

01 Regulatory Rating Requirements: BANGLADESH¹

1. Bond (Public Offering)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Yes. No issue of debt security shall be made by an issuer unless the issue is rated by a credit rating company. 	
Eligible CRA	<ul style="list-style-type: none"> Companies Licensed by Bangladesh Securities & Exchange Commission under Credit Rating Companies Rules 1996 List of Registered CRAs is available at the following website: http://www.sec.gov.bd/home/cragency 	
Law & Regulation	<ul style="list-style-type: none"> Credit Rating Companies Rules 1996 http://www.sec.gov.bd/slaws/CRC_Notification-17Nov09.pdf Bangladesh Securities and Exchange Commission (Public Issue) Rules, 2015 http://www.sec.gov.bd/slaws/PIR_Amend_06.07.2017.pdf 	
Regulator	<ul style="list-style-type: none"> Bangladesh Securities & Exchange Commission (BSEC) 	

2. Bond (Private Placement)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Yes. Debt securities issued under private placement must be rated by a recognized CRA. 	
Eligible CRA	<ul style="list-style-type: none"> Companies Licensed by Bangladesh Securities & Exchange Commission under Credit Rating Companies Rules 1996 List of Registered CRAs is available at the following website: http://www.sec.gov.bd/home/cragency 	
Law & Regulation	<ul style="list-style-type: none"> Credit Rating Companies Rules 1996 http://www.sec.gov.bd/slaws/CRC_Notification-17Nov09.pdf Securities and Exchange Commission (Private Placement of Debt Securities) Rules, 2012 http://www.sec.gov.bd/slaws/private_placement.pdf 	
Regulator	<ul style="list-style-type: none"> Bangladesh Securities & Exchange Commission (BSEC) 	

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no specific regulation for bank client rating. However, there is pressure from banks to solicit a rating because banks need to calculate credit risk against their loan exposures for both on balance sheet & off-balance sheet credit risk specifically for Claim on Corporate & SME. 	
Basel III	<ul style="list-style-type: none"> As per Basel II and III risk based capital adequacy guideline, unrated corporate exposure attracts 125% risk weight (while unrated Medium enterprise exposure attracts 100% risk weight and unrated Small enterprise exposure having loan amount of Tk. 3 million and above attracts 100% risk weight which create option to use ratings by ECAI to calculate bank's credit risk under the Standardized Approach). 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> Credit Rating Agencies that obtained a license from Bangladesh Securities and Exchange commission (BSEC) and obtained recognition from Bangladesh Bank as eligible ECAI. Currently, 7 fully pledged ECAIs are eligible to provide credit rating of both corporate & SME clients, and one more ECAI is eligible to provide SME rating only. 	
Law & Regulation	<ul style="list-style-type: none"> Bangladesh Bank guidelines Revised Regulatory Capital Framework for Banks in line with Basel III (2014) https://www.bb.org.bd/mediaroom/baselii/dec212014basel3_rbca.pdf 	
Regulator	<ul style="list-style-type: none"> Bangladesh Bank 	

4. Others – Asset Backed Security Issue		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Yes. For an issuance of Asset Backed Securities, credit ratings of the originator as well as the asset pools to be securitized shall be required. 	
Eligible CRA	<ul style="list-style-type: none"> Companies Licensed by Bangladesh Securities & Exchange Commission under Credit Rating Companies Rules 1996 List of Registered CRAs is available at the following website: http://www.sec.gov.bd/home/cragency 	
Law & Regulation	<ul style="list-style-type: none"> SEC (Asset Backed Security Issue) Rules, 2004 	
Regulator	<ul style="list-style-type: none"> Bangladesh Securities & Exchange Commission (BSEC) 	

¹ The information in this section was updated by Credit Rating Information and Services Limited (CRISL) based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by CRISL or ACRAA as to the accuracy or completeness of the information contained herein.

5. Others – Public Issue of Equity Shares		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Any public share issue (including rights shares) at a premium shall be rated by a recognized CRA. 	
Eligible CRA	<ul style="list-style-type: none"> Companies Licensed by Bangladesh Securities & Exchange Commission under Credit Rating Companies Rules 1996 List of Registered CRAs is available at the following website: http://www.sec.gov.bd/home/cragency 	
Law & Regulation	<ul style="list-style-type: none"> Credit Rating Companies Rules 1996 	
Regulator	<ul style="list-style-type: none"> Bangladesh Securities & Exchange Commission (BSEC) 	

6. Others – Direct Listing of Equity Shares		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Securities of any company to be listed with Dhaka Stock Exchange under Direct Listing Regulation shall be rated by a recognized CRA. 	
Eligible CRA	<ul style="list-style-type: none"> Companies Licensed by Bangladesh Securities & Exchange Commission under Credit Rating Companies Rules 1996 List of Registered CRAs is available at the following website: http://www.sec.gov.bd/home/cragency 	
Law & Regulation	<ul style="list-style-type: none"> Dhaka Stock Exchange (Listing) Regulation 2015 https://www.dsebd.org/pdf/listing_reg_2015.pdf 	
Regulator	<ul style="list-style-type: none"> Bangladesh Securities and Exchange Commission (BSEC) 	

7. Others – Banks		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> All scheduled banks shall be rated every year by a recognized CRA. 	
Eligible CRA	<ul style="list-style-type: none"> Companies Licensed by Bangladesh Securities & Exchange Commission under Credit Rating Companies Rules 1996 List of Registered CRAs is available at the following website: http://www.sec.gov.bd/home/cragency 	
Law & Regulation	<ul style="list-style-type: none"> Circular of Banking Regulation of Policy Department of Bangladesh Bank 	
Regulator	<ul style="list-style-type: none"> Bangladesh Bank 	

8. Others – Non-bank Financial Institution (before IPO)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Any Non-bank Financial Institution shall be rated before Initial public offering. 	
Eligible CRA	<ul style="list-style-type: none"> Companies Licensed by Bangladesh Securities & Exchange Commission under Credit Rating Companies Rules 1996 List of Registered CRAs is available at the following website: http://www.sec.gov.bd/home/cragency 	
Law & Regulation	<ul style="list-style-type: none"> Prudential regulation issued by Department of Financial Institution & Market of Bangladesh Bank 	
Regulator	<ul style="list-style-type: none"> Bangladesh Bank 	

9. Others – Non-Life & Life Insurance Company		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Any Non-Life & Life Insurance Company shall be rated every year by a recognized CRA. 	
Eligible CRA	<ul style="list-style-type: none"> Companies Licensed by Bangladesh Securities & Exchange Commission under Credit Rating Companies Rules 1996 List of Registered CRAs is available at the following website: http://www.sec.gov.bd/home/cragency 	
Law & Regulation	<ul style="list-style-type: none"> Circular from Insurance Development & Regulatory Authority – the insurance regulator in Bangladesh 	
Regulator	<ul style="list-style-type: none"> Insurance Development & Regulatory Authority 	

02 Regulatory Rating Requirements: INDIA²

1. Bond (Public Offering)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Public issue of debt securities requires mandatory listing on designated stock exchanges and a credit rating from at least one of the rating agencies registered with the Securities and Exchange Board of India (SEBI). No special purpose distinct entity shall offer securitized debt instruments to the public unless a credit rating is obtained from not less than two registered credit rating agencies. There are also regulations prescribing minimum rating categories for investment in bonds by insurance companies and pension funds. 	
Eligible CRA	<ul style="list-style-type: none"> CARE Ratings Limited (erstwhile Credit Analysis & Research Limited), CRISIL Limited, ICRA Limited, India Ratings and Research Private Limited, Brickworks Ratings India Private Limited, Acuité Ratings & Research Limited (erstwhile SMERA Ratings Limited) and Infomeric Valuation and Rating Private Limited Requirements for the establishment of a new credit rating agency are specified in “SEBI (Credit Rating Agencies) Regulations, 1999” 	
Law & Regulation	<ul style="list-style-type: none"> SEBI (Credit Rating Agencies) Regulations, 1999, as amended and Circulars issued thereunder http://www.sebi.gov.in/cms/sebi_data/commondocs/crateamend_p.pdf IOSCO Code of Conduct Fundamentals for Credit Rating Agencies SEBI (Issue and Listing of Debt Securities) Regulations, 2008 http://www.sebi.gov.in/cms/sebi_data/commondocs/ilds.pdf SEBI (Public Offer and Listing of Securitized Debt Instruments) Regulations, 2008 http://www.sebi.gov.in/acts/sdireg.pdf IRDA (Investment) Regulations, 2000 (and subsequent amendments) https://www.irdai.gov.in/ADMINCMS/cms/frmGeneral_Layout.aspx?page=PageNo63&flag=1 PFRDA Investment Guidelines for NPS http://pfrda.org.in/MyAuth/Admin/showimg.cshhtml?ID=756 Employee Provident Fund Organization Investment Management http://search.epfoservices.org:81/InvestmentManagement.pdf 	
Regulator	<ul style="list-style-type: none"> Security and Exchange Board of India (SEBI) 	

2. Bond (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue bonds unless it is issued and listed at a recognized stock exchange. 	
Eligible CRA	<ul style="list-style-type: none"> CARE Ratings Limited, CRISIL Limited, ICRA Limited, India Ratings and Research Private Limited, Brickworks Ratings India Private Limited Acuité Ratings & Research Limited and Infomeric Valuation and Rating Private Limited Requirements for the establishment of a new credit rating agency are specified in “SEBI (Credit Rating Agencies) Regulations, 1999” 	
Law & Regulation	<ul style="list-style-type: none"> SEBI (Credit Rating Agencies) Regulations, 1999, as amended and Circulars issued thereunder http://www.sebi.gov.in/cms/sebi_data/commondocs/crateamend_p.pdf IOSCO Code of Conduct Fundamentals for Credit Rating Agencies SEBI (Issue and Listing of Debt Securities) Regulations, 2008 http://www.sebi.gov.in/cms/sebi_data/commondocs/ilds.pdf 	
Regulator	<ul style="list-style-type: none"> Security and Exchange Board of India (SEBI) 	

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> While the standardized approach requires banks to refer their credit exposures for rating by a recognized ECAI, it is not the case wherein Banks would not sanction any facility in the absence of the rating. The Basel-II regulation requires that an entity should get the rating in order to borrow from banks, but does not stipulate that no lending could be done in the absence of a rating. However, unrated exposures may not get the benefit of better pricing in the absence of rating. 	
Basel II	<ul style="list-style-type: none"> Banks that adopt the standardized approach could refer to the external ratings assigned by ECAI. 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> CARE Ratings Limited, CRISIL Limited, ICRA Limited, India Ratings and Research Private Limited, Brickworks Ratings India Private Limited Acuité Ratings & Research Limited and Infomeric Valuation and Rating Private Limited Requirements for the establishment of a new credit rating agency are specified in “SEBI (Credit Rating Agencies) Regulations, 1999” 	
Law & Regulation	<ul style="list-style-type: none"> SEBI (Credit Rating Agencies) Regulations, 1999, as amended and Circulars issued thereunder 	

² The information in this section has been updated by CARE Ratings Limited based on the publicly available information and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by CARE Ratings or ACRAA as to the accuracy or completeness of the information contained herein.

	<ul style="list-style-type: none"> http://www.sebi.gov.in/cms/sebi_data/commondocs/crateamend_p.pdf IOSCO Code of Conduct Fundamentals for Credit Rating Agencies RBI's "Prudential Guidelines on Capital Adequacy and Market Discipline - New Capital Adequacy Framework (NCAF)" https://www.rbi.org.in/Scripts/BS_ViewMasCirculardetails.aspx?id=9893 https://www.rbi.org.in/Scripts/BS_ViewMasCirculardetails.aspx?id=9859
Regulator	<ul style="list-style-type: none"> Reserve Bank of India (RBI)

4. Others – Offshore Bond Market/External Commercial Borrowings **Mandatory Requirement → NO**

Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue ECBs /Masala bonds/rupee-denominated bonds issued overseas.
Eligible CRA	<ul style="list-style-type: none"> For Local-scale ratings: CARE Ratings Limited, CRISIL Limited, ICRA Limited, India Ratings and Research Private Limited, Brickworks Ratings India Private Limited Acuité Ratings & Research Limited and Infomeric Valuation and Rating Private Limited
Law & Regulation	<ul style="list-style-type: none"> https://www.rbi.org.in/Scripts/BS_ViewMasCirculardetails.aspx?id=9840 https://www.rbi.org.in/Scripts/NotificationUser.aspx?id=10049&Mode=0
Regulator	<ul style="list-style-type: none"> Reserve Bank of India

5. Others – Public Deposits of Non-Banking Finance Companies **Mandatory Requirement → YES**

Regulatory Rating Requirement	<ul style="list-style-type: none"> A non-banking financial company (NBFC) in India can accept public deposits only if it has obtained a minimum investment grade or other specified credit rating for fixed deposits from any one of the approved credit rating agencies at least once a year.
Eligible CRA	<ul style="list-style-type: none"> CARE Ratings Limited, CRISIL Limited, ICRA Limited, India Ratings and Research Private Limited, Brickworks Ratings India Private Limited and Acuité Ratings & Research Limited
Law & Regulation	<ul style="list-style-type: none"> RBI's "Non-Banking Financial Companies Acceptance of Public Deposits (Reserve Bank) Directions, 1998" (and subsequent amendments) https://rbidocs.rbi.org.in/rdocs/notification/PDFs/17FAPD010711.pdf
Regulator	<ul style="list-style-type: none"> Reserve Bank of India (RBI)

6. Others – Security Receipts issued by Asset Reconstruction Companies **Mandatory Requirement → YES**

Regulatory Rating Requirement	<ul style="list-style-type: none"> Asset Reconstruction Companies (ARCs) have to obtain a rating for the Security Receipts (SR) issued by them from one of the approved rating agencies which is to be used for the valuation of the SR. The rating is assigned on a specifically developed "Recovery Rating" scale.
Eligible CRA	<ul style="list-style-type: none"> All agencies registered with SEBI
Law & Regulation	<ul style="list-style-type: none"> RBI's "Guidelines on declaration of Net Asset Value of Security Receipts issued by Securitization Company/ Reconstruction Company" https://rbidocs.rbi.org.in/rdocs/Content/PDFs/77541.pdf
Regulator	<ul style="list-style-type: none"> Reserve Bank of India (RBI)

