

European Union Chamber of Commerce in China

WORKING GROUP REPORT 2019

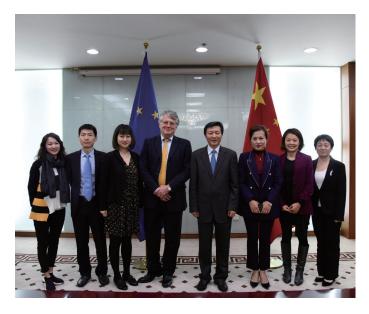






Table of Contents

Agriculture, Food and Beverage Working Group Annual Report 2019	1
Auto Components Working Group Annual Report 2019	5
Automotive Working Group Annual Report 2019	7
Aviation and Aerospace Working Group Annual Report 2019	10
Banking and Securities Working Group Annual Report 2019	12
Carbon Market Working Group Annual Report 2019	14
Cheese Industry Desk Annual Report 2019	16
Compliance and Business Ethics Working Group Annual Report 2019	19
Construction Working Group Annual Report 2019	21
Consumer Finance and Non-Banking Financial Institutions Working Group Annual Report 2019	23
Corporate Social Responsibility Forum Annual Report 2019	25
Cosmetics Working Group Annual Report 2019	28
Cybersecurity Sub-working Group Annual Report 2019	32
Energy Working Group Annual Report 2019	36
Environment Working Group Annual Report 2019	40
Europe China Heating Initiative Annual Report 2019	44
Fashion and Leather Desk Annual Report 2019	48
Finance and Taxation Working Group Annual Report 2019	52
Food for Medical Purpose Advisory Committee Annual Report 2019	55
Government Affairs Forum Annual Report 2019	59
Healthcare Equipment Working Group Annual Report 2019	61
Human Resources Working Group Annual Report 2019	70
Information and Communication Technology Working Group Annual Report 2019	73
Insurance Working Group Annual Report 2019	78
Intellectual Property Rights Working Group Annual Report 2019	80
International Liner Shipping Working Group Annual Report 2019	83
Investment Working Group Annual Report 2019	85
Legal and Competition Working Group Annual Report 2019	88
Logistics Working Group Annual Report 2019	92
Manufacturing Forum Annual Report 2019	95
Paediatric Nutrition Desk Annual Report 2019	97
Petrochemicals, Chemicals and Refining Working Group Annual Report 2019	103
Pharmaceutical Working Group Annual Report 2019	106
Public Procurement Task Force Annual Report 2019	110
Quality and Safety Services Sub-Working Group Annual Report 2019	112
Research and Development Working Group Annual Report 2019	116
Shipbuilding Working Group Annual Report 2019	120
Small and Medium-sized Enterprises Forum Annual Report 2019	121
Standards and Conformity Assessment Working Group Annual Report 2019	124



2019 Working Group Chairs and Business Manager

Beijing

Vice Chair April Wang, Moët Hennessey Diageo

Vice Chair Sandy Li, Unilever

Shanghai

Chair Ashley Wang, Tate & Lyle (Feb–Jul 2019)

Vice Chair Jony Jiao, Carrefour

Business Manager Alexandra-Andreea Pop (Jan-Dec 2019)

Helei Fu (starting Dec 2019)

	Beijing	Shanghai
Number of member companies	36	117
Number of individuals receiving email notices	52	263
Number of working group meetings held	12	13
Average number of attendees	10	20

Introduction to the Working Group

The Agriculture, Food and Beverage Working Group is a communication platform between European companies and Chinese regulators/authorities. The working group aims to foster a better understanding and implementation of policies and regulations, in order to promote food safety and improve market access for European food and beverage companies operating throughout China. The working group is composed of a wide range of companies, including importers and exporters, manufacturers, distributors, retailers, catering service providers, specialised testing laboratories and consultancies. Currently, there are over 150 member companies in the group.

