



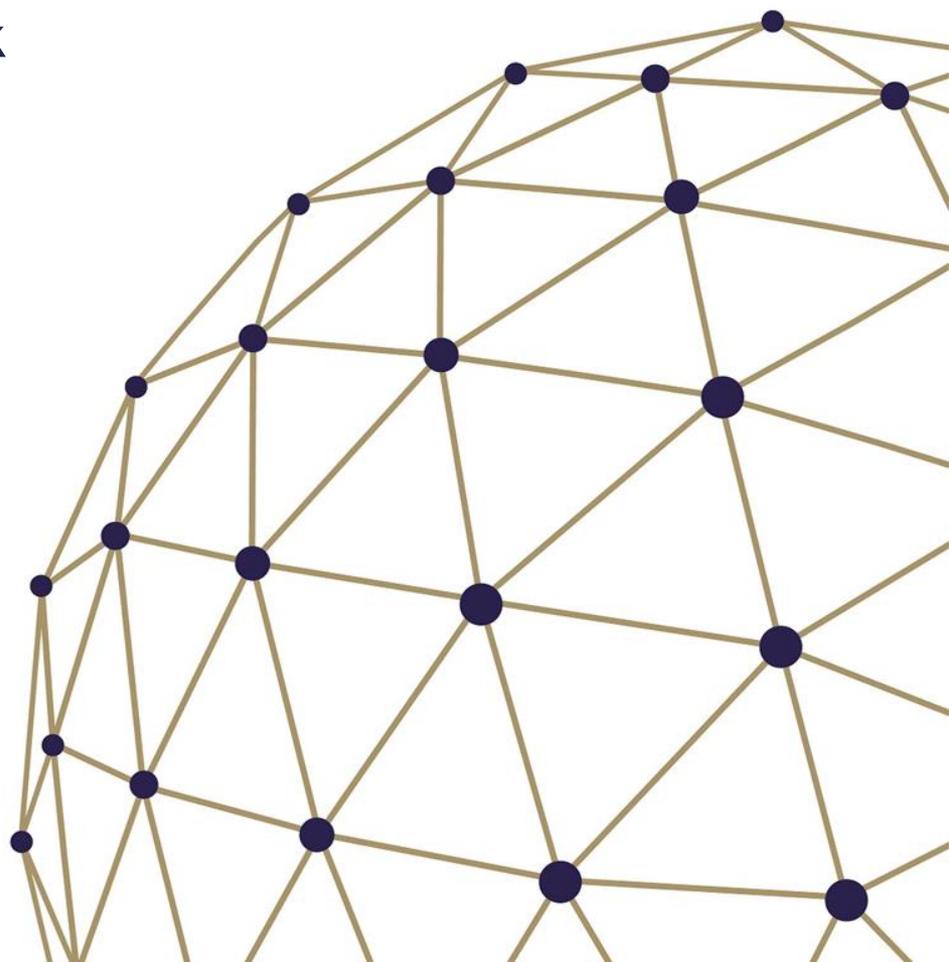
The role of the Magyar Nemzeti Bank in Chinese-Hungarian relations

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The beginning

2013 (September 9)

- PBC-MNB swapline agreement

2015 (February 19)

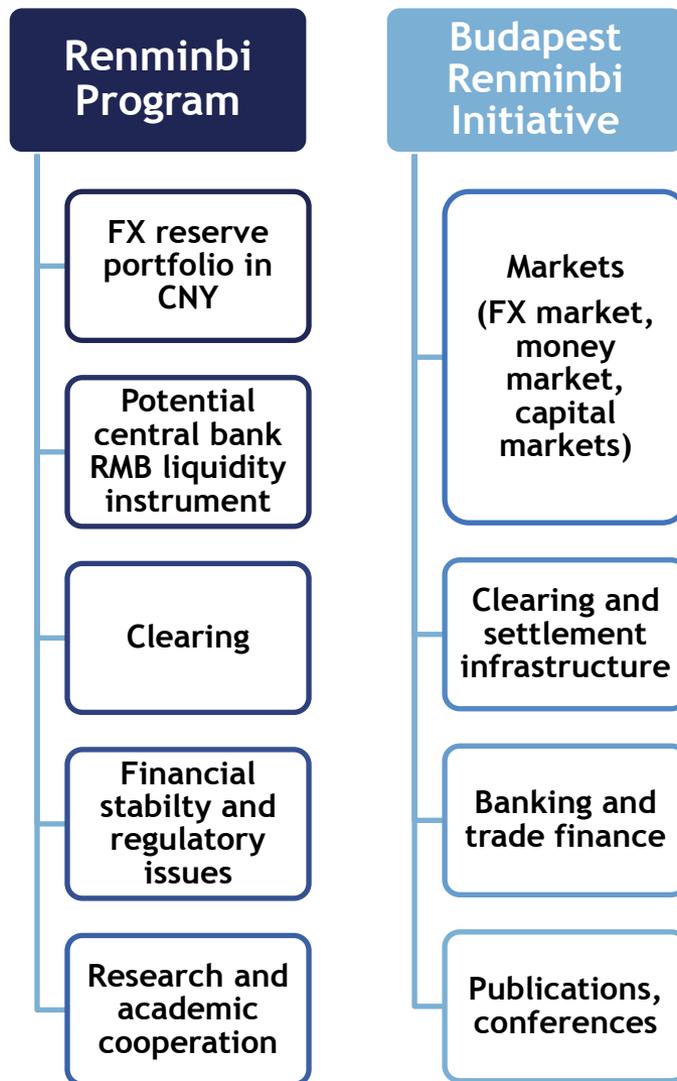
- MNB Renminbi Program

2015 (March 26)

