

Rules for processing CNY payments to China.

Under the current scope of rules and regulations of China, only trade related and current account related remittance can be conducted freely.

Generally China Banks will not demand supporting documents but the nature or purpose of the cross-border remittance must be declared in the payment details.

It is suggested to insert dedicated codes to declare the nature of the payment into payments instructions according to the list of codes specifying below:

Business Type	Designated Code Word	Description
Trade Settlement Remittance	Payments for goods /CGODDR/ Payments for services: /CSTRDR /	<u>Goods:</u> Cross-border settlement conducted for trade in goods, including individual retail consumptions, general merchandise, goods for processing, goods required for repairing, payment of import equipment and advanced payment, etc. <u>Services</u> such as public utility, rent, audit fee, hotel and accommodation fee, legal fee, advertising and promotion fee, copyright and license fee, wages, service contract fee, design fee, research and development fee, registration fee, medical expenses, etc.
Capital market	/CCTFDR/	Capital account transactions, (capital transfers and acquisition/disposal of non-productive or non-financial assets), capital injection, capital reduction, capital payment, direct investments, securities investments, other investments, shareholder's loan/repayment, other capital payments as approved by relevant regulatory authorities, fund transfers for foreign direct investment ("FDI") by enterprises and RMB Qualified Foreign Institutional Investor ("RQFII") projects by enterprises, bonds, fund transfer between enterprises, individual investments, etc.
Charity donation	/CCDNDR/	Donation to charities (non-profit making organizations)

Important Notes:

1. Each transaction must be accompanied with (placed in field: details of payments):
 - a. the Business Related Reference followed by the code word "/ROC/"
 - b. one of the designated code words as listed above. Missing of the code word will lead to unnecessary enquiry and the payment will only be executed after the rectification is received.
2. If the Recipients Bank will require to provide of commercial documents, ING Bank will inform Customer of the need to provide the required documents. Providing documents to the ING Bank should be available through the "binding messages" available in ING BusinessOnline

system (Communications-> New message-> Complaints). Sending” the "binding messages” to ING Bank requires its signing by the users who is in acceptance schemes of application.