Following the consolidation of the European Chamber's working groups in 2015, the Agriculture, Food and Beverage Working Group now has three sub-working groups — the Cheese Industry Desk, the Food for Special Medical Purpose Advisory Committee and the Paediatric Nutrition Desk. The Cheese Industry Desk was established in 2014 and has nine prominent European cheese producers and industry associations as its members. The Food for Special Medical Purpose Advisory Committee was established in 2016 and has four leading international manufacturers that specialise in special nutrition. The Paediatric Nutrition Desk was established in 2009 and currently has eight international companies as members and five



domestic manufacturers as local partners. All three desks represent member interests and promote dialogue and communication among all relevant stakeholders.

Working Group Meetings in 2019

Beijing 18 Feb, 19 Mar, 08 Apr, 09 Apr, 17 Sep, 10 Oct, 17 Oct, 25 Nov,

29 Nov, 29 Nov, 06 Dec, 11 Dec

Shanghai 18 Feb, 19 Mar, 08 Apr, 09 Apr, 17 Sep, 10 Oct, 17 Oct, 29 Oct,

25 Nov, 29 Nov, 29 Nov, 06 Dec, 11 Dec

Chinese Government Advocacy Actions in 2019

Beijing

22 Apr Met with Wei Li, deputy director general, Online Transaction

Regulation Department, State Administration for Market Regulation (SAMR), to discuss the implementation of the E-commerce Law, the supervision of online transactions and the protection of consumer

rights.

Shanghai

17 Jan Met with Xu Kunlin, vice mayor, Shanghai Municipal People's

Government, and other representatives from various municipal government departments to present working group recommendations on how to improve Shanghai's business

environment.

European Government Advocacy Actions in 2019

14 May Met with Ulrich Weigl, chief, Trade Section, European Union

Delegation to China (EUD), who presented updates on the EU-China

relationship.

05 Jun Met with Vicky Pollard, first counsellor, Environment and Climate

Change Section, EUD, who gave an overview of EU measures on plastic and marine litter, covering the *European Strategy for Plastics* in a Circular Economy and touching upon single-use plastics and

the main elements of the European Commission proposal.

09 Jul Met with Balazs Kiss, desk officer, Directorate General for Trade (DG-

TRADE), European Commission, to discuss the impact of tariffs within the United States (US)-China trade tensions, as well as foreign

investment restrictions in China.



Met with Damien Plan, counsellor, Agricultural Section, EUD, to share 10 Sep updates on EU-China cooperation on agriculture, food and beverage industries-related issues. Met with Damien Plan, counsellor, Agricultural Section, EUD, to 11 Dec discuss the major challenges in the food sector in China, the EU food quality promotion campaign and areas for potential cooperation.

Submission of Comme	ents for 2019 Laws and Regulations
02 Feb	SAMR: Call for comments on the Administration Measures for Food
	Safety Sampling Inspection (revised draft).
08 Mar	General Administration of Customs (GACC): Call for comments on the
	Notice on the Inspection, Supervision and Administration of Import
	and Export Pre-packaged Food Labels (draft).
29 Mar	National Intellectual Property Administration: Call for comments on
	the Measures for the Protection of Foreign Geographical Indication
	Products (revised draft).
15 Mar	Ministry of Commerce: Call for comments on the <i>Industrial Standard</i>
	for Guide for E-commerce Commodity Approximate Brand
	Identification Technology.
09 Apr	Ministry of Science and Technology: Call for comments on the <i>Safety</i>
	Management Regulations for Biotechnology Research and
	Development (draft).
28 Apr	SAMR: Call for comments on the Adjusting Health Food Functions
	(draft).
04 May	SAMR: Call for comments on the <i>Health Food Toxicology Evaluation</i>
	Procedure.
10 May	Ministry of Justice: Call for comments on the Food Safety Law.
15 May	SAMR: Call for comments on the Administrative Provisions on
	Product Quality Supervision and Spot Inspections (draft).
31 May	SAMR: Call for comments on the <i>Provisions on the Supervision and</i>
	Administration of Online Transactions.
13 June	SAMR: Call for comments on the <i>Measures for Handling Complaints</i>
	and Reports on Market Supervision and Management.
21 June	Ministry of Ecology and Environment: Call for comments on the
	Technical Standards of Application for Pollutant Discharge Permit