7. Others – NSIC-MSE Rating **Mandatory Requirement → NO**

Regulatory Rating Requirement	<ul style="list-style-type: none"> Performance and Credit Rating scheme for Micro & Small Enterprises (MSE) in India
Eligible CRA	<ul style="list-style-type: none"> All agencies registered with SEBI and having ECAI status from RBI [CARE Ratings Limited, CRISIL Limited, ICRA Limited, India Ratings and Research Private Limited, Brickworks Ratings India Private Limited Acuité Ratings & Research Limited and Infomeric Valuation and Rating private Limited]
Law & Regulation	<ul style="list-style-type: none"> Guidelines for "Performance & Credit Rating (PCR) Scheme for MSEs" issued by Ministry of Micro, Small & Medium Enterprises (MSME), Govt. of India http://msme.gov.in/WriteReadData/Scheme/Revised-guidelines-PCR.PDF
Regulator	<ul style="list-style-type: none"> Ministry of Micro, Small & Medium Enterprises (MSME), Govt. of India (National Small Industries Corporation (NSIC) is the designated nodal agency for the scheme) http://msme.gov.in, www.nsic.co.in

8. Others – Grading of Maritime Training Institutes **Mandatory Requirement → NO**

Regulatory Rating Requirement	<ul style="list-style-type: none"> Grading of courses offered by Maritime Training Institutes in India for benchmarking purpose as mandated by the Directorate General of Shipping (DGS), Ministry of Shipping, Govt. of India
Eligible CRA	<ul style="list-style-type: none"> CARE Ratings Limited, CRISIL Limited, ICRA Limited and Acuité Ratings & Research Limited
Law & Regulation	<ul style="list-style-type: none"> "Benchmarking/Grading of Training Institutes", DGS http://www.dgshipping.gov.in/Content/viewNotice.aspx?noticeid=679
Regulator	<ul style="list-style-type: none"> Directorate General of Shipping, Ministry of Shipping, Govt. of India

9. Others – Rating of Parallel Marketers of LPG/SKO **Mandatory Requirement → YES**

Regulatory Rating	<ul style="list-style-type: none"> A parallel marketer is mandatorily required to obtain a rating certificate (as prescribed in the
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Requirement	order) from empaneled rating agencies before commencing activities such as importing, storing, transporting, bottling, marketing, distribution, sale etc. relating to the business of liquefied petroleum gas (LPG) or auto-LPG. The rating assessment is based on the marketer's capability, infrastructure network and readiness to carry out professed business and deliver goods and services promised, provision for adequate safety backup for transportation, accident relief during transportation, and attending to emergency complaints of consumers.
Eligible CRA	<ul style="list-style-type: none"> CARE Ratings Limited, CRISIL Limited, ICRA Limited and Marketing & Development Research Associates (MDRA)
Law & Regulation	<ul style="list-style-type: none"> "Liquefied Petroleum Gas (Regulation of Supply and Distribution) Order 2000" MoPNG "Liquefied Petroleum Gas (Regulation of Use in Motor Vehicle) Order 2001" MoPNG http://petroleum.nic.in/lpg.htm
Regulator	<ul style="list-style-type: none"> Ministry of Petroleum and Natural Gas (MoPNG), Govt. of India

10. Others – ESCO Rating		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> Energy Services Companies (ESCO) seeking empanelment with the Bureau of Energy Efficiency (BEE), a body setup by the Govt. of India, under the provisions of the Energy Conservation Act, 2001, are required to get a rating on a specifically designed performance rating scale from empaneled rating agencies. 	
Eligible CRA	<ul style="list-style-type: none"> CARE Ratings Limited, CRISIL Limited and ICRA Limited 	
Law & Regulation	<ul style="list-style-type: none"> "Empanelment/Re-empanelment of ESCOs", BEE 	
Regulator	<ul style="list-style-type: none"> Bureau of Energy Efficiency (https://beeindia.gov.in/) 	

11. Others – RESCO/SI Grading		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> Ministry of New and Renewable Energy (MNRE), Govt. of India, has launched Jawaharlal Nehru National Solar Mission (JNNSM) with an objective to promote the use of renewable sources of energy and also facilitate increased penetration of solar technology in the country. To scale up the program, increase participation of capable entities and reduce transaction time, the Mission has envisaged that Renewable Energy Service Companies (RESCOs) and System Integrators (SI) obtain an accreditation from empaneled rating agencies so as to enable them to submit a project directly to MNRE. 	
Eligible CRA	<ul style="list-style-type: none"> CARE Ratings Limited, CRISIL Limited, ICRA Limited, India Ratings and Research Private Limited, Brickworks Ratings India Private Limited and Acuité Ratings & Research Limited 	
Law & Regulation	<ul style="list-style-type: none"> "Accreditation of Channel Partners under Off Grid and Decentralized Solar Applications", MNRE http://mnre.gov.in/file-manager/UserFiles/channel_partners_offgrid_decentralised_solar_application.pdf 	
Regulator	<ul style="list-style-type: none"> Ministry of New and Renewable Energy, Govt. of India 	

12. Others – IREDA Credit Rating		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> Indian Renewable Energy Development Agency Ltd. (IREDA) is a Govt. of India enterprise established as a Non-Banking Financial Institution engaged in promoting, developing and extending financial assistance for setting up projects relating to new and renewable sources of energy and energy efficiency/conservation. IREDA mandates prospective borrowers to get a rating from empaneled external credit rating agencies on a specifically designed rating scale. 	
Eligible CRA	<ul style="list-style-type: none"> CARE Ratings Limited, CRISIL Limited, ICRA Limited, India Ratings and Research Private Limited, Brickworks Ratings India Private Limited and Acuité Ratings & Research Limited 	
Law & Regulation	<ul style="list-style-type: none"> "Requirement of External Credit Rating", IREDA http://www.ireda.gov.in/writereaddata/REQUIREMENT%20OF%20EXTERNAL%20CREDIT%20RATING%20-%2008_01_2016.pdf 	
Regulator	<ul style="list-style-type: none"> Indian Renewable Energy Development Agency Ltd. (IREDA) 	

13. Others – Independent Credit Evaluation of Resolution Plan		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> In order to resolve the rising Non-Performing Asset issue plaguing Indian banking system, Reserve Bank of India (Regulator for Banks in India) came up with the 'Resolution for Stressed Asset – Revised Framework'. RBI has mandated banks to implement the aforementioned framework in the event of default by borrowers. The resolution plan (RP) may involve any actions / plans / reorganization including, but not limited to, regularization of the account by payment of all over dues by the borrower entity, sale of the exposures to other entities / investors, change in ownership, or restructuring. As per the issued framework, the Resolution plan covering restructuring / change in ownership with respect to large accounts i.e. exposure greater than INR 1 billion and above would require independent evaluation of plan by a Credit Rating Agency. Similarly, for borrowers in default with exposure greater than INR 5 billion would require the independent credit assessment of 	

	resolution plan from two credit rating agency.
Eligible CRA	<ul style="list-style-type: none"> CARE Ratings Limited, CRISIL Limited, ICRA Limited, India Ratings and Research Private Limited, Brickworks Ratings India Private Limited and Acuité Ratings & Research Limited
Law & Regulation	<ul style="list-style-type: none"> Resolution of Stressed Assets – Revised Framework https://www.rbi.org.in/Scripts/NotificationUser.aspx?Id=11218
Regulator	<ul style="list-style-type: none"> Reserve Bank of India

03 Regulatory Rating Requirements: INDONESIA³

1. Bond (Public Offering)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Credit rating is required to issue bonds. 	
Eligible CRA	<ul style="list-style-type: none"> There are 3 (two) CRAs that have been approved by the Regulator to provide ratings for Indonesian companies using domestic/local scale: <ul style="list-style-type: none"> ➢ PT Pemeringkat Efek Indonesia (PEFINDO) ➢ PT Fitch Rating Indonesia ➢ PT Kredit Rating Indonesia 	
Law & Regulation	<ul style="list-style-type: none"> Bapepam Regulation No. IX.C.11 dated 26 December 2012 regarding debt instrument rating and/or Sukuk http://www.ojk.go.id/Files/regulasi/pasar-modal/bapepam-pm/emiten-pg/peraturan-lain/9.IX.C.11.pdf OJK Circular Letter No. 37/SEOJK.03/2016 regarding Rating Agency and Recognized Rating by Financial Services Authority (OJK) https://www.ojk.go.id/id/kanal/perbankan/regulasi/surat-edaran-ojk/Documents/SEOJK%20Lembaga%20Pemeringkat.pdf 	
Regulator	<ul style="list-style-type: none"> Otoritas Jasa Keuangan (OJK)/Financial Services Authority (FSA) 	

2. Bond, MTN, other debt instrument (Private Placement)		Mandatory Requirement → Yes, subject to certain criteria
Regulatory Rating Requirement	<ul style="list-style-type: none"> Effective from June 1st, 2020, credit rating is required to the issuance of debt instrument without public offering (subject to certain criteria). 	
Eligible CRA	<ul style="list-style-type: none"> There are 3 (two) CRAs that have been approved by the Regulator to provide ratings for Indonesian companies using domestic/local scale: <ul style="list-style-type: none"> ➢ PT Pemeringkat Efek Indonesia (PEFINDO) ➢ PT Fitch Rating Indonesia ➢ PT Kredit Rating Indonesia 	
Law & Regulation	<ul style="list-style-type: none"> OJK Regulation No. 30/POJK.04/2019 regarding issuance of debt instrument and/or Sukuk without public offering https://www.ojk.go.id/id/regulasi/Pages/-Penerbitan-Efek-Bersifat-Utang-dan-atau-Sukuk-yang-Dilakukan-Tanpa-Melalui-Penawaran-Umum.aspx 	
Regulator	<ul style="list-style-type: none"> OJK 	

3. Commercial papers		Mandatory Requirement → Yes
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is a BI regulation concerning issuance and transaction of commercial papers at money market, which requires that the issuance of commercial papers must have a rating. 	
Eligible CRA	<ul style="list-style-type: none"> There are 3 (three) CRAs that have been approved by the Regulator to provide ratings for Indonesian companies using domestic/local scale: <ul style="list-style-type: none"> ➢ PT Pemeringkat Efek Indonesia (PEFINDO) ➢ PT Fitch Rating Indonesia ➢ PT Kredit Rating Indonesia 	
Law & Regulation	<ul style="list-style-type: none"> BI Regulation No: 19/9/PBI/2017 dated 19 July 2017 regarding the issuance and transaction of Commercial Papers at the money market https://www.bi.go.id/id/peraturan/moneter/Pages/PBI_190917.aspx BI regulation of member of the governing council (Peraturan Anggota Dewan Gubernur BI) No: 20/1/PADG/2018 dated 2 January 2018 the issuance and transaction of Commercial Papers at the money market. https://www.bi.go.id/id/peraturan/moneter/Pages/PADG_200118.aspx OJK Circular Letter No. 37/SEOJK.03/2016 regarding Rating Agency and Recognized Rating by Financial Services Authority (OJK) https://www.ojk.go.id/id/kanal/perbankan/regulasi/surat-edaran-ojk/Documents/SEOJK%20Lembaga%20Pemeringkat.pdf 	
Regulator	<ul style="list-style-type: none"> Bank Indonesia (Central Bank) 	

4. Bank Loan		Mandatory Requirement → NO
Regulatory	<ul style="list-style-type: none"> There is no regulation that require a mandatory rating for bank loans, while Bank 	

³ The information in this section was updated by PEFINDO based on the information publicly available and deemed reliable as of December 2020. No representation or warranty, expressed or implied, is made by PEFINDO or ACRAA as to the accuracy or completeness of the information contained herein.

Rating Requirement	Indonesia (Central Bank) has a regulation for the implementation of Basel II.
Basel II	<ul style="list-style-type: none"> • BI Regulation No:15/12/PBI/2013 dated 12 December 2013 regarding requirement of minimum capital adequacy of commercial banks https://www.bi.go.id/id/peraturan/perbankan/Pages/pbi_151213.aspx • BI Circular Letter No: 13/6/DPNP dated 18 February 2011 regarding Guidelines for calculation of Risk Weighted Assets to Credit Risk by Using Standard Approach http://www.bi.go.id/id/peraturan/perbankan/Documents/pbi_151213rev.pdf
Eligible CRA/ ECAI	<ul style="list-style-type: none"> • There are 2 (two) CRA that have been approved by the Regulator to provide ratings for Indonesian companies using domestic/local scale: <ul style="list-style-type: none"> ➢ PT Pemeringkat Efek Indonesia(PEFINDO) ➢ PT Fitch Rating Indonesia ➢ PT Kredit Rating Indonesia
Law & Regulation	<ul style="list-style-type: none"> • OJK Circular Letter No. 37/SEOJK.03/2016 regarding Rating Agency and Recognized Rating by Financial Services Authority (OJK) https://www.ojk.go.id/id/kanal/perbankan/regulasi/surat-edaran-ojk/Documents/SEOJK%20Lembaga%20Pemeringkat.pdf
Regulator	<ul style="list-style-type: none"> • Bank Indonesia (Central Bank)

5. Others – Non-bank Corporations’ Foreign Currency External Borrowing		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> • Central Bank (Bank Indonesia) issued a regulation that requires nonbank corporations to have a rating for foreign borrowing with a minimum rating at “BB-“ • BI Regulation No:16/21/PBI/2014 dated 29 December 2014 regarding the implementation of prudential principles in managing external debt of the nonbank corporation 	
Eligible CRA	<ul style="list-style-type: none"> • PT Pemeringkat Efek Indonesia (PEFINDO) • PT Fitch Ratings Indonesia • PT Kredit Rating Indonesia • Moody’s Investor Service • Standard & Poor’s • Fitch Ratings • Japan Credit Rating Agency, Ltd. • Rating and Investment Information Inc. 	
Law & Regulation	<ul style="list-style-type: none"> • BI Regulation No:16/21/PBI/2014 dated 29 December 2014 regarding the implementation of prudential principles in managing external debt of the nonbank • BI Regulation No:18/4/PBI/2016 dated 21 April 2016 regarding Amendment of BI Regulation No:16/21/PBI/2014 dated 29 December 2014 regarding the implementation of prudential principles in managing external debt of the nonbank. • Bi Circular Letter No: 18/6/DKEM dated 22 April 2016 regarding Second Amendment of Bank Indonesia Circular Letter Number 16/24/DKEM dated 30 December 2014 concerning the Implementation of Prudential Principles in Managing External Debt of Non-Bank Corporation. • Bank Indonesia Circular Letter Number 16/24/DKEM dated 30 December 2014 regarding The Implementation of Prudential Principles in Managing External Debt of Non-Bank Corporation • Bi Circular Letter No: 17/8/DKEM dated 30 June 2015 regarding Amendment of Bank Indonesia Circular Letter Number 16/24/DKEM dated 30 December 2014 concerning the Implementation of Prudential Principles in Managing External Debt of Non-Bank Corporation. 	
Regulator	<ul style="list-style-type: none"> • Bank Indonesia (Central Bank) 	

