

## Annex I

The package of financial policies promulgated by China's various ministerial level regulatory authorities is intended to support the liquidity of enterprises during the COVID-19 outbreak. These financial policies are generally available to all eligible companies regardless of whether they are controlled by PRC or foreign shareholders. In addition, none of these financial policies restrict eligible companies on authorizing profit sharing plans, such as dividends distribution. The key points are summarized and compared below.

Applicable Policies	Key Points
<b>Corporate Bond Issuance Optimization Measures</b>	<b>Eligible Beneficiaries:</b> All enterprises incorporated in China regardless of their shareholder structure, including large companies.
	<b>Supporting Measures:</b> <ul style="list-style-type: none"> <li>• Supporting the use of funds raised by means of corporate bonds for medical services, key scientific research, manufacturing of pharmaceutical products relating to the prevention and control of the COVID-19 outbreak, as well as the construction of infrastructure for the prevention and control of the COVID-19 outbreak;</li> <li>• Permitting the use of funds raised by means of corporate bonds for repaying or replacing project loans borrowed in the preliminary stage of the prevention and control of the COVID-19 outbreak;</li> <li>• Encouraging enterprises with good credit to issue credit enhancement collective bonds for SMEs and provide liquidity support for SMEs affected by the COVID-19 outbreak;</li> <li>• Permitting enterprises with high-quality self-owned assets and good fund-raising and investment projects, but who are severely affected by the COVID-19 outbreak to apply for issuing new corporate bonds for the replacement of the principal and interest of corporate bonds due in 2020;</li> <li>• Setting up a "green channel" for enterprise applicants that are severely affected by the COVID-19 outbreak by accelerating and simplifying bond review procedures;</li> <li>• Implementing off-site processing for bond issuances through online platform, emails, facsimile and mail;</li> <li>• Extending the validity period of all approval documents that would expire between February 2020 and June 2020, to June 30, 2020, and exempting the issuers from submitting extension applications, and</li> <li>• Other measures optimizing the management of bond issuance, such as proper extensions of the issuance period for corporate bonds affected by the COVID-19 outbreak.</li> </ul>
<b>Cross-border Financing Supporting Measures</b>	<b>Eligible Beneficiaries:</b> All enterprises incorporated in China regardless of their shareholder structure, including large companies.
	<b>Supporting Measures:</b> Lifting the restrictions on foreign debt quota available to enterprises, and permitting enterprises to register the taking on of foreign debt through SAFE's online platform.

<b>Loan Facilitation Schemes</b>	<b>Eligible Beneficiaries:</b> Named Companies regardless of their shareholder structure.	<b>Eligible Beneficiaries:</b> Agricultural enterprises regardless of their shareholder structure.	<b>Eligible Beneficiaries:</b> SMEs regardless of their shareholder structure.
	<b>Total Amount:</b> CNY 300 billion	<b>Total Amount:</b> CNY 100 billion	<b>Total Amount:</b> CNY 300 billion
	<b>Duration of the Scheme:</b> N/A	<b>Duration of the Scheme:</b> From February 26, 2020 to June 30, 2020	
	<b>Term of the Loan:</b> One (1) year		
	<b>Maximum Loan Amount:</b> The scale of capital invested by such Named Company into production and operational activities required by the pandemic prevention and control.	<b>Maximum Loan Amount:</b> N/A	
	<b>Maximum Interest Rate:</b> The latest one-year term LPR minus 100 basis points.	<b>Maximum Interest Rate:</b> The latest one-year term LPR plus by 50 basis points.	
	<b>Subsidy:</b> Fifty percent (50%) of the actual interest rate for a period of one year or less.	<b>Subsidy:</b> N/A	
<b>Purpose:</b> To maintain the normal production and operation of the Named Companies, and the Named Companies are prohibited from using these funds for the following purposes: (i) repaying the existing loans, (ii) re-lending to others, or (iii) any other purposes.	<b>Purpose:</b> Poverty alleviation, spring ploughing activities, livestock breeding, etc.	<b>Purpose:</b> Generally available to all SMEs, with a special focus on SMEs seriously affected by the COVID-19 outbreak in the following industries: international trade, manufacturing, tourism, entertainment, accommodation and catering, and transportation.	
<b>Re-discounting Scheme</b>	<b>Eligible Beneficiaries:</b> Agricultural enterprises and SMEs regardless of their shareholder structure.		
	<b>Total Amount:</b> CNY 100 billion		
	<b>Purpose:</b> To support the resumption of operations and production of SMEs, the spring ploughing activities for agricultural enterprises and to SMEs who are seriously affected by the COVID-19 outbreak.		
<b>Financing Guarantee Schemes</b>	<b>Eligible Beneficiaries:</b> Agricultural entities regardless of their shareholder structure.	<b>Eligible Beneficiaries:</b> SMEs regardless of their shareholder structure.	
	<b>Supporting Measures:</b>	<b>Supporting Measures:</b>	

