connecting global investors with china

FIND OUT WHY LUXEMBOURG IS A LEADING INTERNATIONAL RENMINBI HUB
The European Centre for **Dim Sum** Bonds

**EVOLUTION OF RMB LISTED BONDS IN LUXEMBOURG**
Q2 2019 (AS OF JUNE 30, 2019)

<table>
<thead>
<tr>
<th>Year</th>
<th>Number of Bonds</th>
</tr>
</thead>
<tbody>
<tr>
<td>2012</td>
<td>26</td>
</tr>
<tr>
<td>2013</td>
<td>39</td>
</tr>
<tr>
<td>2014</td>
<td>40</td>
</tr>
<tr>
<td>2015</td>
<td>42</td>
</tr>
<tr>
<td>2016</td>
<td>45</td>
</tr>
<tr>
<td>2017</td>
<td>53</td>
</tr>
<tr>
<td>2018</td>
<td>59</td>
</tr>
<tr>
<td>2019</td>
<td>81</td>
</tr>
</tbody>
</table>

Source: Luxembourg Stock Exchange

**ORIGIN OF RMB BOND ISSUERS IN LUXEMBOURG**
Q2 2019 (% BY NUMBER OF BONDS)

- **Luxembourg** 2.5%
- **Honduras** 2.5%
- **Philippines** 2.5%
- **Hong Kong** 2.5%
- **United Kingdom** 4.2%
- **Switzerland** 5.9%
- **Netherlands** 6.7%
- **Germany** 10.9%
- **United States** 19.3%
- **United Arab Emirates** 15.1%
- **Australia** 11.8%
- **France** 10.9%
- **Other** 5.0%

Source: Luxembourg Stock Exchange

**RMB Pioneer**

- **2011**: Volkswagen launches **first** European RMB denominated bond at LuxSE
- **2013**: Luxembourg regulator authorises **first** RQFII UCITS fund
British Columbia issues first foreign government RMB bond - listing at LuxSE +++ CSSF confirms acceptance of investments into CIBM as fulfilling requirements of UCITS for regulated markets +++
Home of RMB Investment Funds

EVOLUTION OF RMB ASSETS HELD WITHIN LUXEMBOURG DOMICILED INVESTMENT FUNDS (RMB BILLION)

Source: CSSF

MAIN DOMICILES OF RQFII FUNDS IN EUROPE (Q2 2019)

AuM in EUR mn

- Luxembourg: 5166
- Ireland: 597
- France: 57
- Liechtenstein: 54
- UK: 39

Listing of first RMB bond by a Mainland China company in the Eurozone on LuxSE (BoC’s “Schengen” Bond) +++ Designation of ICBC as RMB clearing bank in Luxembourg +++ CSSF authorises first Luxembourg UCITS to trade through Shanghai-Hong Kong Stock Connect
50bn RMB RQFII quota granted to Luxembourg
+++ First global use of CIPS for yuan clearing transaction from China to Luxembourg

BoC becomes first Chinese financial institution to list a Green Bond on the LuxSE
Leading the Way in Mainland China Investments

**ORIGIN OF GLOBAL INVESTMENT FUNDS** INVESTED IN MAINLAND CHINA (% BY AuM, END OF JUNE 2019)

- Luxembourg 32.4%
- USA 18.2%
- Republic of Korea 7.1%
- Hong Kong 17.0%
- Taiwan 10.5%
- Cayman Islands 1.6%
- Japan 2.7%
- Ireland 6.7%
- Other 2.1%

Sources: PwC Market Research Centre, Lipper

**ORIGIN OF EUROPEAN INVESTMENT FUNDS** INVESTED IN MAINLAND CHINA (% BY AuM, END OF JUNE 2019)

- Luxembourg 79.6%
- Ireland 16.4%
- UK 1.5%
- Finland 0.5%
- Sweden 0.4%
- Other 1.7%

Sources: PwC Market Research Centre, Lipper

Note: The charts include mutual funds and ETFs with a geographic focus on China (excluding China domiciled funds).

- **2017** Shenzhen Stock Exchange and LuxSE launch CUFE-CNI Green Bond Index Series to provide synchronous quotes between China and Europe
- **2018** First ever green bond issued through Bond Connect Scheme and listed at LGX
China’s Gateway to Europe

CONTINENTAL HUB FOR MAJOR CHINESE BANKS

- Agricultural Bank of China
- China Bank
- Bank of Communications
- China Construction Bank
- Everbright Bank
- China Merchants Bank
- ICBC

PREFERRED HUB FOR MAINLAND AND HONG KONG BASED FUND PROMOTERS

- China Asset Management
- China Universal Asset Management
- Fullgoal Asset Management
- GF International
- Haitong International
- Harvest Fund
- Prax Capital
- Prosnav Capital
- Quam
Luxembourg – Your European Renminbi Hub

- Largest global domicile of investment funds investing into Mainland China
- Leading European RMB and RQFII fund centre
- Largest global Dim Sum bond listing centre
- 2nd largest global investment fund centre
- European Fund Passport
- LuxSE: Europe’s largest securities listing exchange
- Home to leading post-trade services provider Clearstream
- Highly skilled multilingual workforce
- AAA credit rating

USEFUL CONTACTS

www.luxembourgforfinance.com
www.alfi.lu
www.bourse.lu

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