

NEWSLETTER

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China ramps up financial support for tech innovation

China has launched a national venture capital guidance fund with an estimated total scale of 1 trillion yuan (about \$ 144.45 billion) to strengthen financial support for technological self-reliance. **(Ministry of Science and Technology)**

China cuts forex risk reserve ratio to zero to curb yuan rally

The People's Bank of China cut forex risk reserve ratio to zero (effective March 2) to slow yuan appreciation, while holding LPR rates steady at 3.0% and 3.5% for the sixth consecutive month. **(People's Bank of China)**

PBOC holds Loan Prime Rates steady for sixth consecutive month

The People's Bank of China kept the one-year and five-year Loan Prime Rates steady at 3.0% and 3.5% in February, with analysts eyeing potential cuts after the Central Economic Work Conference. **(Citi Research)**

IMF maintains China 2026 growth at 4.5% in February review

The International Monetary Fund maintained China's 2026 growth forecast at 4.5%, urging stronger stimulus and social protection to shift toward consumption-led growth. **(IMF Country Report, February 2026)**

PBOC injects liquidity via 14-day reverse repos ahead of seasonal drains

The central bank injected 600 billion yuan (\$85.7billion) via 14-day reverse repos in late February to offset seasonal liquidity drains, following a record 1 trillion yuan of medium to long-term funds added in January. **(Alinvest)**

China to contribute over one-quarter of global growth in 2026

China alone is expected to account for 26.6% of worldwide real GDP growth in 2026, making it the single largest driver of the global economy despite moderating growth rates compared to earlier decades. **(IMF World Economic Outlook)**

Chinese enterprises maintain sound credit standing in January

The China Enterprise Credit Index stood at 161.79 in January, edging down 0.53 points month on month but remaining in a high range, indicating sustained positive corporate creditworthiness. **(State Administration for Market Regulation)**