- Budapest RMB Initiative plenary meeting



The Renminbi Program and the Budapest Renminbi Initiative (BRI)





MNB has taken the lead

2015 (April 7)

- Announcement on MNB's intention to invest in CNY

2015 (May)

- launch of www.rmbbudapest.hu

2015 (May 28)

- MNB invests in BISIP CNY



MNB in Chinese onshore markets

- Bond market investment
 - Onshore bond market
 - Government securities
 - Investment via BIS investment pool (BISIP CNY)
 - Small part of the reserve portfolio
- FX market access
 - MNB was among the first central institutions who register with China Foreign Exchange Trading System (CFETS)
 - Access to onshore FX market



Further steps in 2015

2015 (June 27)

- Agency Agreement signed in Basel
- Memorandum of Understanding signed in Basel
- RQFII quota of RMB 50bn granted to Hungary

2015 (July 7)

- BOC appointed as RMB clearing bank in Hungary

2015 (October)

- BOC launch of its RMB clearing services

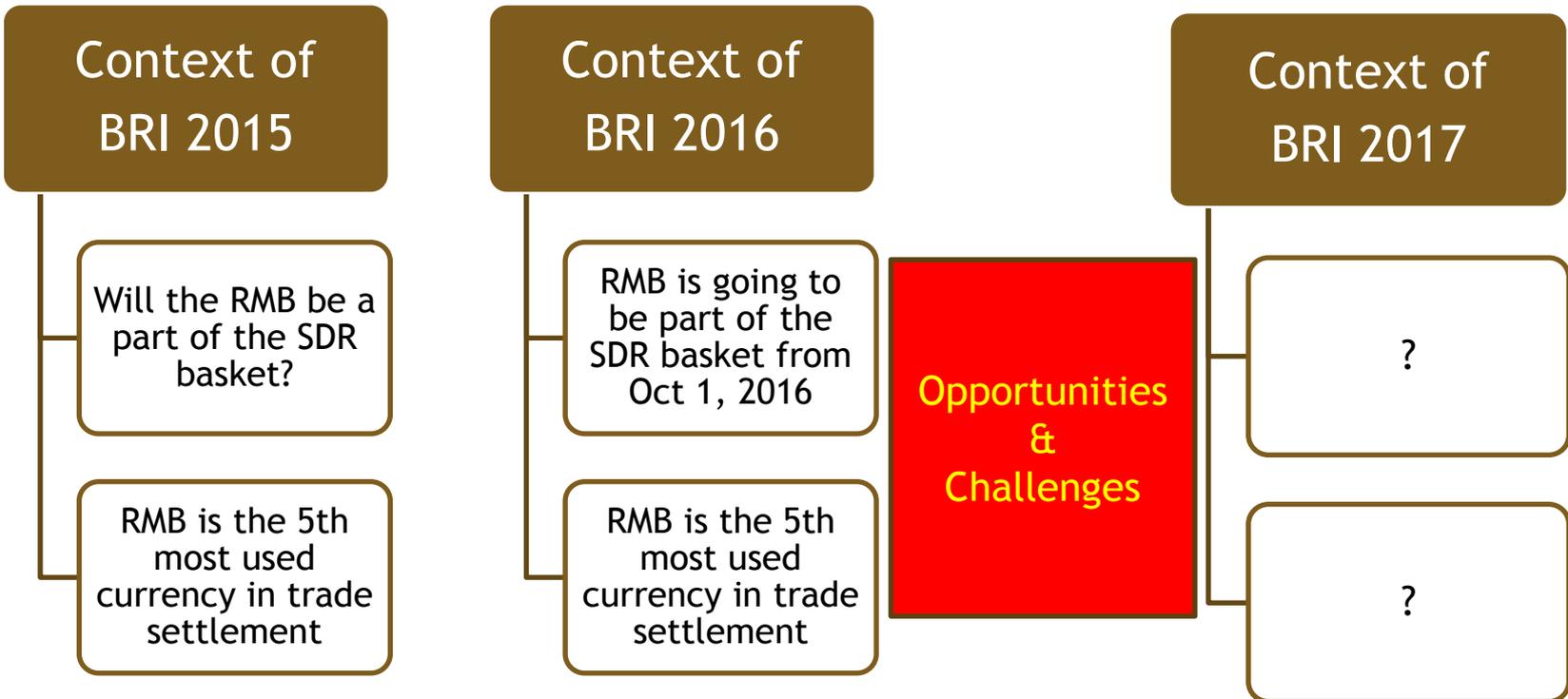


Achievements

-  Foreign exchange reserve portfolio denominated in CNY
-  RMB liquidity instrument
-  Clearing
-  Financial stability and regulatory issues
-  Publications



RMB internationalization is in progress





Chinese-Hungarian relations in 2016

Developments in 2016 Q1

- Sino-Hungarian Financial Forum
- Memorandum of Understanding on MNB - CBRC cooperation
- MNB publications on current market developments

Potential for 2016

- RQFII quota
 - investment opportunity in onshore bonds and equities
- RMBHUF FX market development
 - Spot and forward market
- RMB clearing
- Publication and research

Thank you for your attention!