and Issuing Technology of Food Manufacturing Industry and Food Feed Additives Manufacturing Industry. 27 June SAMR: Call for comments on the Administrative Measures of Food Production Licence (draft). SAMR: Call for comments on the Food Safety Law. 22 Aug 01 Oct SAMR: Call for comments on the *Methods for the Supplemental Test* and Rapid Test of Food. 28 Oct Ministry of Agriculture and Rural Affairs: Call for comments on the Administrative Measures for the Recycling of Pesticide Packaging Waste (draft). 01 Nov SAMR: Call for comments on the Measures for the Examination of Advertisements for Medicine, Medical Device, Health Food and FSMPs (draft). 22 Nov SAMR: Call for comments on the Administrative Measures for the Supervision of the Quality and Safety of Edible Agricultural Products on the Market (revised draft). 20 Dec SAMR: Call for comments on the Administrative Measures on Food Labelling (draft). 25 Dec GACC: Call for comments on the Regulations on the Administration of Registration of Overseas Food Manufacturing Enterprises (consultation draft). SAMR: Call for comments on the Notice of Opinions on the 2020 Food 30 Dec Safety Supervision Random Sampling Plan.

Other Working Group Activities in 2019

<u>Shanghai</u>	
26 Mar	Attended the European Chamber exchange session on garbage
	sorting and the recycling economy
15 Oct	Attended the European Chamber seminar on circular economy for
	plastics

For more information about the Agriculture, Food and Beverage Working Group or the European Chamber in general, please contact Xinyi Xie (xyxie@europeanchamber.com.cn).



Auto Components Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

<u>Shanghai</u>

Chair Serafino Bartolozzi, MAHLE Trading (Shanghai)

(Jan-Aug 2019)

Felix Koo, Schaeffler Greater China

(Sep-Dec 2019)

Vice Chair Simon Yang, Aptiv

Vice Chair Felix Koo, Schaeffler Greater China

(Jan-Aug 2019)

Business Manager Tiantian Qi

	Beijing	Shanghai
Number of member companies	28	76
Number of individuals receiving email notices	45	202
Number of working group meetings held	7	14
Average number of attendees	10	15

Introduction to the Working Group

The Auto Components Working Group was created in 2000. It consists of around 80 international companies involved in the manufacturing of auto components, machine tools for producing auto components and automotive assembly lines. Members also import and distribute auto components and provide after-sales services in China. This working group has fostered ties with various organisations and governmental bodies in Europe and China.

Working Group Meetings in 2019

Beijing 08 Apr, 24 Apr, 21 May, 25 Jun, 29 Oct, 06 Dec, 18 Dec

<u>Shanghai</u> 18 Jan, 04 Apr, 08 Apr, 24 Apr, 21 May, 29 May, 17 Jun, 19 Jun, 25 Jun,

25 Oct, 29 Oct, 26 Nov, 20 Nov, 06 Dec, 18 Dec

Chinese Government Advocacy Actions in 2019

Beijing

10 Aug Addressed a Professional Committee on Competition Policy and Law

(PCCPL) seminar on 'Anti-monopoly Law in the Automotive Industry'.



Auto Components Working Group Annual Report 2019

Shanghai

24 Apr Met with the Shanghai Administration of Foreign Experts Affairs to discuss

Foreign-Invested Enterprises Innovation Centre-related policies.

12 Jun Met with Zhang Tongzhu, team leader, Remanufacturing Task Force,

National Technical Committee of Auto Standardisation (CATARC), to

discuss remanufacturing issues.

17 Jun Sent an advocacy letter to the CATARC regarding the unbalanced

development of remanufacturing and related policy standards in China.