	<ul style="list-style-type: none"> <li>• The National Financing Guarantee Fund and government controlled financing guarantee and re-guarantee institutions to enhance the credit for financing by agricultural businesses, farmers and businesses in rural areas, and</li> <li>• The National Agricultural Credit Guarantee Alliance Co., Ltd. to reduce fifty percent (50%) of the re-guarantee fee on the re-guarantee business of nationwide provincial agricultural guarantee companies.</li> </ul>	<ul style="list-style-type: none"> <li>• The National Financing Guarantee Fund and government controlled financing guarantee and re-guarantee institutions to enhance the credit for financing by SMEs;</li> <li>• Local government controlled financing guarantee and re-guarantee institutions to reduce fifty percent (50%) of the financing guarantee and re-guarantee fee for SMEs, and</li> <li>• Government controlled financing guarantee and re-guarantee institutions to coordinate with financial institutions to extend the loans to SMEs as soon as possible without any withdrawal, postponement or suspension of such loans.</li> </ul>
	<p><b>Duration of the Scheme:</b> From February 14, 2020 to the end of 2020</p>	<p><b>Duration of the Scheme:</b> From March 27, 2020 to the end of 2020</p>
<p><b>Postponement Measures for Loan Principal and Interest Repayment</b></p>	<p><b>Eligible Beneficiaries:</b> Medium-sized enterprises and SMEs regardless of their shareholder structure.</p> <p><b>Eligible Loans:</b> Loan where the principal and interest are due after January 25, 2020.</p> <p><b>Supporting Measures:</b></p> <ul style="list-style-type: none"> <li>• Postpone repayment for a certain period without penalty but no later than June 30, 2020, and</li> <li>• Banks and financial institutions shall not lower the risk classification of such loans or implement measures that may have a negative impact on the applicants' credit history.</li> </ul>	
<p><b>Supporting Policies for Civil Aviation Transportation Enterprises</b></p>	<p><b>Eligible Beneficiaries:</b></p> <ul style="list-style-type: none"> <li>• Domestic and foreign airlines that operate international flights in and out of mainland China, and</li> <li>• Airlines that carry out major flight missions assigned by the State Council's Joint Prevention and Control Mechanism.</li> </ul> <p><b>Conditions:</b></p> <ul style="list-style-type: none"> <li>• Airlines that did not halt their operations or have resumed their international flights during the COVID-19 outbreak are eligible for the funding;</li> <li>• The funding standards are CNY 0.0176 per seat kilometer for the co-operated air routes and CNY 0.0528 per seat kilometer if the route is covered by a sole airline;</li> </ul>	

	<ul style="list-style-type: none"> <li>• For multi-city flights and fifth freedom flights, the cash support will be calculated based on the number of international flight segments involving Chinese destinations;</li> <li>• If a second carrier operates or resumes flights on the routes which were at first identified as being operated by a sole carrier, the two carriers shall be provided with cash support according to the standards for the co-operated routes, and</li> <li>• Subsidies will be given to the carriers performing major transportation tasks in accordance with the actual costs confirmed by the intermediary agency commissioned by the CAAC after the COVID-19 pandemic.</li> </ul>
	<p><b>Filing and Review Procedures:</b></p> <ul style="list-style-type: none"> <li>• All eligible carriers shall file their applications with CAAC and MOF before the seventh (7<sup>th</sup>) day of each month and shall provide supporting documents, including information regarding air routes, flight frequency, aircraft type, available seat kilometers, inventory of materials and their cost and revenue data, and</li> <li>• After reviewing the application documents, domestic airlines will be reimbursed by MOF or its local counterparts and foreign airlines will be reimbursed by CAAC.</li> </ul>

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