04 Regulatory Rating Requirements: JAPAN⁴

1. Bond (Public Offering)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue bonds – unless it is listed at Tokyo Pro-Bond Market, a market for professional investors (See 4). 	
Eligible CRA	<ul style="list-style-type: none"> When a rating is assigned to issue bonds by the CRAs that are NOT registered and supervised by FSA, investors must be informed of (a) the fact that such CRAs are unregistered and (b) the significance and limitation of such ratings. List of Registered CRAs (e.g., JCR) is available at the following website: http://www.fsa.go.jp/en/regulated/licensed/cra.pdf 	
Law & Regulation	<ul style="list-style-type: none"> Financial Instruments and Exchange Act (Act No. 25 of 1948) http://www.fsa.go.jp/common/law/fie01.pdf 	
Regulator	<ul style="list-style-type: none"> Financial Services Agency (FSA) 	

2. Bond (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue bonds unless it is listed at Tokyo Pro-Bond Market, a market for professional investors (See 4). 	
Eligible CRA	<ul style="list-style-type: none"> When a rating is assigned to issue bonds by the CRAs that are NOT registered and supervised by FSA, investors must be informed of (a) the fact that such CRAs are unregistered and (b) the significance and limitation of such ratings. List of Registered CRAs (e.g., JCR) is available at the following website: http://www.fsa.go.jp/en/regulated/licensed/cra.pdf 	
Law & Regulation	<ul style="list-style-type: none"> Financial Instruments and Exchange Act (Act No. 25 of 1948) ➢ http://www.fsa.go.jp/common/law/fie01.pdf 	
Regulator	<ul style="list-style-type: none"> Financial Services Agency (FSA) 	

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to borrow from banks. 	
Basel II	<ul style="list-style-type: none"> Banks that adopt the standardized approach could refer to the external ratings assigned by ECAI. 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> FSA Notice No. 28 (dated 30 March 2007) designates JCR, R&I, Moody's, S&P Global Ratings and Fitch as eligible CRAs (ECAI under Basel II) to calculate CAR. The list of ECAI is available at the following website: http://www.fsa.go.jp/policy/basel_ii/09.pdf (Japanese only) 	
Law & Regulation	<ul style="list-style-type: none"> Banking Act (Act No. 59 of 1981) http://www.fsa.go.jp/common/law/bank01.pdf 	
Regulator	<ul style="list-style-type: none"> Financial Services Agency (FSA) 	

4. Others – Tokyo Pro-Bond Market		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> The Tokyo Stock Exchange (TSE)'s regulation requires, in principle, a rating to list bonds at the Tokyo Pro-Bond Market, a market for professional investors. 	
Eligible CRA	<ul style="list-style-type: none"> TSE accepts the ratings assigned by the rating agencies that are either (a) registered at FSA in Japan (e.g., JCR) or (b) established in foreign countries and subject to the equivalent level of regulations and supervisions as those in Japan). 	
Law & Regulation	<ul style="list-style-type: none"> Special Regulations of Securities Listing Regulations Concerning Specified Listed Securities, Tokyo Stock Exchange http://www.jpex.co.jp/english/equities/products/tpbm/outline/tvdivq0000006xw-att/b7gie60000013xzd.pdf 	
Regulator	<ul style="list-style-type: none"> Tokyo Stock Exchange (TSE) 	

⁴ The information in this section was updated by Japan Credit Rating Agency, Ltd. (JCR) based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by JCR or ACRAA as to the accuracy or completeness of the information contained herein.

05 Regulatory Rating Requirements: KOREA⁵

1. Bond (Public Offering)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> The Financial Supervisory Service (FSS)'s regulation, in principle, requires multiple ratings to issue public bonds. 	
Eligible CRA	<ul style="list-style-type: none"> Korea Ratings Corporation, Korea Investors Service Inc., NICE Investors Service Co. 	
Law & Regulation	<ul style="list-style-type: none"> Capital Market and Financial Investment Service Act http://www.law.go.kr/법령/자본시장과금융투자업에관한법률 	
Regulator	<ul style="list-style-type: none"> Financial Supervisory Service (FSS) 	

2. Bond (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue privately placed bonds. 	
Eligible CRA	<ul style="list-style-type: none"> Korea Ratings Corporation, Korea Investors Service Inc., NICE Investors Service Co. 	
Law & Regulation	<ul style="list-style-type: none"> Capital Market and Financial Investment Service Act http://www.law.go.kr/법령/자본시장과금융투자업에관한법률 	
Regulator	<ul style="list-style-type: none"> Financial Supervisory Service (FSS) 	

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to borrow from banks. 	
Basel II	<ul style="list-style-type: none"> Banks that adopt standardized approach could refer to the external ratings assigned by ECAI. 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> Korea Ratings Corporation, Korea Investors Service Inc., NICE Investors Service Co. 	
Law & Regulation	<ul style="list-style-type: none"> Capital Market and Financial Investment Service Act http://www.law.go.kr/법령/자본시장과금융투자업에관한법률 	
Regulator	<ul style="list-style-type: none"> Financial Supervisory Service (FSS) 	

4. Others – Commercial Paper (Public Offering)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> The Financial Supervisory Service (FSS)'s regulation requires multiple ratings to issue commercial papers. 	
Eligible CRA	<ul style="list-style-type: none"> Korea Ratings Corporation, Korea Investors Service Inc., NICE Investors Service Co., Seoul Credit Rating Inc. 	
Law & Regulation	<ul style="list-style-type: none"> Capital Market and Financial Investment Service Act http://www.law.go.kr/법령/자본시장과금융투자업에관한법률 	
Regulator	<ul style="list-style-type: none"> Financial Supervisory Service (FSS) 	

⁵ The information in this section was updated by Korea Ratings based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by Korea Ratings or ACRAA as to the accuracy or completeness of the information contained herein.

06-1 Regulatory Rating Requirements: MALAYSIA⁶

1. Bond (Public Offering)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> Since January 2017, all bonds and Sukuk, both listed and unlisted, are not required to have a rating, except for those to be sold to retail investors (i.e. retail bonds) for which a rating is still mandatory unless exemption is given (see page 14 of Guidelines on Issuance of Corporate Bonds and Sukuk to Retail Investors below). 	
Eligible CRA	<ul style="list-style-type: none"> The list of the registered CRAs pursuant to the SC's Guidelines on Registration of Credit Rating Agencies is available on the SC's website at [Link to webpage] 	
Law & Regulation	<ul style="list-style-type: none"> CRAs are regulated as registered persons pursuant to section 76(1)(a) of the Capital Markets and Services Act 2007 (Act 671) which is accessible from [Link to document] The SC's Guidelines on Registration of Credit Rating Agencies (2020) is accessible from [Link to document] The SC's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework are accessible from [Link to document]. The SC's Guidelines on Issuance of Corporate Bonds and Sukuk to Retail Investors are accessible [Link to document]. 	
Regulator	<ul style="list-style-type: none"> Securities Commission Malaysia for unlisted bonds or Sukuk Securities Commission Malaysia and Bursa Malaysia for listed bonds or Sukuk 	

2. Bond (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires private placements to be rated. The SC's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework states that the requirement for a credit rating does not apply to bonds or Sukuk which are non-transferable and non-tradable and instruments in respect of which bondholders or sukukholders do not require a rating. This would apply to the majority of private placements. 	
Eligible CRA	<ul style="list-style-type: none"> Not applicable. 	
Law & Regulation	<ul style="list-style-type: none"> The SC's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework are accessible from [Link to document] 	
Regulator	<ul style="list-style-type: none"> Securities Commission Malaysia (SC) 	

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to borrow from banks. 	
Basel II	<ul style="list-style-type: none"> Banks that adopt the standardized approach could refer to the external ratings assigned by ECAI. 	
Eligible CRA/ECAI	<ul style="list-style-type: none"> The eligibility criteria for an ECAI can be found in the BNM Capital Adequacy Framework document, which is available for download from [Link to document] The same document identifies the risk weights that correspond to ratings assigned by two domestic CRAs (MARC and RAM) and four global CRAs (R&I, Moody's, S&P Global Ratings and Fitch) for the purposes of calculating the bank's CAR under the standardized approach. 	
Law & Regulation	<ul style="list-style-type: none"> None 	
Regulator	<ul style="list-style-type: none"> Bank Negara Malaysia https://www.bnm.gov.my 	

4. Others – Structured Products		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> At present, the following structured products must be rated by a credit rating agency registered with the Securities Commission Malaysia (SC): tradable structured products, structured products issued by an SPV that are collateralized by assets or securities other than securities issued by the Malaysian Government and structured products issued by an SPV that are collateralized by assets or securities other than sovereign securities in the currency of issue of the foreign-related corporation. 	
Eligible CRAs	<ul style="list-style-type: none"> The list of the registered CRAs pursuant to the SC's Guidelines on Registration of Credit Rating Agencies is available on the SC's website at [Link to webpage] A rating by an international credit rating agency is also acceptable for structured products of foreign-related corporations under certain conditions as specified in the LOLA Guidelines Part 2 Structured Products paragraph 1.04. 	
Law & Regulation	<ul style="list-style-type: none"> The SC's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework are accessible from [Link to document] 	
Regulator	<ul style="list-style-type: none"> Securities Commission Malaysia https://www.sc.com.my 	

⁶ The information in this section was updated by RAM Rating Services Berhad (RAM) based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by RAM or ACRA as to the accuracy or completeness of the information contained herein.

06-2 Regulatory Rating Requirements: MALAYSIA⁷

1. Bond (Public Offering)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> Since January 2017, all bonds and Sukuk, both listed and unlisted, are not required to have a rating, except for those to be sold to retail investors (i.e. retail bonds) for which a rating is still mandatory unless exemption is given (see page 14 of guidelines on retail bonds below). 	
Eligible CRA	<ul style="list-style-type: none"> The list of the registered CRAs pursuant to the SC's Guidelines on Registration of Credit Rating Agencies (2011) is available on the SC's website at: http://www.sc.com.my/registered-credit-rating-agencies/. 	
Law & Regulation	<ul style="list-style-type: none"> CRAs are regulated as registered persons pursuant to section 76(1)(a) of the Capital Markets and Services Act 2007 which is accessible from: http://www.sc.com.my/capital-markets-and-services-act-2007 while the SC's Guidelines on Registration of Credit Rating Agencies (2011) is accessible from http://www.sc.com.my/legislation-guidelines/bond/. The Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework are accessible from http://www.sc.com.my/legislation-guidelines/lodge-and-launch-framework/. The Guidelines on Issuance of PDS and Sukuk to Retail Investors are accessible from http://www.sc.com.my/wp-content/uploads/eng/html/resources/guidelines/bondmkt/guidelines_retailsPDS_sukuk_150615.pdf 	
Regulator	<ul style="list-style-type: none"> Securities Commission Malaysia for unlisted bonds or Sukuk Securities Commission Malaysia and Bursa Malaysia for listed bonds or Sukuk 	

2. Bond (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires private placements to be rated. The SC's Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework states that the requirement for a credit rating does not apply to PDS or Sukuk which are non-transferable and non-tradable and instruments in respect of which bondholders or sukukholders do not require a rating. This would apply to the majority of private placements. 	
Eligible CRA	<ul style="list-style-type: none"> Not applicable. 	
Law & Regulation	<ul style="list-style-type: none"> http://www.sc.com.my/legislation-guidelines/lodge-and-launch-framework/ 	
Regulator	<ul style="list-style-type: none"> Securities Commission Malaysia 	

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to borrow from banks. 	
Basel II	<ul style="list-style-type: none"> Banks that adopt the standardized approach could refer to the external ratings assigned by ECAI. 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> The eligibility criteria for an ECAI is given in the following document: http://www.bnm.gov.my/guidelines/01_banking/01_capital_adequacy/3_gl_caf_rwa_010713.pdf The same document identifies the risk weights that correspond to ratings assigned by two domestic CRAs (MARC and RAM) and four global CRAs (R&I, Moody's, S&P Global Ratings and Fitch) for the purposes of calculating the bank's CAR under the standardized approach. 	
Law & Regulation	<ul style="list-style-type: none"> None 	
Regulator	<ul style="list-style-type: none"> Bank Negara Malaysia 	

4. Others – Structured Products		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> At present, the following structured products must be rated by a credit rating agency registered with the Securities Commission Malaysia (SC): tradable structured products, structured products issued by an SPV that are collateralized by assets or securities other than securities issued by the Malaysian Government and structured products issued by an SPV that are collateralized by assets or securities other than sovereign securities in the currency of issue of the foreign-related corporation. 	
Eligible CRAs	<ul style="list-style-type: none"> The list of the registered CRAs pursuant to the SC's Guidelines on Registration of Credit Rating Agencies (2011) is available on the SC's website at: http://www.sc.com.my/registered-credit-rating-agencies/ 	

⁷ The information in this section was updated by Malaysian Rating Corporation Berhad (MARC) based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by MARC or ACRA as to the accuracy or completeness of the information contained herein.