27 Jun Met with Jiang Shizhu, special commissioner, Ministry of Commerce, to

discuss the potential impact on European businesses from the United

States-China trade dispute and the current business environment.

20 Jul Met with the China Anti-Infringement and Anti-Counterfeit Innovation

Strategy Alliance (CAASA) on intellectual property (IP) protection

cooperation.

29 Nov Held discussion with the CAASA on IP protection strategies for members.

05 Dec Held concall with Zhang Tongzhu, team leader, Remanufacturing Task

Force, CATARC, for updates on remanufacturing policy and answers to the

working group's advocacy letter.

Submission of Comments for 2019 Laws and Regulations

14 Mar State Administration of Market Regulation: Call for comments on the

Repair, Replacement, and Return of Household Car Products (revised draft).

11 Dec National Development and Reform Commission: Call for comments on the

Measures for the Administration of Remanufacturing of Motor Vehicle

Parts.

Other Working Group Activities in 2019

<u>Shanghai</u>

26 Nov Attended the China Automotive Conference

For more information about the Auto Components Working Group or the European Chamber in general, please contact Tiantian Qi (tqi@europeanchamber.com.cn).



Automotive Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Tony Wu, FCA China
Vice Chair Lynn Luo, GM China
Vice Chair Dominik Declercq, ACEA
Business Manager/Working Group Xiaowen Ma (Jan–Oct 2019)
Coordinator Juanling Liu (starting Oct 2019)

	Beijing	Shanghai
Number of member companies	76	48
Number of individuals receiving email notices	213	65
Number of working group meetings held	13	4
Average number of attendees	18	31

Introduction to the Working Group

The Automotive Working Group consists of European manufacturers and importers of passenger cars and commercial vehicles/buses, automotive components (including tyres) special vehicles, and automated systems.

Working Group Meetings in 2019

<u>Beijing</u> 26 Mar, 03 Apr, 08 May, 18 May, 25 Jun, 28 Jun, 12 Sep, 25 Sep,

15 Oct, 21 Oct, 01 Nov, 05 Nov, 18 Nov

Shanghai 21 May, 25 Jun, 17 Oct, 26 Nov

Chinese Government Lobby Actions in 2019

Beijing

03 Apr Met with Shu Chang, partner, Greater China Strategy and

Operations, EY Transaction Advisory, to hear his insights on the

future market for China's new energy vehicle (NEV) market.

08 May Met with Willy Fabritius, global product champion, Information and

Organisational Resilience and lead auditor, ISO 9001/ISO 20000/ISO 27001, and Bangcai Wu, senior information and communications technology consultant, British Standards Institution, to discuss how standards contribute to organisations' personal information

protection efforts.

Automotive Working Group



Automotive Working Group Annual Report 2019

25 Jun Invited Ning Xuanfeng, senior partner, King & Wood Mallesons, and He Yanzhe, China Electronics Standardisation Institute, to discuss data protection in the automotive industry. Met with Catherine Guo, senior partner, King & Capital Law, and 25 Sep former journalist with Xinhua and CCTV, to present on how to deal with improper protection of consumer rights. 15 Oct Met with Wang Qing, deputy director, Market Economy Research Institute, Development Research Centre, State Council, on the recent trends in the automobile market. 21 Oct Met with Barbara Li, partner, Norton Rose Fulbright, to discuss and comment on the draft Implementation Regulations of the Foreign *Investment Law.* **18 NOV** Met with Li Luyao, China Transport Telecommunications and Information Centre, to discuss the rollout of the Cybersecurity Law in the maritime transport, logistics, automotive and aviation industries.

<u>Shanghai</u>

21 May Met with Sun Yue, vice director, Artificial Intelligence (AI)

Development Section, Shanghai Municipal Commission of Economy
and Informatisation, and Qiu Haoming, project manager, World AI

Conference and director; Shanghai DLG Exhibitions & Events (Group),

to discuss the World AI Conference and AI-related policies.

