

Banknotes
Week ended 13 March 2015



KPMG China's weekly banking news summary

This publication is a summary of publicly reported information, the accuracy of which has not been verified by KPMG.

In the news

Bank of Beijing

Bank of China

China Banking Regulatory Commission

China Securities Regulatory Commission

Industrial and Commercial Bank of China

People's Bank of China

Ping An Bank

Final results for the year ended 31 December 2014

Ping An Bank

- Pre-tax profit increased by 30.71% to RMB 26,194 million.
- Total assets increased by 15.58% to RMB 2,186,459 million.
- Return on weighted average net assets fell by 0.22% to 16.35%.
- Interest income increased by 28.03% to RMB 119,202 million.
- Loan impairment charges increased by 117.87% to RMB 15,011 million.

News

Bank of Beijing to issue tier 2 capital bonds – Bank of Beijing has received approval from the **People's Bank of China (PBOC)** and the **China Banking Regulatory Commission (CBRC)** to issue no more than RMB 18 billion's worth of tier 2 capital bonds.

Bank of China appointed deputy head – The board of directors of the **Bank of China** has approved the appointment of Mr. Gao YingXin as its deputy head.

Industrial and Commercial Bank of China (ICBC) to issue preference shares in domestic market – ICBC has received approval from the **CBRC** to issue no more than RMB 45 billion's worth of preference shares in domestic market. The capital raised will be counted as additional tier 1 capital.

In brief

PBOC likely to launch bank deposit insurance program in the first half of 2015 – PBOC’s Governor Mr. Zhou Xiaochuan told the media that the deposit insurance program was likely to be launched in the first half of 2015.

China Securities Regulatory Commission (CSRC) is looking into the possibility of granting brokerage licenses to banks – The CSRC is working out the details of the policy of granting brokerage licenses to banks. However, there is no timetable as to when such policy will be announced.

CBRC revised the guidance on banks’ merger and acquisition loans – The CBRC has announced its revision of the guidance for administering merger and acquisition loans. The revised guidance extended the loan maturity from five years to seven years. In addition, the proportion of loan to the total consideration of the deal increased from 50% to 60%.

Sources: AA Stocks Financial News, Dow Jones Institutional News, ET Net News, HK Ex news, Khaleej Times, Shanghai Daily, SinoCast Banking Beat, South China Morning Post and various banks’ and regulators’ websites.

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