		A rating by an international credit rating agency is also acceptable for structured products of foreign-related corporations under certain conditions as specified in the LOLA Guidelines Part 2 Structured Products paragraph 1.04.
Law & Regulation		<ul style="list-style-type: none"> • http://www.sc.com.my/legislation-guidelines/lodge-and-launch-framework/ • http://www.sc.com.my/wp-content/uploads/eng/html/resources/guidelines/lola/guidelines_lola_150615.pdf
Regulator		<ul style="list-style-type: none"> • Securities Commission Malaysia

07 Regulatory Rating Requirements: PAKISTAN⁸

1. Bond (Public Offering)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> A Public Limited Company is eligible to offer TFCs to the general public through issue, publication and circulation of prospectus under section 57 read with section 120 of the Ordinance. The entity as well as the instrument should have a minimum credit rating grade of Triple B Minus (BBB-). 	
Eligible CRA	<ul style="list-style-type: none"> In Pakistan, there are two eligible Credit Rating Agencies (CRAs), VIS Rating Company Limited and The Pakistan Credit Rating Agency notified by the two regulators – Securities & Exchange Commission of Pakistan (SECP) which provides the credit rating license and registers companies as Credit Rating Companies / Agencies and the State Bank of Pakistan (SBP) which furnishes the External Credit Assessment (ECAI) Status. 	
Law & Regulation	GUIDELINES FOR THE ISSUE OF TERM FINANCE CERTIFICATES (TFCs) TO GENERAL PUBLIC <i>Issued November 20, 2002</i> https://www.secp.gov.pk/document/guidelines-for-the-issue-of-term-finance-certificates-tfcs-to-general-public/?wpdmdl=14608&refresh=5fb35b1bc09c31605589787	
Regulator	<ul style="list-style-type: none"> Securities & Exchange Commission of Pakistan (SECP) 	

2. Bond (Private Placement)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> A Company may issue securities through private placement subject to the following conditions, namely: "in case of debt securities, the instrument is rated." 	
Eligible CRA	<ul style="list-style-type: none"> In Pakistan, there are two eligible Credit Rating Agencies (CRAs), VIS Rating Company Limited and The Pakistan Credit Rating Agency notified by the two regulators – Securities & Exchange Commission of Pakistan (SECP), which provides the credit rating license and registers companies as Credit Rating Companies / Agencies and the State Bank of Pakistan (SBP), which furnishes the External Credit Assessment (ECAI) Status. 	
Law & Regulation	<ul style="list-style-type: none"> Private Placement of securities Rules, 2016 <i>Issued March 31, 2016</i> https://www.secp.gov.pk/document/sro-297-i2017-private-placement-of-securities-rules-2017/?wpdmdl=27766&refresh=5fb35da43dc3f1605590436 	
Regulator	<ul style="list-style-type: none"> Securities & Exchange Commission of Pakistan (SECP) 	

3. Bank Loan		Mandatory Requirement → Encouraged Higher Risk weight exists for bank loans of a certain size
Regulatory Rating Requirement	<ul style="list-style-type: none"> None 	
Eligible CRA	<ul style="list-style-type: none"> In Pakistan, there are two eligible Credit Rating Agencies (CRAs), VIS Rating Company Limited and The Pakistan Credit Rating Agency notified by the two regulators – Securities & Exchange Commission of Pakistan (SECP), which provides the credit rating license and registers companies as Credit Rating Companies / Agencies and the State Bank of Pakistan (SBP), which furnishes the External Credit Assessment (ECAI) Status. 	
Basel II	<ul style="list-style-type: none"> Effective from December 31, 2015, all unrated private sector corporate entities with aggregate outstanding exposure from financial institutions (both fund-based and non-fund based) of Rs. 3.0 billion or above, net of liquid assets, will attract risk weight of 125%. 	
Law & Regulation	<ul style="list-style-type: none"> Risk weight for Unrated Large Corporates – Implementation of Basel Capital Framework <i>Issued January 09, 2015</i> BPRD Circular Letter No. 02 of 2015 http://www.sbp.org.pk/bprd/2015/CL2.htm 	
Regulator	<ul style="list-style-type: none"> State Bank of Pakistan (SBP) 	

4. Others – Commercial Paper		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Any company or body corporate can issue Commercial Paper if it fulfills the following conditions, namely- (c) it has obtained the entity credit rating from a Credit Rating Company and such rating is not less than "A-" (medium to long-term) and "A2" (short-term) and more than six months old; 	

⁸ The information in this section was updated by JCR-VIS Rating Company Limited (JCR-VIS) based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by JCR-VIS or ACRAA as to the accuracy or completeness of the information contained herein.

	and
Eligible CRA	<ul style="list-style-type: none"> In Pakistan, there are two eligible Credit Rating Agencies (CRAs), VIS Rating Company Limited and The Pakistan Credit Rating Agency notified by the two regulators – Securities & Exchange Commission of Pakistan (SECP), which provides the credit rating license and registers companies as Credit Rating Companies / Agencies and the State Bank of Pakistan (SBP), which furnishes the External Credit Assessment (ECAI) Status.
Law & Regulation	<ul style="list-style-type: none"> Issue of Commercial Papers Regulations, 2013 December 04, 2013 https://www.secp.gov.pk/document/sro-1036i-of-2013-regarding-the-issue-of-commercial-papers-regulations-2013/?wpdmdl=12829&refresh=5fb3603a5999a1605591098
Regulator	<ul style="list-style-type: none"> Securities & Exchange Commission of Pakistan (SECP)

5. Others – Commercial Banks / Direct Finance Institutions (DFIs)		Mandatory Requirement ➔ YES
Regulatory Rating Requirement & Eligible CRA	<ul style="list-style-type: none"> With a view to safeguard the interest of prospective investors, depositors and creditors, it shall be mandatory for all banks/DFIs to have themselves credit rated by a credit rating agency on the approved panel of the State Bank of Pakistan. Foreign banks which are credit rated by M/s. S&P Global Ratings, Moody's Fitch-IBCA and Japan Credit Rating Agency (JCRA) are given a minimum rating of A3/A- and above shall be exempt from the application of this requirement. All other foreign banks have to go through the credit rating process in Pakistan. 	
Law & Regulation	<ul style="list-style-type: none"> PRUDENTIAL REGULATIONS FOR CORPORATE /COMMERCIAL BANKING (Risk Management, Corporate Governance and Operations) Revised till January 2015 http://www.sbp.org.pk/publications/prudential/PRs-Jan-2015.pdf 	
Regulator	<ul style="list-style-type: none"> State Bank of Pakistan 	

6. Others – Microfinance Banks (MFBs)		Mandatory Requirement ➔ YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> The MFBs shall get themselves rated within three years of being granted a license by State Bank of Pakistan to operate as MFB or within one year of commencement of deposit mobilization services whichever is earlier. 	
Eligible CRA	<ul style="list-style-type: none"> In Pakistan, there are two eligible Credit Rating Agencies (CRAs), VIS Rating Company Limited and The Pakistan Credit Rating Agency notified by the two regulators – Securities & Exchange Commission of Pakistan (SECP), which provides the credit rating license and registers companies as Credit Rating Companies / Agencies and the State Bank of Pakistan (SBP), which furnishes the External Credit Assessment (ECAI) Status. 	
Law & Regulation	<ul style="list-style-type: none"> Prudential Regulations for Microfinance Banks Updated June 10, 2014 http://www.sbp.org.pk/acd/2014/C3-Annex.pdf 	
Regulator	<ul style="list-style-type: none"> State Bank of Pakistan 	

7. Others – Underwriter		Mandatory Requirement ➔ YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> The applicant should be rated by a credit rating company registered with the Commission. 	
Eligible CRA	<ul style="list-style-type: none"> In Pakistan, there are two eligible Credit Rating Agencies (CRAs), VIS Rating Company Limited and The Pakistan Credit Rating Agency notified by the two regulators – Securities & Exchange Commission of Pakistan (SECP), which provides the credit rating license and registers companies as Credit Rating Companies / Agencies and the State Bank of Pakistan (SBP), which furnishes the External Credit Assessment (ECAI) Status. 	
Law & Regulation	<ul style="list-style-type: none"> The Underwriters Rules, 2015 April 02, 2015 https://www.secp.gov.pk/document/under-writers-rules-2015/?wpdmdl=690&refresh=5fb361d2cc87a1605591506 	
Regulator	<ul style="list-style-type: none"> Securities & Exchange Commission of Pakistan (SECP) 	

8. Others – Non-Banking Finance Company (NBFC)		Mandatory Requirement ➔ YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Type of Company: Lending NBFC with deposit taking permission Listed company which was incorporated as an NBFC in accordance with criteria mentioned in Rule 4 and complies with conditions mentioned in the Regulations for raising Deposits Form of Business: Leasing, Housing finance services, Investment finance services, Discounting services Rating: Credit Rating of minimum A- (Single A Minus) Provided that an NBFC which has been assigned a credit rating of minimum BBB from a credit rating agency registered with the Commission may apply to the Commission to raise deposits from sources other than individuals, sole proprietors, 	

	<p>provident/gratuity funds, trusts, charitable institutions and section 42 companies.</p> <ul style="list-style-type: none"> Type of Company: Investment Advisory Services A public limited company incorporated as NBFC as per the Rule 4 An existing fund management NBFC Form of Business: Investment Advisory Services Rating: Management quality rating <ul style="list-style-type: none"> Type of Company: Private Equity & Venture Capital Management Services Any form of company incorporated as NBFC as per the Rule 4 An existing fund management NBFC Form of Business: Private Equity & Venture Capital Management Services Rating: Management quality rating <ul style="list-style-type: none"> Type of Company: Asset Management Services A public limited company incorporated as NBFC as per the Rule 4 An existing fund management NBFC with a valid investment advisory services license and minimum five years' experience Form of Business: Asset Management Services Rating: Management quality rating <ul style="list-style-type: none"> Type of Company: Collective Investment Schemes Equity, Fixed Income, Money Market, Pension, REIT etc. Any kind of collective investment scheme / mutual fund Form of Business: Collective Investment Scheme Rating: Stability rating of the collective investment scheme, once the scheme becomes eligible for rating as per the rating criteria of the rating agency <ul style="list-style-type: none"> Type of Company: REIT Management Services & REIT Schemes A public limited company incorporated as NBFC as per the Rule 4 An existing fund management NBFC A public limited company which is primarily engaged in the business of real estate Form of Business: REIT Management Services Rating: Management quality rating <ul style="list-style-type: none"> Type of Company: Pension Fund Scheme Business A fund management NBFC with a valid asset management services license and minimum three years' experience of managing multiple types of collective investment schemes A life insurance company with a valid license and minimum three years' experience Form of Business: Pension Fund Scheme Services Rating: Management quality rating
Eligible CRA	<ul style="list-style-type: none"> In Pakistan, there are two eligible Credit Rating Agencies (CRAs), VIS Rating Company Limited and The Pakistan Credit Rating Agency notified by the two regulators – Securities & Exchange Commission of Pakistan (SECP), which provides the credit rating license and registers companies as Credit Rating Companies / Agencies and the State Bank of Pakistan (SBP), which furnishes the External Credit Assessment (ECAI) Status.
Law & Regulation	<ul style="list-style-type: none"> Amendments in the NBFC (Establishment & Regulation) Rules, 2003 <i>October 15, 2015</i> & November 25, 2015 https://www.secp.gov.pk/document/sro-1002i2015-dated-october-15-2015-regarding-amendments-in-non-banking-finance-companies-establishment-and-regulation-rules-2003/?wpdmdl=12586&refresh=5fb3667e04a4c1605592702 https://www.secp.gov.pk/document/sro-1160-of-2015-amendment-in-nbfc-notified-entities-regulations-2008/?wpdmdl=12561&refresh=5fb3673b688af1605592891 NBFC and NE Regulations, 2008 (last amendment 20-05-16): https://www.secp.gov.pk/document/sro-434-of-2016-nbfc-regulations-2008/?wpdmdl=12449&refresh=5fb367ad300931605593005
Regulator	<ul style="list-style-type: none"> Securities & Exchange Commission of Pakistan (SECP)

9. Others – Securities Broker		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Securities Brokers licensed under Trading & Self Clearing and Trading & Clearing are required to obtain Fiduciary as well as Credit Rating and all types of brokers are required to obtain management rating on an annual basis. 	
Eligible CRA	<ul style="list-style-type: none"> In Pakistan, there are two eligible Credit Rating Agencies (CRAs), VIS Rating Company Limited and 	

	The Pakistan Credit Rating Agency notified by the two regulators – Securities & Exchange Commission of Pakistan (SECP), which provides the credit rating license and registers companies as Credit Rating Companies / Agencies and the State Bank of Pakistan (SBP), which furnishes the External Credit Assessment (ECAI) Status.
Law & Regulation	<ul style="list-style-type: none"> The Securities Brokers (Licensing & Operations) Regulations, 2016 June 24, 2016 https://www.secp.gov.pk/document/securities-brokers-licensing-and-operations-regulations-2016-updated-as-of-november-6-2018/?wpdmdl=32786&refresh=5fb368d1815cd1605593297
Regulator	<ul style="list-style-type: none"> Securities & Exchange Commission of Pakistan (SECP)

10. Others – Insurance Company		Mandatory Requirement ➔ YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> As part of the risk management system, an insurer shall get itself rated from a credit rating agency 	
Eligible CRA	<ul style="list-style-type: none"> In Pakistan, there are two eligible Credit Rating Agencies (CRAs), VIS Rating Company Limited and The Pakistan Credit Rating Agency notified by the two regulators – Securities & Exchange Commission of Pakistan (SECP), which provides the credit rating license and registers companies as Credit Rating Companies / Agencies and the State Bank of Pakistan (SBP), which furnishes the External Credit Assessment (ECAI) Status. 	
Law & Regulation	<ul style="list-style-type: none"> Code of Corporate Governance for Insurers, 2016 https://www.secp.gov.pk/document/_trashed-6/?wpdmdl=30923&refresh=5fb36acec24631605593806 	
Regulator	<ul style="list-style-type: none"> Securities & Exchange Commission of Pakistan (SECP) 	

08-1 Regulatory Rating Requirements: PEOPLE'S REPUBLIC OF CHINA⁹

1. Bond (Public Offering)	Mandatory Requirement → Yes
Regulatory Rating Requirement	<ul style="list-style-type: none"> • Credit rating disclosure, including issuer rating and issue rating, is required for bond issuance, except for those bonds that obtain rating exemption, such as national debt, central bank bill, panda bond issuers accredited under special regulation, interbank certificate of deposit, and super commercial paper; dual rating is required for ABS and one of the rating agencies should be China Bond Rating Co., Ltd., operated under investor-paid model. • When a rating is assigned to issue bonds by the CRAs that are NOT registered and supervised by regulators, such bond is prohibited to be issued in the market. • For Medium-term notes, the issuer should disclose the main credit rating of companies. If Medium-term notes contain special provision terms that may affect the rating results, companies should disclose the debt rating of medium-term notes. • For short-term financing bonds, if the Body corporate credit rating is lower than the credit rating issued for registration, short-term financing bills expire automatically and registered traders association will make an announcement about the situation. • Note: The SEC has published the new Measures for the Issue and Trading of Corporate Bonds, which is open to public advices. This new measure is expected to abolish the mandatory rating requirement for corporate and enterprise public bonds issue at Exchange market.
Eligible CRA	<ul style="list-style-type: none"> • List of CRA accredited by People's Bank of China (PBoC) (rating results given by those CRA are recognized in the inter-bank market) http://www.pbc.gov.cn/jinrongshichangsi/147160/147171/147358/147406/817266/index.html • List of CRA accredited by National Association of Financial Market Institutional Investors (NAFMII) (rating results given by those CRA are recognized in inter-bank market) http://www.nafmii.org.cn/zlgl/zwrz/pjigzmd/201406/t20140606_32469.html • List of CRA accredited by China Insurance Regulatory Commission (CIRC) (applicable for bonds invested by insurance company) http://neimenggu.circ.gov.cn/web/site0/tab5214/info3887803.htm • List of CRA accredited by National Development and Regulatory Commission (NDRC) (applicable for enterprise bonds): Dagong Global Credit Rating Co., Ltd., Shanghai Brilliance Credit Rating & Investors Service Co., Ltd., Golden Credit Rating International Co., Ltd., China Lianhe Credit Rating Co., Ltd, China Chengxin International Credit Rating Co., Ltd., and CSCI Pengyuan Credit Rating Limited • List of CRA accredited by China Securities Regulatory Commission (CSRC) (applicable for corporate bonds): Dagong Global Credit Rating Co., Ltd., Shanghai Brilliance Credit Rating & Investors Service Co., Ltd., Golden Credit Rating International Co., Ltd., China Lianhe Credit Rating Co., Ltd, China Chengxin International Credit Rating Co., Ltd., and CSCI Pengyuan Credit Rating Limited • List of CRA registered with legal person status at PBoC offices http://www.pbc.gov.cn/zhengxinguanliju/128332/128352/4036074/index.html • List of CRA completed initial registration with CSRC http://www.csrc.gov.cn/pub/newsite/gszqjgb/zxpjigcszqfwywb/202010/t20201021_384829.html
Law & Regulation	<ul style="list-style-type: none"> • Securities Law of the People's Republic of China (2019 Revision) [Effective] http://www.csrc.gov.cn/pub/jilin/xxfw/gfxwj/202006/t20200612_378145.htm • Circular of the General Office of the State Council on Fulfilling Relevant Work of Implementing the Amended Securities Law http://www.gov.cn/zhengce/content/2020-02/29/content_5485074.htm • Notice on the Matters Concerning the Implementation of the Registration-based System for the Public Issuance of Corporate Bonds" (No. 14[2020] of the General Office of the China Securities Regulatory Commission) http://www.csrc.gov.cn/pub/newsite/zjhxfwb/xwdd/202003/t20200301_371309.html • Administrative Measures for the Issuance and Trading of Corporate Bonds (Exposure Draft) http://www.csrc.gov.cn/pub/zjpublic/zih/202008/t20200807_381323.htm • PBoC Announcement (No.22 2004) http://www.pbc.gov.cn/tiaofasi/144941/144959/2818285/index.html • "Administrative Rules for the Issuance of Financial Bonds in the National Inter-bank Bond Market"(Act of PBoC No.1 2005)

⁹ The information in this section was updated by Golden Credit Rating International Co., Ltd. based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by Golden Credit Rating International Co., Ltd. or ACRAA as to the accuracy or completeness of the information contained herein.