European Government Advocacy Actions in 2019

05 Nov Met with Tim Rühlig, research fellow, Swedish Institute of International Affairs, to discuss China's standardisation activities and

their impact in Europe.

17 Oct Met with Immo Buschmann, sales director, SAIC Volkswagen, to

share insights on automotive industry trends in China.

Submission of Comments for 2019 Laws and Regulations

03 Mar National Information Security Standardisation Technical Committee

(TC260): Call for comments on the Personal Information Security

Specification (draft).

30 Apr National Development and Reform Commission: Call for comments

on Issues and Recommendations Relating to the Digital Economy.

Automotive Working Group



Automotive Working Group Annual Report 2019

15 May	Certification and Accreditation Administration: Call for comments on
4 F. N. A.	the Regulation on Certification and Accreditation.
15 May	State Administration of Market Regulation (SAMR): Call for
	comments on the Administrative Provisions on Product Quality
	Supervision and Spot Inspections (draft).
31 May	SAMR: Call for comments on the <i>Provisions on the Supervision and</i>
	Administration of Online Transaction.
28 Jun	Cyberspace Administration of China (CAC): Call for comments on the
	Administrative Measures on Data Security.
29 Jun	Ministry of Commerce: Call for comments on the Rules on
	Implementing the Administrative Measures on Recycling of End-of-
	life Vehicles.
13 Jul	CAC: Call for comments on the Measures on Security Assessment of
	Cross-border Transfer of Personal Information.
10 Dec	Ministry of Industry and Information Technology: Call for comments
	on the Guideline of Building Industrial Standard System for Vehicle
	Internet (Intelligent Vehicle Management)
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Other Working Group Activities in 2019

<u>Beijing</u>	
26 Mar	Acted as strategic partner for the March Automotive Roundtable:
	Mobility X.0 – What Does the Future Look Like?
18 May	Supported the Belt and Road Digitisation Cooperation International
	Summit
12 Sep	Acted as strategic partner for the September Automotive
	Roundtable – Connected Vehicles for Future Mobility

For more information about the Automotive Working Group or the European Chamber in general, please contact Juanling Liu (jlliu@europeanchamber.com.cn) in Beijing.



Aviation and Aerospace Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Albert Varenne, Airbus Vice Chair Roger Xie, Rolls-Royce Vice Chair Jinsong Xia, Thales

Business Manager/Working Group Imogen Page-Jarrett (Jan-Apr 2019)

Coordinator Beichu Li (Apr–Oct 2019)

Juanling Liu (starting Oct 2019)

	Beijing	Shanghai
Number of member companies	42	13
Number of individuals receiving email notices	357	31
Number of working group meetings held	6	0
Average number of attendees	12	0

Introduction to the working group

The Aviation and Aerospace Working Group includes passenger and freight air carriers as well as companies that manufacture a broad range of aerospace products, including civil aircrafts, aero engines, helicopters, space systems and equipment. It also lists maintenance and service companies that carry out repairs, training and other activities supporting the aviation industry in general.

Working Group Meetings in 2019

Beijing 04 Mar, 18 Mar, 05 Oct, 18 Oct, 28 Oct, 19 Dec

Chinese Government Advocacy Actions in 2019

Bei	jing

25 Jan Met with Patrick Ky, executive director, European Union Aviation Safety Agency (EASA), and other representatives from EASA, the European Union Delegation to China (EUD) and the European Union (EU)-China Aviation Partnership Project (APP), to discuss the

European Business in China Position Paper 2018/2019 and recent

regulatory updates.

22 Feb Attended a symposium jointly held by the Legislative Affairs

Committee of the Standing Committee of the National People's

Aviation and Aerospace Working Group



Aviation and Aerospace Working Group Annual Report 2019

Congress and the Shanghai Municipal Commission of Commerce on

the draft Foreign Investment Law.

