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1. National

Circular on Matters Relating to Fund Management Companies' Application of Own Capital to Fund Investment

关于基金管理公司运用自有资金进行基金投资有关事项的通知

【Issued By】 China Securities Regulatory Commission

【Subject】 Securities

【Promulgated on】 June 8, 2005

【Source】 <http://www.csrc.gov.cn/>

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The China Securities Regulatory Commission issued this Circular on June 8, 2005 for the purposes of standardizing the activities of the fund management companies to apply their own capital to fund investment and safeguarding the legitimate rights of the fund shareholders.

There are seven articles in total in this Circular. It stipulates that when applying their own capital to fund investment, fund management companies shall not seek financial assistance or borrow money from others, nor shall they harm the lawful rights of the fund shareholders when doing so. Further, when applying their own capital, fund management companies are strictly prohibited from investing in Exchange-Traded Funds (ETF).

The Circular concerned expressly specifies that only those fund management companies whose net assets exceed 50,000,000 RMB are allowed to use their own capital to invest.

It also articulates that after investment in open funds organized by other companies, fund management companies shall within two (2) business days disclose the related information, including, *inter alia*, the kinds and date of investment, the amount of purchase and details of fees, to the public by uncovering the information on the publications instructed by the China Securities Regulatory Commission and their own websites.

Guiding Suggestions on Supporting the Development of Export of Well-know Brands

关于扶持出口名牌发展的指导意见

【Issued By】 Ministry of Commerce, National Development and Reform Commission, Ministry of Finance, Ministry of Science and Technology, General Administration of Customs, State Administration of Taxation, State Administration for Industry and Commerce, General Administration of Quality Supervision, and Inspection and Quarantine

【Subject】 Export of Well-know Brands

【Promulgated on】 June 7, 2005

【Source】 <http://www.mofcom.gov.cn/>

For the purpose of following the spirit of the Party Central Committee and the State Council on speeding up the development of independent world Brands and transforming trade increasing methods, seven authorities jointly released the "Guiding Suggestions on Supporting the Development of Export of Well-know Brands" for all relevant areas, departments and industries to implement in line with specific conditions, promoting international competition of domestic enterprises and export commodities.

This Circular contains eight main parts of suggestions. It urges respective local Administrations for Industry and Commerce and local Customs to well safeguard the export of well-known brands and broaden the scope of protection of well-know brands. It also encourages local Administrations for Industry and Commerce and local Customs to internationally co-operate with other foreign and global organs in battling against piracies and counterfeits.

It advises relevant governmental organs to regularly release valuable and helpful suggestions to guide administrations of export of well-know brands. The Circular suggests them to endeavor to facilitate exports of well-know brands by means of issuing guarantee certificates that make exports of well-know brands exempted from regular examinations.

The Circular also encourages enterprises owning well-know brands to learn the successful experience of foreign well-know brands and spur them to organize and participate in regular exhibitions and conferences where valuable experience can be exchanged.

Circular on Related Matters of Export of Compound Bamboo Floor

关于出口复合竹地板有关事宜的通知

【Issued By】 Ministry of Commerce, State Administration of Taxation

【Subject】 Export

【Promulgated on】 May 23, 2005

【Source】 <http://www.mofcom.gov.cn/>

The Ministry of Commerce and the State Administration of Taxation jointly released this Circular on May 23, 2005.

According to this Circular, in accordance with Ministry of Commerce and State Administration of Taxation Circular No. 222, 2003 on Adjusting the Export Rebates Rate, export rebates of part of the timber products were cancelled as from January 1, 2004, including timber and timber floor with the first 4 digits of the customs commodity code of "4409". At that time, bamboo floor was classified to the chapter of "4409" for it hadn't have a separate commodity code, which cause the result that no export rebates would provided for bamboo floor export. Tariff Commission of the State Council decides to add commodity name of bamboo into the chapter of "4409" in Import and Export Tariff Regulations of the People's Republic of China (version 2005) with tariff code of "44092011" in 2005, so as to distinguish timber floor and bamboo floor. Relevant matters about the export

rebates of multi-layer compound bamboo floor are now announced in this Circular as follows for the reflection of the adjustment of export rebates policy.

- For "bamboo strips and blocks in server danger with one border or side in continuous shape" under the tariff code item of "44092011" (with a customs code of 4409201110), the export rebates rate is 0%.
- For "other bamboo strips and blocks with one border or side in continuous shape" under the tariff code item of "44092011" (with a customs code of 4409201110), the export rebates rate is 13%.

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