	<ul style="list-style-type: none"> • http://www.pbc.gov.cn/tiaofasi/144941/144957/2899481/index.html “Measures for Administration of Debt Financing Instruments Issued by Non-Financial Enterprises in the Interbank Bond Market”(Act of PBoC No.1 2008) • http://www.pbc.gov.cn/tiaofasi/144941/144957/3590807/index.html Advice of National Development and Reform Commission on Simplifying Approval Process of Enterprise Bond, Enhancing Risk Prevention and Changing Regulation Methods (Finance department NDRC, No.3127 2015) • http://www.sdpc.gov.cn/gzdt/201512/t20151202_761315.html Notice of National Development and Reform Commission on Promulgation of the Provisional Measures on Project Revenue Bonds Management (Finance department NDRC, No. 2010, 2015) • http://www.sdpc.gov.cn/gzdt/201508/t20150805_744475.html “Administrative Measures on Issuance and Trading of Corporate Bonds” http://www.csrc.gov.cn/pub/shenzhen/ztzl/ssgsjgxx/jgfg/ssgsrz/201506/t20150612_279069.htm • Measures on Administration of Corporate Bond Issuance and Transaction (CSRC Decree No.113) http://www.csrc.gov.cn/pub/zjhpublic/G00306201/201501/t20150116_266700.htm • Notice of China Insurance Regulatory Commission on Promulgation of the Provisional Measures on Bond Investments with Insurance Funds (CIRC, No. 58, 2012) http://bxjg.circ.gov.cn/web/site0/tab5225/info208887.htm • “Notice of the China Insurance Regulatory Commission on Adjusting Policies for Overseas investments with Insurance Funds”(CIRC, No. 33, 2015) http://bxjg.circ.gov.cn/web/site0/tab5225/info3955266.htm • “Announcement on Further Expanding Credit Assets Securitization Pilot”(PBoC, No.127, 2012) • Notice of China Insurance Regulatory Commission on Promulgation of the Provisional Measures on Assets Backed Securitization Management (CIRC, No. 85, 2015) http://bxjg.circ.gov.cn/web/site0/tab5225/info3973453.htm • “Provisional Measures for General Quasi-municipal Bond Issuance Management”(Ministry of Finance, No. 64, 2015) http://gks.mof.gov.cn/redianzhuanti/guozhaiguanli/difangzhengfuzhaiquan/201503/t20150316_1202773.html • Notice on Promulgation of the Provisional Measures on Special Quasi-municipal Bond Issuance Management (Ministry of Finance, No. 83, 2015) http://gks.mof.gov.cn/redianzhuanti/guozhaiguanli/difangzhengfuzhaiquan/201504/t20150407_1213553.html • Provisional Administrative Rules on the Issuance of RMB Bonds by International Development Institutions http://www.gov.cn/zwqk/2010-09/30/content_1713915.htm • “Interim Measures for the Administration of Interbank Certificates of Deposit” announced by PBoC (PBoC announcement No. 20, 2013) http://www.gov.cn/gzdt/2013-12/08/content_2544585.htm • Medium-term notes Operational Guidelines inter-bank bond market non-financial corporations http://www.nafmii.org.cn/zlgz/201202/t20120226_1643.html • Inter-bank bond market, short-term financing of non-financial enterprises Funded vouchers Operational Guidelines http://www.nafmii.org.cn/zlgz/201202/t20120226_1644.html • Order No. 5 [2019] of the People’s Bank of China, the National Development and Reform Commission, the Ministry of Finance and the China Securities Regulatory Commission – the Interim Measures for the Administration of Credit Rating Industry http://www.pbc.gov.cn/en/3688241/3688687/3688693/3949171/index.html
Regulator	<ul style="list-style-type: none"> • People’s Bank of China (PBoC) • National Development and Reform Commission (NDRC) • Ministry of Finance (MoF) • China Securities Regulatory Commission (CSRC) • The “Interim Measures for the Administration of the Credit Rating Industry” issued on December 26, 2019 specified that the PBC is designated as the competent administrative authority of the credit rating industry and responsible for supervision and management of credit rating throughout China. The NDRC, the MOF and the CSRC are administrative authorities of credit rating business to be responsible for supervision and management of such business according to law and within their scope of authority.

2. Bond (Private Placement) Mandatory Requirement → NO

Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue bonds only if the issuer meets the negative list of the Securities Industry Association.
Eligible CRA	<ul style="list-style-type: none"> List of CRA registered with legal person status at PBoC offices http://www.pbc.gov.cn/zhengxinguanliju/128332/128352/4036074/index.html List of CRA completed initial registration with CSRC http://www.csrc.gov.cn/pub/newsite/gszqjgb/zxpjjgcszqfwwywb/202010/t20201021_384829.html List of CRA accredited by PBoC (rating results given by those CRA are recognized in inter-bank market) http://www.pbc.gov.cn/jinrongshichangsi/147160/147171/147358/147406/2806822/index.html List of CRA accredited by NAFMII (rating results given by those CRA are recognized in inter-bank market) http://www.nafmii.org.cn/zlgl/zwrz/pjjgzmd/201406/t20140606_32469.html List of CRA accredited by CIRC (applicable for bonds invested by insurance company) http://neimenggu.circ.gov.cn/web/site0/tab5214/info3887803.htm List of CRA accredited by NDRC (applicable for enterprise bonds): Dagong Global Credit Rating Co., Ltd., Shanghai Brilliance Credit Rating & Investors Service Co., Ltd., Golden Credit Rating International Co., Ltd., China Lianhe Credit Rating Co., Ltd, China Chengxin International Credit Rating Co., Ltd., and CSCI Pengyuan Credit Rating Limited List of CRA accredited by CSRC (applicable for corporate bonds): Dagong Global Credit Rating Co., Ltd., Shanghai Brilliance Credit Rating & Investors Service Co., Ltd., Golden Credit Rating International Co., Ltd., China Lianhe Credit Rating Co., Ltd, China Chengxin International Credit Rating Co., Ltd., and CSCI Pengyuan Credit Rating Limited
Law & Regulation	<ul style="list-style-type: none"> Securities Law of the People's Republic of China (2019 Revision) [Effective] http://www.csrc.gov.cn/pub/jilin/xxfw/gfxwj/202006/t20200612_378145.htm (English version: http://www.ca-pgc.org/ywb/lar/202006/t20200630_2865669.shtml) Circular of the General Office of the State Council on Fulfilling Relevant Work of Implementing the Amended Securities Law http://www.gov.cn/zhengce/content/2020-02/29/content_5485074.htm Notice on the Matters Concerning the Implementation of the Registration-based System for the Public Issuance of Corporate Bonds" (No. 14[2020] of the General Office of the China Securities Regulatory Commission) http://www.csrc.gov.cn/pub/newsite/zjhxwfb/xwdd/202003/t20200301_371309.html Administrative Measures for the Issuance and Trading of Corporate Bonds (Exposure Draft) http://www.csrc.gov.cn/pub/zjhpublic/zjh/202008/t20200807_381323.htm Notice of National Development and Reform Commission on Promulgation of the Provisional Measures on Project Revenue Bonds Management (Finance department NDRC, No. 2010, 2015) http://www.sdpc.gov.cn/gzdt/201508/t20150805_744475.html "Administration Rules for Private Placement Corporate Bond Record" http://www.sac.net.cn/flgz/zlgz/201504/t20150424_121519.html Measures on Administration of Corporate Bond Issuance and Transaction (CSRC Decree No.113) http://www.csrc.gov.cn/pub/zjhpublic/G00306201/201501/t20150116_266700.htm Medium-term notes Operational Guidelines inter-bank bond market non-financial corporations http://www.nafmii.org.cn/zlgz/201202/t20120226_1643.html Inter-bank bond market, short-term financing of non-financial enterprises Funded vouchers Operational Guidelines http://www.nafmii.org.cn/zlgz/201202/t20120226_1644.html Notice of China Insurance Regulatory Commission on Promulgation of the Provisional Measures on Bond Investments with Insurance Funds (CIRC, No. 58, 2012) http://bxjg.circ.gov.cn/web/site0/tab5225/info208887.htm "Notice on Matters Concerning Issuance of Local Government Bonds in the Manner of Directional Underwriting in 2015" (Ministry of Finance, No. 102, 2015) http://www.mof.gov.cn/zhengwuxinxi/caizhengxinwen/201505/t20150515_1232661.html Order No. 5 [2019] of the People's Bank of China, the National Development and Reform

	Commission, the Ministry of Finance and the China Securities Regulatory Commission – the Interim Measures for the Administration of Credit Rating Industry http://www.pbc.gov.cn/en/3688241/3688687/3688693/3949171/index.html
Regulator	<ul style="list-style-type: none"> PBoC, NDRC, MoF, CSRC

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to borrow from banks. 	
Basel II	<ul style="list-style-type: none"> Banks that adopt the standardized approach could refer to the external ratings assigned by ECAI. 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> Eligible CRAs/ECAIs are determined by local regulatory authorities where banks are located. 	
Law & Regulation	<ul style="list-style-type: none"> Commercial Banking Law of the People’s Republic of China http://www.pbc.gov.cn/tiaofasi/144941/144951/2817252/index.html Administrative Regulations on Credit Investigation Industry (Decree of the State Council, No.631) http://www.pbc.gov.cn/zhengxinguanliju/128332/128338/128371/2885255/index.html 	
Regulator	<ul style="list-style-type: none"> PBoC, China Banking Regulatory Commission (CBRC), Local regulatory authorities 	

08-2 Regulatory Rating Requirements: PEOPLE'S REPUBLIC OF CHINA¹⁰

1. Bond (Public Offering)	Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> • Bond issuance in PRC require disclosure of relevant credit ratings, including issuer rating and bond rating, except for those bonds that obtain rating exemption, such as national debt, central bank bill, etc. • ABS products require dual rating, and one of the rating agencies should be China Bond Rating Co., Ltd., operated under investor-paid model. • When a rating is assigned to issue bonds by the CRAs that are NOT registered and supervised by regulators, such a bond is prohibited to be issued in the market. • A public issuance of corporate bond requires the company to entrust a qualified CRA to carry out credit rating service. • For medium-term notes, the company is required to disclose ratings of both the issuer and the MTN. • For short-term financing bonds, the company is required to disclose ratings of both the issuer and the bond. • When publicly offering short-term corporate bonds, the company is required to provide credit rating of the issuer, while the rating of the bond is not mandatory. • For SCP, the company is required to disclose credit rating of the issuer.
Eligible CRA	<ul style="list-style-type: none"> • List of CRA accredited by People's Bank of China (PBoC) (rating results given by those CRA are recognized in the inter-bank market) http://www.pbc.gov.cn/zhengxinguanliju/128332/128352/4036074/index.html • List of CRA accredited by National Association of Financial Market Institutional Investors (NAFMII) (rating results given by those CRA are recognized in inter-bank market) http://www.nafmii.org.cn/zlgl/zwrz/pjjgzmd/201907/t20190724_77513.html • List of CRA accredited by China Insurance Regulatory Commission (CIRC) (applicable for bonds invested by insurance company) http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=358699&itemId=925&generalType=0 • List of CRA accredited by National Development and Regulatory Commission (NDRC) (applicable for enterprise bonds): China Chengxin Interantional Credit Rating Co., Ltd.; China Lianhe Credit Rating Co., Ltd.; Shanghai Brilliance Credit Rating&Investors Service Co., Ltd.; Golden Credit Rating International Co.,Ltd ; CSCI Pengyuan; Dagong Global Credit Rating Co., Ltd. • List of CRA accredited by China Securities Regulatory Commission (CSRC) (applicable for corporate bonds): http://www.csrc.gov.cn/pub/newsite/gszqjgb/zxpjjgcszqfwywba/202010/t20201021_384829.html
Law & Regulation	<ul style="list-style-type: none"> • Securities Law of the People's Republic of China http://www.gov.cn/xinwen/2019-12/29/content_5464866.htm • Announcement of the People's Bank of China (2004) No. 22 http://www.pbc.gov.cn/tiaofasi/144941/144959/2818285/index.html • Administrative Measures for the Issuance of Financial Bonds in the National Inter-bank Bond Market http://www.pbc.gov.cn/tiaofasi/144941/144957/2899481/index.html • Administrative Measures for Debt Financing Instruments of Non-financial Enterprises in the Inter-bank Bond Market http://www.pbc.gov.cn/tiaofasi/144941/144957/3590807/index.html • Opinions of the General Office of the National Development and Reform Commission on simplifying the procedures for reviewing and reporting corporate bonds, strengthening risk prevention and reforming supervision methods https://www.ndrc.gov.cn/xxgk/zcfb/tz/201512/t20151202_963511.html • Interim Measures for the Administration of Project Income Bonds https://www.ndrc.gov.cn/xxgk/zcfb/tz/201508/t20150805_963402.html • Administrative Measures for the Issuance and Trading of Corporate Bonds http://www.csrc.gov.cn/pub/zjhpublic/G00306201/201501/t20150116_266700.htm • Interim Measures for Insurance Fund Investment Bonds http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=359432&itemId=928&generalType=0 • Notice of China Insurance Regulatory Commission on Adjusting Relevant Policies on Overseas Investment of Insurance Funds

¹⁰ The information in this section was updated by China Chengxin International Credit Rating Co., Ltd. based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by China Chengxin International Credit Rating Co., Ltd. or ACRAA as to the accuracy or completeness of the information contained herein.