23 May Met with Yang Ting, deputy director, Division of Investment

Research, Department of Development Research, China Council for the Promotion of International Trade (CCPIT), and other representatives from CCPIT to discuss the promotion of international

trade.

Submission of Comments for 2019 Laws and Regulations

03 Mar National Information Security Standardisation Technical Committee

(TC260): Call for comments on the Personal Information Security

Specification (draft).

For more information about the Aviation and Aerospace Working Group or the European Chamber in general, please contact Juanling Liu (jlliu@europeanchamber.com.cn).



Banking and Securities Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Peter Ling-Vannerus, SEB

Vice Chair Joakim Hedhill, Svenska Handelsbanken

Business Manager Max Merkle

<u>Shanghai</u>

Vice Chair Thilo Zimmermann, SEB

Business Manager Max Merkle

	Beijing	Shanghai
Number of member companies	35	41
Number of individuals receiving email notices	82	114
Number of working group meetings held	5	5
Average number of attendees	9	6

Introduction to the Working Group

The Banking and Securities Working Group represents banking and securities financial institutions in China. The working group looks to engage with the China Banking Regulatory Commission and other financial services regulators in order to improve the operating environment for European banking and securities enterprises in China.

Working Group Meetings in 2019

Beijing 14 Jan, 08 April, 20 June, 27 Sep, 25 Nov Shanghai 14 Jan, 08 April, 20 June, 27 Sep, 25 Nov

Chinese Government Advocacy Actions in 2019

Met with Zhang Jinqi, Statistics, Information and Risk Management
Department, China Banking and Insurance Regulatory Commission
(CBIRC), and Li Wei and Ma Lan, International Cooperation and
Foreign Financial Institutions (FFIs) Supervision Department, CBIRC,
to discuss data localisation and cross-border transfer restrictions.
Met with Meiying Liu, the new deputy director general of the Beijing
Commerce Bureau, along with representatives from the Beijing
Municipal Business Information Consultation Centre, Foreign

Banking and Securities Working Group



Banking and Securities Working Group Annual Report 2019

Investment Development Division and Foreign Investment

Management Division under the Bureau.

25 Feb Sent lobby letter to the CBIRC on data localisation and cross-border

transfer restrictions.

13 Nov Met with Zhang Xiaoqiang, vice chair and CEO, China Centre for

International Economic Exchanges (CCIEE).

<u>Shanghai</u>

15 Oct Met with Zhang Xin, office director, Shanghai Finance Institute, and

Rebecca Zhang, event supervisor, Shanghai Finance Institute.

European Government Advocacy Actions in 2019

14 May Met with Ulrich Weigl, minister counsellor, Delegation of the

European Union (EU) to China, who provided updates from the EU.

Submission of Comments for 2019 Laws and Regulations

13 Jul Cyberspace Administration of China (CAC): Call for comments on

Measures on Security Assessment of Cross-border Transfer of

Personal Information.

Other Working Group Activities in 2019

Shanghai

15 Jan Conference: How can China Best Achieve an Internationally Open

and Mature Capital Market?

22 Mar Conference: Corporate Venturing – Strategies for Success

09 Dec Seminar: Energise Your Autumn: Green Finance – Saving the Planet,

a Savvy Investment

For more information about the Banking and Securities Working Group or the European Chamber in general, please contact Pablo Galvez (pgalvez@europeanchamber.com).



Carbon Market Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Wang Shu, ICF International
Business Manager/Working Group Cecilia Rovelli (Jan–Mar 2019)
Coordinator Beichu Li (Mar–Jun 2019)
Juanling Liu (starting Oct 2019)

	Beijing	Shanghai
Number of member companies	107	26
Number of individuals receiving email notices	276	33
Number of working group meetings held	6	2
Average number of attendees	17	10

Introduction to the Working Group

The Carbon Market Working Group is comprised of 60 member companies representing all aspects of the carbon market sector, including project developers, carbon funds, investors, lawyers, auditors and consultants as well as financial institutions and companies under compliance obligations. Working group activities include networking events and lobby meetings with Chinese and European officials.

