Foreign Exchange (2015); Notice of the People's Bank of China, the Ministry of Public Security, the State Administration for Industry and Commerce,

etc. on Strengthening the Management of Gold Exchange or Engaging in the Gold Trading Platform (2011);

Interim Regulations on the Management of Inter-bank Foreign Exchange Market (1996);

Measures for the Administration of Securities Investor Protection Fund (2016);

Measures for the Administration of Bond Transactions in the National Inter-Bank Bond Market (2000);

Measures for the Supervision and Administration of China Trust Registration Co., Ltd. (2016);

Administrative Measures for Securities and Futures Investment Made in China by Qualified Foreign Institutional Investors and RMB Qualified Foreign Institutional Investor (CSRC Order No. 176)

Description:

1. The establishment, modification and dissolution of a stock exchange, or any other national stock exchange place approved by the State Council shall be subject to the decision of the State Council.

2. The establishment of a futures exchange shall be subject to the examination and approval of the futures regulatory institution of the State Council. Without the approval of the State Council or the futures regulatory authority of the State Council, no entity or individual may establish any futures trading place or organize futures trading and relevant activities in any form.

3. Foreign companies or individuals may not become ordinary members of the stock exchange. Foreign companies or individuals may not become members of the Futures Exchange. Except as otherwise stipulated by the state, foreign companies or individuals may not apply to open a securities account or a futures account.

4. The number of regional equity market operator established in each province, autonomous region, municipality directly under the Central Government or city under separate state planning is no more than one. A regional equity market shall not provide the services of funding by or negotiation of private placement bonds or equities for enterprises from outside the provincial-level administrative region where it is located.

5. The establishment of securities registration and clearing

institutions shall be subject to the approval of the China securities regulatory authority. The registration and clearing of securities traded on stock exchanges and other national stock trading places approved by the State Council shall adopt a centralized and unified operation mode nationwide.

6. Overseas futures exchanges and other overseas institutions are not allowed to designate or set up commodity futures delivery warehouses in China and engage in other activities related to commodity futures delivery business.

7. China reserves the right to adopt or maintain any measure with respect to the establishment, ownership and operation of the transactions, settlement, clearing service facilities for securities, futures, options and other derivative. These facilities include but not limited to central securities depository (including registration, depository, settlement and clearing), central counter party, securities exchange and derivatives exchange (including transaction system and infrastructure), electronic communication network and designated settlement banks.

8. No trading venues may be established to engage in the trading of insurance, credit, gold and other financial products without the approval of the competent financial regulatory department under the State Council, and nor any other trading venues may engage in the trading of insurance, credit, gold and other financial products.

9. No transactions between domestic financial institutions between RMB and foreign exchange shall be conducted outside the inter-bank foreign exchange market (China Foreign Exchange Trading Center). Foreign investors are not allowed to make inter-banks foreign exchange transactions, while the following institutions are exceptions:

(1) Overseas central banks, monetary authorities, and other official reserve management institutions, international financial organizations, sovereign wealth funds; (2) RMB business clearing banks and other qualified overseas participating banks of RMB purchase and sale business; (3) Foreign institutional investors investing in the inter-bank bond market can enter the inter-bank venue through the prime brokerage model, in which overseas

banking institutional investors can also directly enter the inter-bank foreign exchange market; (4) Qualified Foreign Institutional Investors and RMB Qualified Foreign Institutional Investors can trade foreign exchange derivatives based on hedging purposes in the inter-bank foreign exchange market.

10. Foreign investors may not trade or invest in the inter-bank bond market, but the following foreign investors can invest in the inter-bank bond market according to related regulations, provided that the investors meet the requirement of Chinese government: (1) Overseas central banks, monetary authorities, other official reserve management institutions, sovereign wealth funds, international financial organizations; (2) Qualified overseas financial institutions such as commercial banks, insurance companies and other asset management institutions and mid- to long-term institutional investors such as pension funds, charity funds, endowment funds; (3) Qualified Foreign Institutional Investors and RMB Qualified Foreign Institutional Investors .

11. Trust registration institutions shall be established under the approval of the China banking regulatory authority, which is responsible for providing trust-based services such as trust registration and other related functions to maintain the security of the trust industry infrastructure.

Entry 8-Financial Information Services

Sector:	Financial Services
Sub-Sector:	All sub-sectors
Obligations Concerned:	National Treatment (Article 9.2) Market Access for Financial Institutions (Article 9.4) Senior Management and Boards of Directors (Article 9.8) Cross-border Trade (Article 9.5)
Level of Government:	Central
Measures:	
Description:	China reserves the right to adopt and maintain any measure with respect to financial information services.

Entry 9-Pension Management Institution

Sector:	Financial Services
Sub-Sector:	All sub-sectors
Obligations Concerned:	National Treatment (Article 9.2) Market Access for Financial Institutions (Article 9.4) Senior Management and Boards of Directors (Article 9.8) Cross-border Trade (Article 9.5)
Level of Government:	Central
Measures:	
Description:	China reserves the right to adopt and maintain any measure with respect to pension management institutions.