	<p>http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=359520&itemId=928&generalType=0</p> <ul style="list-style-type: none"> • Interim Measures for the Business Management of Asset Support Plans http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=359525&itemId=928&generalType=0 • Interim Measures for the Administration of Local Government General Bond Issuance http://gks.mof.gov.cn/ztztz/guozaiguanli/difangzhengfuzhaiquan/201503/t20150316_1202773.htm • Interim Measures for the Administration of Local Government Special Bond Issuance http://ah.mof.gov.cn/cslm/zcfg/200012/t20001212_3328766.htm • Interim Measures for the Administration of Interbank Deposit Certificates http://www.pbc.gov.cn/tiaofasi/144941/3581332/3587215/index.html • Guidelines for Non-financial Enterprises' Short-term Financing Bills Business (2020 Edition), "Non-financial Enterprises' Super Short-term Financing Bills Business Guidelines" (2020 Edition) and "Non-financial Enterprises' Medium-term Notes Business Guidelines" (2020 Edition) http://www.nafmii.org.cn/ggtz/gg/202006/t20200612_80141.html • Credit Rating Agency Issues Guidelines for the Credit Rating Report of Securities Companies' Bonds http://www.csrc.gov.cn/pub/newsite/flb/flfg/bmgf/fx/zjgsfx/201012/t20101231_189674.html • Announcement on specific matters concerning the issuance of bond credit ratings in the inter-bank bond market http://www.pbc.gov.cn/tiaofasi/144941/3581332/3582879/index.html • Credit Market and Interbank Bond Market Credit Rating Regulations https://www.chinabond.com.cn/Info/1269950 • Interim Measures for the Administration of Credit Rating Services in the Securities Market http://www.csrc.gov.cn/pub/zjhpublic/zjh/200804/t20080418_14513.htm • Notice of the People's Bank of China on Strengthening the Management of Credit Rating Operations in the Inter-bank Bond Market http://www.pbc.gov.cn/tiaofasi/144941/3581332/3586061/index.html • Notice of the People's Bank of China on Strengthening the Management of Credit Rating Operations in the Inter-bank Bond Market http://www.pbc.gov.cn/zhengxinguanliju/128332/128338/128377/2828226/index.html • Self-discipline Convention on the Securities Credit Rating Industry https://www.sac.net.cn/tzgg/200909/t20090929_21346.html • Securities Credit Rating Agency Practice Code of Conduct https://www.sac.net.cn/flgz/zlgz/201208/t20120814_47565.html • Regulations on Intermediary Services for Debt Financing Instruments of Non-financial Enterprises in the Interbank Bond Market http://www.nafmii.org.cn/ggtz/gg/202006/t20200612_80139.html • Guidelines for the Self-Discipline of the Credit Rating Business of Debt Financing Instruments for Non-financial Enterprises http://www.nafmii.org.cn/zlgz/201301/t20130110_19550.html • Notice of the China Insurance Regulatory Commission on Strengthening the Supervision of the Use of External Credit Ratings of Insurance Funds to Invest in Bonds http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=359506&itemId=928&generalType=0 • Guiding Opinions on the Credit Rating Work of the Pilot of Local Government Bonds Spontaneous Issuance and Repayment in 2014 http://www.mof.gov.cn/gp/xxgkml/gks/201406/t20140613_2510951.htm • Implementation Rules for the Rating Business of Credit Rating Agencies in the Securities Market (Trial) https://www.sac.net.cn/flgz/zlgz/201606/t20160627_128231.html • Relevant Issues Concerning the Development of Credit Rating Business by Rating Agencies in the Interbank Bond Market http://www.pbc.gov.cn/tiaofasi/144941/3581332/3589488/index.html • Registration and Evaluation Rules for Credit Rating Agencies in the Inter-bank Bond Market http://www.nafmii.org.cn/zlgz/201803/t20180327_68266.html • Convention on the Self-Regulation of Credit Rating Agencies for Debt Financing Instruments of Non-financial Enterprises http://www.nafmii.org.cn/zlgz/201803/t20180327_68267.html • Working Procedures for the Investigation and Interview of the Credit Rating Business of Debt Financing Instruments of Non-financial Enterprises
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	<p>http://www.nafmii.org.cn/zlgz/201803/t20180327_68268.html</p> <ul style="list-style-type: none"> • Announcement on Strengthening Unified Management of Credit Ratings and Promoting Bond Market Interconnection http://www.pbc.gov.cn/goutongjiaoliu/113456/113469/3624879/index.html • Guidelines for the Business of Debt Financing Instruments for Overseas Non-financial Enterprises (Trial) http://www.nafmii.org.cn/ggtz/gg/201902/t20190201_75766.html • Inter-bank Bond Market Non-financial Corporate Debt Financing Instruments Credit Rating Business Conflict of Interest Management Rules http://www.nafmii.org.cn/zlgz/201910/t20191010_77968.html • Notice of the China Banking and Insurance Regulatory Commission on Printing and Distributing the Guiding Opinions on the Innovation of Commercial Banks' Capital Instruments (Revision)" http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=857191&itemId=928&generaltype=0 • Interim Measures for the Administration of the Credit Rating Industry http://www.nafmii.org.cn/flfg/rhgz/202004/P020200424645598688999.pdf • Guidelines for the Self-discipline of Local Government Bond Credit Rating Business http://www.ndac.org.cn/67-2381.html • Non-financial Enterprise Debt Financing Instruments Public Issuance Registration Work Regulations (2020 Edition) "Non-financial Enterprise Debt Financing Instruments Public Issuance Registration Document Form System (2020 Edition)" http://www.nafmii.org.cn/ggtz/tz/202004/t20200416_79937.html
Regulator	<ul style="list-style-type: none"> • People's Bank of China (PBoC) • National Development and Reform Commission (NDRC) • Ministry of Finance of the People's Republic of China (MoF) • China Securities Regulatory Commission (CSRC) • China Banking and Insurance Regulatory Commission (CBIRC) • National Association of Financial Market Institutional Investors (NAFMII) • Securities Association of China (SAC) • Insurance Asset Management Association of China (IAMAC) • Shanghai Stock Exchange (SSE) • Shenzhen Stock Exchange (SZSE)

2. Bond (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> • There is no requirement that a rating be required to issue bonds only if the issuer meets the SIAA's negative list. 	
Eligible CRA	<ul style="list-style-type: none"> • List of CRA accredited by PBoC (rating results given by those CRA are recognized in inter-bank market) http://www.pbc.gov.cn/zhengxinguanliju/128332/128352/4036074/index.html • List of CRA accredited by NAFMII (rating results given by those CRA are recognized in inter-bank market) http://www.nafmii.org.cn/zlgz/zwrz/pjgzmd/201907/t20190724_77513.html • List of CRA accredited by CIRC (applicable for bonds invested by insurance company) http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=358699&itemId=925&generaltype=0 • List of CRA accredited by NDRC (applicable for enterprise bonds): China Chengxin International Credit Rating Co., Ltd.; China Lianhe Credit Rating Co., Ltd.; Shanghai Brilliance Credit Rating&Investors Service Co., Ltd.; Golden Credit Rating International Co.,Ltd ; CSCI Pengyuan; Dagong Global Credit Rating Co., Ltd. • List of CRA accredited by CSRC (applicable for corporate bonds): http://www.csrc.gov.cn/pub/newsite/gszqjgb/zxpjjgcszqfwywb/202010/t20201021_384829.html 	
Law & Regulation	<ul style="list-style-type: none"> • Securities Law of the People's Republic of China http://www.gov.cn/xinwen/2019-12/29/content_5464866.htm • Interim Measures for the Administration of Project Income Bonds https://www.ndrc.gov.cn/xxgk/zcfb/tz/201508/t20150805_963402.html • Administrative Measures for the Recordation of Non-public Issuance of Corporate Bonds http://www.sac.net.cn/flgz/zlgz/201504/t20150424_121519.html • Administrative Measures for the Issuance and Trading of Corporate Bonds http://www.csrc.gov.cn/pub/zjhpublic/G00306201/201501/t20150116_266700.htm 	

	<ul style="list-style-type: none"> • Guidelines for Non-financial Enterprises' Short-term Financing Bills Business (2020 Edition) "Non-financial Enterprises' Super Short-term Financing Bills Business Guidelines" (2020 Edition) "Non-financial Enterprises' Medium-term Notes Business Guidelines" (2020 Edition) http://www.nafmii.org.cn/ggtz/gg/202006/t20200612_80141.html • Interim Measures for Insurance Fund Investment Bonds http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=359432&itemId=928&generalType=0 • The Ministry of Finance, the People's Bank of China, and the China Banking Regulatory Commission jointly issued a notice clarifying matters concerning the issuance of local government bonds using targeted underwriting in 2015 http://www.nafmii.org.cn/zlgl/zwrz/pjjgzmd/201406/t20140606_32469.html.0 • Credit Rating Agency Issues Guidelines for the Credit Rating Report of Securities Companies' Bonds http://www.csrc.gov.cn/pub/newsite/flb/flfg/bmgf/fx/zjgsfx/201012/t20101231_189674.html • Announcement on specific matters concerning the issuance of bond credit ratings in the inter-bank bond market http://www.pbc.gov.cn/tiaofasi/144941/3581332/3582879/index.html • Credit Market and Interbank Bond Market Credit Rating Regulations https://www.chinabond.com.cn/Info/1269950 • Interim Measures for the Administration of Credit Rating Services in the Securities Market http://www.csrc.gov.cn/pub/zjhpublic/zjh/200804/t20080418_14513.htm • Notice of the People's Bank of China on Strengthening the Management of Credit Rating Operations in the Inter-bank Bond Market http://www.pbc.gov.cn/tiaofasi/144941/3581332/3586061/index.html • Notice of the People's Bank of China on Strengthening the Management of Credit Rating Operations in the Inter-bank Bond Market http://www.pbc.gov.cn/zhengxinguanliju/128332/128338/128377/2828226/index.html • Self-discipline Convention on the Securities Credit Rating Industry https://www.sac.net.cn/tzgg/200909/t20090929_21346.html • Securities Credit Rating Agency Practice Code of Conduct https://www.sac.net.cn/flgz/zlgz/201208/t20120814_47565.html • Regulations on Intermediary Services for Debt Financing Instruments of Non-financial Enterprises in the Interbank Bond Market http://www.nafmii.org.cn/ggtz/gg/202006/t20200612_80139.html • Guidelines for the Self-Discipline of the Credit Rating Business of Debt Financing Instruments for Non-financial Enterprises http://www.nafmii.org.cn/zlgz/201301/t20130110_19550.html • Notice of the China Insurance Regulatory Commission on Strengthening the Supervision of the Use of External Credit Ratings of Insurance Funds to Invest in Bonds http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=359506&itemId=928&generalType=0 • Guiding Opinions on the Credit Rating Work of the Pilot of Local Government Bond Issuance and Repayment in 2014 http://www.mof.gov.cn/gp/xxgkml/gks/201406/t20140613_2510951.htm • Implementation Rules for the Rating Business of Credit Rating Agencies in the Securities Market (Trial) https://www.sac.net.cn/flgz/zlgz/201606/t20160627_128231.html • Relevant Issues Concerning the Development of Credit Rating Business by Rating Agencies in the Interbank Bond Market http://www.pbc.gov.cn/tiaofasi/144941/3581332/3589488/index.html • Registration and Evaluation Rules for Credit Rating Agencies in the Interbank Bond Market http://www.nafmii.org.cn/zlgz/201803/t20180327_68266.html • Convention on the Self-Regulation of Credit Rating Agencies for Debt Financing Instruments of Non-financial Enterprises http://www.nafmii.org.cn/zlgz/201803/t20180327_68267.html • Working Procedures for the Investigation and Interview of the Credit Rating Business of
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	<p>Debt Financing Instruments of Non-financial Enterprises http://www.nafmii.org.cn/zlgz/201803/t20180327_68268.html</p> <ul style="list-style-type: none"> • Announcement on Strengthening the Unified Management of Credit Ratings and Promoting Bond Market Interconnection http://www.pbc.gov.cn/goutongjiaoliu/113456/113469/3624879/index.html • Guidelines for the Business of Debt Financing Instruments for Overseas Non-financial Enterprises (Trial) http://www.nafmii.org.cn/ggtz/gg/201902/t20190201_75766.html • Inter-bank Bond Market Non-financial Corporate Debt Financing Instruments Credit Rating Business Conflict of Interest Management Rules http://www.nafmii.org.cn/zlgz/201910/t20191010_77968.html • Notice of the China Banking and Insurance Regulatory Commission on Printing and Distributing the Guiding Opinions on the Innovation of Commercial Banks' Capital Instruments (Revision)" http://www.cbirc.gov.cn/cn/view/pages/ItemDetail.html?docId=857191&itemId=928&generalType=0 • Interim Measures for the Administration of the Credit Rating Industry http://www.nafmii.org.cn/flfg/rhgz/202004/P020200424645598688999.pdf • Guidelines for the Self-discipline of Local Government Bond Credit Rating Business http://www.ndac.org.cn/67-2381.html • Regulations for the Registration of Targeted Issuance of Debt Financing Instruments for Non-financial Enterprises (2020 Edition) http://www.nafmii.org.cn/zlgz/zcxl/zcl/202006/t20200630_81354.html • Regulations on the Administration of Asset Securitization Business of Securities Companies http://www.csrc.gov.cn/pub/newsite/flb/flfg/bmgf/zjgs/yw/201310/t20131021_236619.html • Implementation Measures for the Non-public Issuance of Convertible Corporate Bonds by Non-listed Companies http://www.sse.com.cn/lawandrules/sserules/main/trading/bond/c/c_20190830_4898335.shtml
Regulator	<ul style="list-style-type: none"> • People's Bank of China (PBoC) • National Development and Reform Commission (NDRC) • Ministry of Finance of the People's Republic of China (MoF) • China Securities Regulatory Commission (CSRC) • China Banking and Insurance Regulatory Commission (CBIRC) • National Association of Financial Market Institutional Investors (NAFMII) • Securities Association of China (SAC) • Insurance Asset Management Association of China (IAMAC) • Shanghai Stock Exchange (SSE) • Shenzhen Stock Exchange (SZSE)