Working Group Meetings in 2019

Beijing 14 Jan, 12 Apr, 21 Jun, 25 Oct, 05 Nov

Shanghai 21 Jun, 25 Oct, 19 Nov

Chinese Government Advocacy Actions in 2019

Beijing

12 Apr Met with Li Xiang, National Centre for Climate Change Strategy and

International Cooperation, to discuss the national greenhouse gases

reporting system.

19 Nov Met with Liu Feng, deputy director, Ministry of Ecology and

Environment, to discuss development of the Chinese carbon market and updates to policies and regulations related to the carbon

emission trading system (ETS).



Carbon Market Working Group Annual Report 2019

<u>Shanghai</u>

25 Oct Met with Li Jin, assistant general manager, Shanghai Environment

and Energy Exchange, to discuss updates to the pilot Shanghai ETS as well as the development and implementation of the national ETS.

European Government Advocacy Actions in 2019

14 Jan Met with Megan Richards, director, Energy Policy, Directorate-

General for Energy, European Commission, to discuss the influence of the EU-China Energy Cooperation Platform on European Chamber

member companies.

05 Nov Met with Tim Rühlig, research fellow, Swedish Institute of

International Affairs, to discuss China's standardisation activities and

their impact in Europe.

Other Working Group Activities in 2019

21 Jun Met with Maggie Jia, chief representative, Cheniere Energy, to

discuss the trade of liquefied natural gas between the United States

and China.

For more information about the Carbon Market Working Group or the European Chamber in general, please contact Juanling Liu (jlliu@europeanchamber.com.cn).



Cheese Industry Desk Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Lin Huipeng, Savencia China

Vice Chair Lisa Xu, Bei Lao Zi

Business Manager/Working Group Ziting Zhang (Jan–Jun 2019)

Coordinator Xi Ding (Jun–Oct 2019)

Ing Wang (starting Oct 2019)

	Beijing	Shanghai	Tianjin	Outside
				China
Number of member companies	5	3	1	0
Number of individuals receiving email notices	12	7	5	3
Number of working group meetings held	9	0	0	0
Average number of attendees	7	0	0	0

Introduction to the Desk

The Cheese Industry Desk was established in 2014 and lists nine prominent European cheese producers and industry associations as its members. The Cheese Industry Desk represents the interests of its members in China and promotes dialogue among relevant stakeholders.

Desk Meetings in 2019

Beijing 19 Feb, 27 Feb, 04 Mar, 21 Mar, 26 Mar, 10 Apr, 03 Jun, 05 Jul,

12 Jul

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>	
04 Mar	Met with Shao Wei, secretary general, China Institution of Food
	Science and Technology (CIFST), to discuss issues with cheese culture
	administration and further advocacy cooperation.
19 Apr	Organised a seminar on 'Cheese Industry and Cheese Culture
	Administration' to discuss related issues with representatives from
	the National Health Commission (NHC), the China National Centre of
	Food Safety Risk Assessment (CFSA) and industry experts.
17 May	Submitted advocacy letters to the NHC and the CFSA on
	administration of cheese cultures.

Cheese Industry Desk



Cheese Industry Desk Annual Report 2019

27 May

Met with Li Fengqin, director, Microbiology Laboratory, CFSA, and industry experts on safety assessment procedures for food strains.

Met with the CFSA and industry experts on issues relating to cheese culture safety assessment.

Met with Li Fengqin, director, Microbiology Laboratory, CFSA, and industry experts on safety assessment procedures for food strains.

Met with Zhang Zhiqiang, deputy director general, Food Safety Standards Supervision and Evaluation Department, National Health and Family Planning Commission (NHFPC), to discuss key issues in the special food sector.

European Government Advocacy Actions in 2019

Beijing

11 Dec Met with Damien Plan, counsellor, Agriculture Section, European

Union Delegation to China, on the Chinese regulatory environment

and issues relating to the special food sector.

