

# Clearstream Spotlight

## Increasing access to offshore Renminbi liquidity

From 18 November, Clearstream will facilitate the settlement of Renminbi (RMB\*) and Chinese investment products traded through CEINEX, the first dedicated platform for authorised RMB-denominated trading outside mainland China.

The China Europe International Exchange (CEINEX) is a co-operation between Deutsche Börse, Shanghai Stock Exchange and China Financial Futures Exchange. It will greatly enhance the liquidity offering of this growing currency and help satisfy international investor demand. The product offering starts with ETFs and bonds, and further cash products will follow. A second phase will see the development of China-related derivatives tradable in RMB.

Investors can trade, clear and settle RMB-denominated products through Deutsche Börse Group's fully-integrated, reliable infrastructure. Settlement happens through Clearstream's existing channels, with no connectivity or account changes necessary.

Clearstream offers a complete package of issuance and settlement services for RMB, complemented by our value-added asset servicing that includes income and redemption payments, corporate actions, tax and proxy voting as well as safekeeping. Customers can manage their RMB cash requirements through our network of cash correspondent banks in Frankfurt, Hong Kong, Luxembourg and Singapore. Our Global Securities Financing services support RMB-denominated bonds for collateral purposes.

### Supporting RMB development

Clearstream has been actively promoting offshore RMB since 2010 when it first offered a full settlement service for the currency. During the last five years, RMB issuance through Clearstream has risen from just over 100 ISINs to more than 5,500 ISINs per year, including the primary issuance of RMB bonds by Chinese banks outside China and Hong Kong. Our settlement in RMB has more than tripled in this time, while assets under custody quadrupled between 2013 and 2014.

Benefit from our simple, comprehensive solutions

### Simple

- No new Clearstream account required for existing clients
- No change to existing connectivity interfaces
- Settlement for new CEINEX products through existing settlement cycles
- Existing products eligible for extension with RMB settlement currency.

### Comprehensive

- Two-way access for:
  - offshore investors looking to invest onshore, and
  - onshore investors looking to invest offshore
- RMB funding through five cash correspondent banks in four financial centres: Frankfurt, Luxembourg, Singapore and Hong Kong
- Direct link to Taiwan established in September 2014 for Formosa Bonds settlement
- Triparty repo facility through Hong Kong Monetary Authority link
- Optional RMB credit facility through Intraday Technical Overdraft Facility (iTOF)
- Issuance through existing CSD and ICSD issuance models
- Full suite of Investment Fund Services for RMB denominated funds.



\* Clearstream uses the official ISO currency code of CNY for technical documentation.

### More information

For more information on these topics, please contact your Relationship Manager. If you would prefer not to receive our email news, please ask your RM to remove you from the mailing list.