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> • There is no regulation that requires a rating to borrow from banks. 	
Basel II	<ul style="list-style-type: none"> • Banks that adopt the standardized approach could refer to the external ratings assigned by ECAI. 	
Eligible CRA/ECAI	<ul style="list-style-type: none"> • Eligible CRAs/ECAIs are determined by local regulatory authorities where banks are located. 	
Law & Regulation	<ul style="list-style-type: none"> • Commercial Bank Law of the People's Republic of China http://www.nafmii.org.cn/zlgl/zwrz/pjjgzmd/201406/t20140606_32469.html.1 • Credit Investigation Industry Management Regulations http://www.nafmii.org.cn/zlgl/zwrz/pjjgzmd/201406/t20140606_32469.html.2 • Credit Market and Interbank Bond Market Credit Rating Regulations https://www.chinabond.com.cn/Info/1269950 • Interim Measures for the Administration of the Credit Rating Industry http://www.nafmii.org.cn/flfg/rhgz/202004/P020200424645598688999.pdf 	

	Regulator	<ul style="list-style-type: none">• PBoC, China Banking Regulatory Commission (CBRC), Local regulatory authorities
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08-3 Regulatory Rating Requirements: PEOPLE'S REPUBLIC OF CHINA¹¹

1. Bond (Public Offering)	Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> • Credit rating disclosure, including issuer rating and issue rating, is required for bond issuance, except for those bonds that obtain rating exemption, such as national debt, central bank bill, panda bond issuers accredited under special regulation, interbank certificate of deposit, and super commercial paper; dual rating is required for ABS and one of the rating agencies should be China Bond Rating Co., Ltd., operated under investor-paid model. • When a rating is assigned to issue bonds by the CRAs that are NOT registered and supervised by regulators, such a bond is prohibited to be issued in the market. • For medium-term notes, the issuer should disclose the main credit rating of companies. If medium-term notes contain special provision terms that may affect the rating results, companies should disclose the debt rating of medium-term notes. • For short-term financing bonds, if the Body corporate credit rating is lower than the credit rating issued for registration, short-term financing bills expire automatically and registered traders association will make an announcement about the situation.
Eligible CRA	<ul style="list-style-type: none"> • List of CRA accredited by People's Bank of China (PBoC) (rating results given by those CRA are recognized in the inter-bank market) http://www.pbc.gov.cn/jinrongshichangsi/147160/147171/147358/147406/817266/index.html • List of CRA accredited by National Association of Financial Market Institutional Investors (NAFMII) (rating results given by those CRA are recognized in inter-bank market) http://www.nafmii.org.cn/zlgl/zwrz/pjjgzmd/201406/t20140606_32469.html • List of CRA accredited by China Insurance Regulatory Commission (CIRC) (applicable for bonds invested by insurance company) http://neimenggu.circ.gov.cn/web/site0/tab5214/info3887803.htm • List of CRA accredited by National Development and Regulatory Commission (NDRC) (applicable for enterprise bonds): Dagong Global Credit Rating Co., Ltd., Shanghai Brilliance Credit Rating & Investors Services Co., Ltd., Golden Credit Rating International Co., Ltd., China Lianhe Credit Rating Co., Ltd, China Chengxin International Credit Rating Co., Ltd., Pengyuan Credit Rating Co., Ltd., and Fareast Credit Rating Co., Ltd. • List of CRA accredited by China Securities Regulatory Commission (CSRC) (applicable for corporate bonds): Dagong Global Credit Rating Co., Ltd., Shanghai Brilliance Credit Rating & Investors Services Co., Ltd., Golden Credit Rating International Co., Ltd., China Lianhe Credit Rating Co., Ltd, China Chengxin International Credit Rating Co., Ltd., Pengyuan Credit Rating Co., Ltd., and Fareast Credit Rating Co., Ltd.
Law & Regulation	<ul style="list-style-type: none"> • Securities Law of the People's Republic of China (2014) http://www.npc.gov.cn/npc/lfzt/rlyw/2015-04/23/content_1934291.htm • PBoC Announcement (No.22 2004) http://www.pbc.gov.cn/tiaofasi/144941/144959/2818285/index.html • "Administrative Rules for the Issuance of Financial Bonds in the National Inter-bank Bond Market"(Act of PBoC No.1 2005) http://www.pbc.gov.cn/tiaofasi/144941/144957/2899481/index.html • "Measures for Administration of Debt Financing Instruments Issued by Non-Financial Enterprises in the Interbank Bond Market"(Act of PBoC No.1 2008) http://www.pbc.gov.cn/tiaofasi/144941/144957/3590807/index.html • Advice of National Development and Reform Commission on Simplifying Approval Process of Enterprise Bond, Enhancing Risk Prevention and Changing Regulation Methods (Finance department NDRC, No.3127 2015) http://www.sdpc.gov.cn/gzdt/201512/t20151202_761315.html • Notice of National Development and Reform Commission on Promulgation of the Provisional Measures on Project Revenue Bonds Management (Finance department NDRC, No. 2010, 2015) http://www.sdpc.gov.cn/gzdt/201508/t20150805_744475.html • "Administrative Measures on Issuance and Trading of Corporate Bonds" http://www.csrc.gov.cn/pub/shenzhen/ztl/ssgsjgxx/jgfg/ssgsrz/201506/t20150612_279069.htm • Measures on Administration of Corporate Bond Issuance and Transaction (CSRC Decree No.113) http://www.csrc.gov.cn/pub/zjhpublic/G00306201/201501/t20150116_266700.htm • Notice of China Insurance Regulatory Commission on Promulgation of the Provisional

¹¹ The information in this section was updated by Fareast Credit Rating Co., Ltd. based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by Fareast Credit Rating Co., Ltd. or ACRAA as to the accuracy or completeness of the information contained herein.

	<p>Measures on Bond Investments with Insurance Funds (CIRC, No. 58, 2012) http://bxjg.circ.gov.cn/web/site0/tab5225/info208887.htm</p> <ul style="list-style-type: none"> • “Notice of the China Insurance Regulatory Commission on Adjusting Policies for Overseas investments with Insurance Funds” (CIRC, No. 33, 2015) http://bxjg.circ.gov.cn/web/site0/tab5225/info3955266.htm • “Announcement on Further Expanding Credit Assets Securitization Pilot ”(PBoC, No.127, 2012) • Notice of China Insurance Regulatory Commission on Promulgation of the Provisional Measures on Assets Backed Securitization Management (CIRC, No. 85, 2015) http://bxjg.circ.gov.cn/web/site0/tab5225/info3973453.htm • “Provisional Measures for General Quasi-municipal Bond Issuance Management”(Ministry of Finance, No. 64, 2015) http://gks.mof.gov.cn/redianzhuanti/guozhiguanli/difangzhengfuzhaiquan/201503/t20150316_1202773.html • Notice on Promulgation of the Provisional Measures on Special Quasi-municipal Bond Issuance Management (Ministry of Finance, No. 83, 2015) http://gks.mof.gov.cn/redianzhuanti/guozhiguanli/difangzhengfuzhaiquan/201504/t20150407_1213553.html • Provisional Administrative Rules on the Issuance of RMB Bonds by International Development Institutions http://www.gov.cn/zwqk/2010-09/30/content_1713915.htm • “Interim Measures for the Administration of Interbank Certificates of Deposit” announced by PBoC (PBoC announcement No. 20, 2013) http://www.gov.cn/gzdt/2013-12/08/content_2544585.htm • Medium-term notes Operational Guidelines inter-bank bond market non-financial corporations http://www.nafmii.org.cn/zlgz/201202/t20120226_1643.html • Inter-bank bond market, short-term financing of non-financial enterprises Funded vouchers Operational Guidelines http://www.nafmii.org.cn/zlgz/201202/t20120226_1644.html
Regulator	<ul style="list-style-type: none"> • People’s Bank of China (PBoC) • National Association of Financial Market Institutional Investors (NAFMII) • China Insurance Regulatory Commission (CIRC) • National Development and Reform Commission (NDRC) • China Securities Regulatory Commission (CSRC) • Securities Association of China (SAC) • Insurance Asset Management Association of China (IAMAC)

2. Bond (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> • There is no regulation that requires a rating to issue bonds only if the issuer meets the negative list of the Securities Industry Association. 	
Eligible CRA	<ul style="list-style-type: none"> • List of CRA accredited by PBoC (rating results given by those CRA are recognized in inter-bank market) http://www.pbc.gov.cn/jinrongshichangsi/147160/147171/147358/147406/2806822/index.html • List of CRA accredited by NAFMII (rating results given by those CRA are recognized in inter-bank market) http://www.nafmii.org.cn/zlgz/zwrz/pjgzmd/201406/t20140606_32469.html • List of CRA accredited by CIRC (applicable for bonds invested by insurance company) http://neimenggu.circ.gov.cn/web/site0/tab5214/info3887803.htm • List of CRA accredited by NDRC (applicable for enterprise bonds): Dagong Global Credit Rating Co., Ltd., Shanghai Brilliance Credit Rating & Investors Services Co., Ltd., Golden Credit Rating International Co., Ltd., China Lianhe Credit Rating Co., Ltd, China Chengxin International Credit Rating Co., Ltd., Pengyuan Credit Rating Co., Ltd., and Fareast Credit Rating Co., Ltd. • List of CRA accredited by CSRC (applicable for corporate bonds): Dagong Global Credit Rating Co., Ltd., Shanghai Brilliance Credit Rating & Investors Services Co., Ltd., Golden Credit Rating International Co., Ltd., China Lianhe Credit Rating Co., Ltd, China Chengxin International Credit Rating Co., Ltd., Pengyuan Credit Rating Co., Ltd and Fareast Credit Rating Co., Ltd. 	
Law & Regulation	<ul style="list-style-type: none"> • Securities Law of the People’s Republic of China (2014) http://www.npc.gov.cn/npc/lfzt/rlyw/2015-04/23/content_1934291.htm 	

	<ul style="list-style-type: none"> • Notice of National Development and Reform Commission on Promulgation of the Provisional Measures on Project Revenue Bonds Management (Finance department NDRC, No. 2010, 2015) http://www.sdpc.gov.cn/gzdt/201508/t20150805_744475.html • “Administration Rules for Private Placement Corporate Bond Record” http://www.sac.net.cn/flgz/zlgz/201504/t20150424_121519.html • Measures on Administration of Corporate Bond Issuance and Transaction (CSRC Decree No.113) http://www.csrc.gov.cn/pub/zjhpublic/G00306201/201501/t20150116_266700.htm • Medium-term notes Operational Guidelines inter-bank bond market non-financial corporations http://www.nafmii.org.cn/zlgz/201202/t20120226_1643.html • Inter-bank bond market, short-term financing of non-financial enterprises Funded vouchers Operational Guidelines http://www.nafmii.org.cn/zlgz/201202/t20120226_1644.html • Notice of China Insurance Regulatory Commission on Promulgation of the Provisional Measures on Bond Investments with Insurance Funds (CIRC, No. 58, 2012) http://bxjg.circ.gov.cn/web/site0/tab5225/info208887.htm • “Notice on Matters Concerning Issuance of Local Government Bonds in the Manner of Directional Underwriting in 2015” (Ministry of Finance, No. 102, 2015) http://www.mof.gov.cn/zhengwuxinxi/caizhengxinwen/201505/t20150515_1232661.html
Regulator	<ul style="list-style-type: none"> • PBoC, NAFMII, CIRC, NDRC, CSRC, SAC, IAMAC

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> • There is no regulation that requires a rating to borrow from banks. 	
Basel II	<ul style="list-style-type: none"> • Banks that adopt the standardized approach could refer to the external ratings assigned by ECAI. 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> • Eligible CRAs/ECAIs are determined by local regulatory authorities where banks are located. 	
Law & Regulation	<ul style="list-style-type: none"> • Commercial Banking Law of the People’s Republic of China http://www.pbc.gov.cn/tiaofasi/144941/144951/2817252/index.html • Administrative Regulations on Credit Investigation Industry (Decree of the State Council, No.631) http://www.pbc.gov.cn/zhengxinguanliju/128332/128338/128371/2885255/index.html 	
Regulator	<ul style="list-style-type: none"> • PBoC, China Banking Regulatory Commission (CBRC), Local regulatory authorities 	

9 Regulatory Rating Requirements: PHILIPPINES¹²

1. Bond (Public Offering)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Bonds issued to the public must be registered with the Securities and Exchange Commission (SEC). Bonds listed at the Fixed Income Exchange must also be rated. A bank or quasi-bank (QB) may issue bonds or commercial papers (CPs) without prior Bangko Sentral ng Pilipinas (BSP) approval subject to certain conditions as stated in BSP Circular No. 1010 (issued on August 9, 2018) and for as long as the bank or QB complies with the Securities Regulation Code (SRC). 	
Eligible CRA	<ul style="list-style-type: none"> The SEC has two accredited domestic credit rating agencies (CRAs), including Philippine Rating Services Corporation (PhilRatings). The BSP or the Central Bank of the Philippines recognizes internationally-accepted global credit rating agencies and a BSP-recognized international credit rating agency with a representative office in the Philippines. PhilRatings is also recognized by the BSP as a domestic credit rating agency for bank supervisory purposes. 	
Law & Regulation	<ul style="list-style-type: none"> Securities Regulation Code (SRC) or Republic Act 8799 (Note: The SRC includes provisions that state which debt securities may be exempted from registration and from obtaining a credit rating); 2015 SRC Rules and 2015 Revised SRC Rules (which allowed for Shelf Registration or the issuance of debt securities in tranches for a period not exceeding three years and which defined a CP as a short-term debt security, with no more distinction re short-term and long-term CPs); Memorandum Circular No. 7 (March 2014) – Guidelines on the Accreditation, Operations, and Reporting of Credit Rating Agencies; The Securitization Act of 2004 (Republic Act 9267); BSP Circular No. 404 Series of 2003 – Rules and Regulations Governing the Recognition and Derecognition of Domestic CRAs; Manual of Regulation for Banks; PDEX Rules for the Fixed Income Securities Market As Amended; BSP Circular No. 1010 as mentioned earlier. SEC Memorandum Circular No. 23, Series of 2020 (Rules on Corporate Debt Vehicle) – Credit ratings can help Corporate Debt Vehicles (CDVs) with their investment decisions as credit ratings can be used as one of the determining factors on whether or not the CDV will invest in a particular debt/issuer. Credit ratings will also benefit companies that intend to tap CDVs as investors. In terms of the single issuer investment limit, this may be increased from 25% of the CDV's Net Asset Value (NAV) to 30% if either the Corporate Debt or the Issuer is assessed by any domestic or global credit rating agency to have the highest credit rating. CDVs will also disclose information on their underlying investments, including the minimum credit rating and steps to be taken when the ratings are downgraded below the pre-determined rating. 	
Regulator	<ul style="list-style-type: none"> SEC; BSP 	

2. Bond (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> A bond or debt security issued to less than 19 buyers/investors does not require a credit rating. There are, however, disclosure requirements as provided for by the governing law and regulation. 	
Eligible CRA	<ul style="list-style-type: none"> If a company issuing a private placement would still decide to obtain a credit rating, it may obtain a credit rating from CRAs accredited by the SEC or recognized by the BSP. 	
Law & Regulation	<ul style="list-style-type: none"> Securities Regulation Code (SRC) or Republic Act 8799; Manual of Regulation for Banks 	
Regulator	<ul style="list-style-type: none"> SEC; BSP; Philippine Stock Exchange (as applicable) 	

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> A rating is not required to borrow from a bank. 	
Basel II/Basel III	<ul style="list-style-type: none"> The BSP has the guidelines implementing the revised risk-based capital adequacy framework for the Philippine banking system to conform to Basel III. 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> The BSP recognizes PhilRatings as a domestic credit rating agency for bank supervisory purposes. It also recognizes internationally-accepted global rating agencies. A BSP-recognized international rating agency with a representative office in the Philippines is also recognized as a provider of national/domestic scale credit ratings. 	

¹² The information in this section was updated by PhilRatings based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by PhilRatings or ACRAA as to the accuracy or completeness of the information contained herein.

Law & Regulation	<ul style="list-style-type: none"> Manual of Regulation for Banks; BSP Circular No. 404 Series of 2003 – Rules and Regulations Governing the Recognition and Derecognition of Domestic CRAs
Regulator	<ul style="list-style-type: none"> BSP

4. Others – Listing of Bonds/Debt at the Fixed Income Exchange; Issuance of Commercial Papers; Risk-Based Capital for Banks and for Insurance Companies; Banks with Microfinance Operations; Higher Leverage Limit for a Real Estate Investment Trust (REIT) Company		Mandatory Requirement → See specifics as discussed below
Regulatory Rating Requirement	<ul style="list-style-type: none"> Bonds/debt that are listed at the Fixed Income Exchange must have a credit rating. Companies that issue commercial papers must obtain a credit rating. Ratings are likewise used for computing risk-based capital for banks and insurance companies. Banks with microfinance operations can likewise be rated by microfinance institution rating agencies (MIRA). 	
Eligible CRA	<ul style="list-style-type: none"> The SEC has two accredited domestic credit rating agencies (CRAs), including Philippine Rating Services Corporation (PhilRatings). The Bangko Sentral ng Pilipinas (BSP) or the Central Bank of the Philippines recognizes internationally-accepted global credit rating agencies and a BSP-recognized international credit rating agency with a representative office in the Philippines. PhilRatings is also recognized by the BSP as a domestic credit rating agency for bank supervisory purposes. The Fixed Income Exchange will utilize ratings issued by CRAs that are accredited/recognized by the regulators. The Insurance Commission (IC) recognizes the following rating agencies: Moody's, Standard & Poor's, Fitch, A.M. Best and PhilRatings. The BSP recognizes MIRAs which comply with its eligibility criteria. 	
Law & Regulation	<ul style="list-style-type: none"> Securities Regulation Code (SRC) or Republic Act 8799 (Note: The SRC includes provisions that state which debt securities may be exempted from registration and from obtaining a credit rating); 2015 SRC Rules and 2015 Revised SRC Rules; Memorandum Circular No. 7 (March 2014) – Guidelines on the Accreditation, Operations, and Reporting of Credit Rating Agencies; The Securitization Act of 2004 (Republic Act 9267); BSP Circular No. 404 Series of 2003 – Rules and Regulations Governing the Recognition and Derecognition of Domestic CRAs; Manual of Regulation for Banks; various Monetary Board Resolutions (e.g. 1769); PDEX Rules for the Fixed Income Securities Market As Amended; Insurance Memorandum Circular 6-2006 (Adoption of Risk-Based Capital Framework for the Philippine Life Insurance Industry); BSP Circular No. 1010. SEC Memorandum Circular No. 1, Series of 2020 (Subject: Revised Implementing Rules and Regulations of Republic Act No. 9856, Otherwise Known as the Real Estate Investment Trust (REIT) Act of 2009 – A credit rating will allow a REIT to have a higher leverage limit. From a maximum of 35% relative to the REIT's deposited property, the total borrowings and deferred payments of a REIT can go up to 70% of its deposited property if the REIT has a published credit rating from a duly-accredited or internationally recognized credit rating agency. This then results in greater financial flexibility for the REIT. 	
Regulator	<ul style="list-style-type: none"> SEC; BSP; IC 	

10 Regulatory Rating Requirements: TAIWAN¹³

1. Bonds (Public Offering)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue bonds unless it is sold to non-professional individual investors (Note: In Taiwan, the majority of the bonds are sold to professional or institutional investors). That said, when a rating is required by professional or institutional investors for their own need, the local regulator allows issuer ratings to be used in lieu of issue ratings. There are also regulations covering the buy side to invest in bonds that are above certain rating categories. 	
Eligible CRA	<ul style="list-style-type: none"> For local-scale ratings: Taiwan Ratings Corp. and Fitch Ratings. For global-scale ratings: S&P Global Ratings, Moody's Investor Services, and Fitch Ratings. Requirements for the establishment of a new credit agency are specified in Articles 2,3,4,5,6,9 and 10 of the "Regulations Governing the Administration of Credit Rating Agencies" 	
Law & Regulation	<ul style="list-style-type: none"> Insurance Act (Article 146-1) http://law.tii.org.tw/Eng/FLAWDAT01.asp?LSID=FL006746 Regulations Governing Foreign Investments by Insurance Companies (Articles 3,6,7,10) http://law.tii.org.tw/Eng/FLAWDAT01.asp?LSID=FL006772 Regulations Governing the Offering and Issuance of Securities by Securities Issuers)(Article 20) http://law.fsc.gov.tw/law/EngLawContent.aspx?Type=E&id=1906 Regulations Governing Issuance of Bank Debentures by Banks(Article 6) http://law.fsc.gov.tw/law/EngLawContent.aspx?Type=E&id=1797 	
Regulator	<ul style="list-style-type: none"> Financial Supervisory Commission (FSC) and Taipei Exchange 	
2. Bonds (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There are regulations covering the buy side to invest in bonds that are above certain rating categories. 	
Eligible CRA	<ul style="list-style-type: none"> For local-scale ratings: Taiwan Ratings Corp. and Fitch Ratings. For global-scale ratings: S&P Global Ratings, Moody's Investor Services, and Fitch Ratings. Requirements for the establishment of a new credit agency are specified in Articles 2,3,4,5,6,9 and 10 of the "Regulations Governing the Administration of Credit Rating Agencies." 	
Law & Regulation	<ul style="list-style-type: none"> Regulations Governing the Administration of Insurance industry Investing in Non-public Companies and Privately Placed Securities (Chinese language only) http://law.fsc.gov.tw/law/LawContentDetails.aspx?id=FL043958&KeyWordHL=&StyleType=1 	
Regulator	<ul style="list-style-type: none"> Financial Supervisory Commission (FSC) 	
3. Bank Loans		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating in order to borrow from banks. 	
Basel II	<ul style="list-style-type: none"> Banks that adopt the standardized approach could refer to the external ratings assigned by ECAI. 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> For local-scale ratings: Taiwan Ratings Corp. and Fitch Ratings. For global-scale ratings: S&P Global Ratings, Moody's Investor Services, and Fitch Ratings. Requirements for the establishment of a new credit agency are specified in Articles 2,3,4,5,6,9 and 10 of the "Regulations Governing the Administration of Credit Rating Agencies" 	
Law & Regulation	<ul style="list-style-type: none"> The Banking Act of The Republic of China (Article 72, 72-1 and 72-2) http://law.banking.gov.tw/Eng/FLAW/FLAWDAT01.asp?lsid=FL006378 	
Regulator	<ul style="list-style-type: none"> Financial Supervisory Commission (FSC) 	

¹³ The information in this section has been compiled by Taiwan Rating Corporation (TRC) based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by TRC or ACRAA as to the accuracy or completeness of the information contained herein.

4. Others – International Bond Market		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue international bonds unless it is sold to non-professional investors. 	
Eligible CRA	<ul style="list-style-type: none"> For local-scale ratings: Taiwan Ratings Corp. and Fitch Ratings. For global-scale ratings: S&P Global Ratings, Moody's Investor Services, and Fitch Ratings. Requirements for the establishment of a new credit agency are specified in Article 2,3,4,5,6,9 and 10 of the "Regulations Governing the Administration of Credit Rating Agencies" 	
Law & Regulation	<ul style="list-style-type: none"> Regulations Governing the Offering and Issuance of Securities by Foreign Issuers http://law.fsc.gov.tw/law/EngLawContent.aspx?Type=E&id=1907 	
Regulator	<ul style="list-style-type: none"> Financial Supervisory Commission (FSC) and Taipei Exchange 	

11 Regulatory Rating Requirements: THAILAND¹⁴

1. Bond (Public Offering)		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> Issue rating is required for corporate bond public-offerings 	
Eligible CRA	<ul style="list-style-type: none"> TRIS Rating Co., Ltd. / Fitch Ratings (Thailand) Limited 	
Law & Regulation	<ul style="list-style-type: none"> Notification of the Capital Market Supervisory Board No. TorJor 17/2561 Re. Application for and Approval of Offer for Sale of Newly Issued Debt Securities 	
Regulator	<ul style="list-style-type: none"> The Securities and Exchange Commission, Thailand 	

2. Bond (Private Placements)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> No rating requirement (except for high net worth investors in perpetual bond or subordinated bond) 	
Eligible CRA		
Law & Regulation	<ul style="list-style-type: none"> Notification of the Capital Market Supervisory Board No. TorJor 17/2561 Re. Application for and Approval of Offer for Sale of Newly Issued Debt Securities 	
Regulator	<ul style="list-style-type: none"> The Securities and Exchange Commission, Thailand 	

3. Bank Loan		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> No rating requirement 	

4. Others – The use of foreign credit rating agency	
Regulatory Rating Requirement	<p>The use of a foreign credit rating agency will be scoped to either the following activities:</p> <p><u>Issue Rating:</u></p> <p>A. Debentures issued by Thai companies that have foreign parent companies</p> <p>B. Debentures issued by Thai companies:</p> <ol style="list-style-type: none"> 1) Debentures issued in Thailand and Outside Thailand at the same time 2) Debentures issued in Thailand denominated in a foreign currency 3) Structured debentures issued by foreign companies/foreign government <p>C. Debentures issued by foreign companies</p> <p>D. Warrants issued by branches of foreign banks or foreign insurance companies</p> <p><u>Company Rating:</u></p> <ul style="list-style-type: none"> Guarantors who are foreign companies/foreign governments Guarantors of warrants
Eligible CRA	<ul style="list-style-type: none"> S&P Global Ratings Moody's Fitch Ratings Japan Credit Rating Agency, Ltd. Rating and Investment Information, Inc.
Law & Regulation	<ul style="list-style-type: none"> Notification of the Securities and Exchange Commission KorChor 1/2555 Notification of the Office of the Securities and Exchange Commission SorChor 7/2555
Regulator	<ul style="list-style-type: none"> The Securities and Exchange Commission, Thailand

¹⁴ The information in this section was updated by TRIS Rating Co., Ltd. based on the information publicly available and deemed reliable as of November 2020. No representation or warranty, expressed or implied, is made by TRIS Rating Co., Ltd. or ACRAA as to the accuracy or completeness of the information contained herein.

12 Regulatory Rating Requirements: TURKEY¹⁵

1. Bonds (Public Offering)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue bonds. However, Capital Markets Board (CMB) regulations imply that, should an issuer realize a bond issue rated by an authorized CRA, this rating should be updated at least annually. 	
Eligible CRA	<ul style="list-style-type: none"> CRAs need to be recognized by the CMB or be able to operate in Turkey. List of Registered CRAs is available at the following website: http://www.spk.gov.tr/indexcont.aspx?action=showpage&showmenu=yes&menuid=6&pid=10&subid=1&submenuheader=10 	
Law & Regulation	<ul style="list-style-type: none"> Series VIII, No: 51, "Regulation on Rating Activities in the Capital Markets and the Rating Institutions" (12.7.2017/26580), published by the CMB of Turkey 	
Regulator	<ul style="list-style-type: none"> Capital Markets Board, Turkey 	

2. Bonds (Private Placement)		Mandatory Requirement → NO
Regulatory Rating Requirement	<ul style="list-style-type: none"> There is no regulation that requires a rating to issue bonds. However, Capital Markets Board (CMB) regulations imply that, should an issuer realize a bond issue rated by an authorized CRA, this rating should be updated at least annually. 	
Eligible CRA	<ul style="list-style-type: none"> CRAs need to be recognized by the CMB or be able to operate in Turkey. List of Registered CRAs is available at the following website: http://www.spk.gov.tr/indexcont.aspx?action=showpage&showmenu=yes&menuid=6&pid=10&subid=1&submenuheader=10 (Turkish only) 	
Law & Regulation	<ul style="list-style-type: none"> Series VIII, No: 51, "Regulation on Rating Activities in the Capital Markets and the Rating Institutions" (12.7.2017/26580), published by the CMB of Turkey 	
Regulator	<ul style="list-style-type: none"> Capital Markets Board, Turkey 	

3. Bank Loans		Mandatory Requirement → YES
Regulatory Rating Requirement	<ul style="list-style-type: none"> For borrowers with credit risk exceeding TRY 500mn in the banking system, credit rating is mandatory 	
Basel II	<ul style="list-style-type: none"> Banks that adopt the standardized approach could refer to the external ratings assigned by ECAI. JCR-ER is the only institution accredited for domestic loan exposures. 	
Eligible CRA/ ECAI	<ul style="list-style-type: none"> JCR-ER is the only CRA authorized by BRSA as an ECAI List of Registered ECAIs is available at the following website: http://www.bddk.org.tr/WebSitesi/english/Institutions/Rating_Institutions/Rating_Ins titutions.aspx 	
Law & Regulation	<ul style="list-style-type: none"> Communiqué on "The Authorization of the Rating Institutions and the Activities of the CRAs" (17.4.2012/ 28267), published by BRSA of Turkey 	
Regulator	<ul style="list-style-type: none"> Banking Regulation and Supervision Agency (BRSA), Turkey 	

¹⁵ The information in this section has been compiled by JCR Eurasia Rating (JCR-ER) based on the information publicly available and deemed reliable as of September 2020. No representation or warranty, expressed or implied, is made by JCR-ER or ACRAA as to the accuracy or completeness of the information contained herein.