Submission of Comments for 2019 Laws and Regulations

<u>Beijing</u>	
07 Jan	CFSA: Call for comments on the National Food Safety Standard of
	General Rules for Nutrition Labelling of Pre-packaged Foods (draft).
11 Mar	China General Administration of Customs (GACC): Call for comments
	on the Notice on the Inspection, Supervision and Administration of
	Import and Export Pre-packaged Food Labels (draft).
10 May	Ministry of Justice: Call for comments on the Food Safety Law (draft
	for revision).
15 May	State Administration for Market Regulation (SAMR): Call for
	comments on the Administrative Provisions on Product Quality
	Supervision and Spot Inspections (draft).
13 Jun	SAMR: Call for comments on the <i>Measures for Handling Complaints</i>
	and Reports on Market Supervision and Management (draft).
26 Jun	SAMR: Call for comments on the Administrative Provisions on Food
	Production Permits (draft).
20 Jul	NHC: Call for comments on the National Food Safety Standard Cheese
	(draft).



Cheese Industry Desk Annual Report 2019

20 Jul	NHC: Call for comments on the <i>National Food Safety Standard Processed Cheese</i> (draft).
22 Aug	SAMR: Call for comments on the Food Safety Law.
17 Sep	SAMR: Call for comments on the Interim Measures for Handling
	Complaints and Reporting in Market Supervision and Administration
	(draft).
01 Nov	National Dairy Research Centre: Call for comments on the National
	Food Safety Standard Cheese (draft for revision).
04 Nov	National Dairy Research Centre: Call for comments on the National
	Food Safety Standard Whey Powder and Whey Protein Powder (draft
	for revision).
08 Nov	National Dairy Research Centre: Call for comments on the National
	Food Safety Standard Cream, Butter, and Anhydrous Milk Fat (draft).
20 Dec	SAMR: Call for comments on the Administrative Measures on Food
	Labelling (draft).
25 Dec	GACC: Call for comments on the Regulations on the Administration
	of Registration of Overseas Food Manufacturing Enterprises (draft).
25 Dec	National Dairy Research Centre: Call for comments on the National
	Food Safety Standard Cheese (draft for revision).
30 Dec	SAMR: Call for comments on the <i>Notice of Opinions on the 2020 Food</i>
	Safety Supervision Random Sampling Plan (draft).

Other Working Group Activities in 2019

<u>Beijing</u>	
19 Mar	Participated in a seminar on 'Cheese Development in China' held by
	the China Dairy Industry Association.
03 Mar	Participated in the 2019 International Food Safety and Health
	Conference held by the CIFST.
25 Oct	Participated in the 'Say Cheese' Tianjin Gala.

For more information about the Cheese Industry Desk or the European Chamber in general, please contact Ing Wang (iwang@europeanchamber.com.cn) or Ziting Zhang (ztzhang@europeanchamber.com.cn) in Beijing.



Compliance and Business Ethics Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Vice Chair Marcel Radunski, Siemens

Working Group Coordinator Sitong He

<u>Shanghai</u>

Chair David Du, Bosch
Vice Chair Edwin Li, DSM
Working Group Coordinator Sitong He

	Beijing	Shanghai
Number of member companies	26	64
Number of individuals receiving email notices	37	86
Number of working group meetings held	8	8
Average number of attendees	13	16

Introduction to the Working Group

Created in 2015, the Compliance and Business Ethics Working Group provides a trusted environment for European Chamber members to share their experiences, including both challenges and triumphs relating to compliance and business ethics. They also meet in an effort to promote greater clarity on anti-bribery legislation. Through experience-sharing, the working group fosters learning and development of its members, and enhances compliance practices among member companies operating across China. The working group is active in Shanghai and Beijing, and membership is open only to industry representatives that are inhouse counsels, compliance officers or internal auditors.

Working Group Meetings in 2019

Beijing 08 Apr, 09 Apr, 13 Jun, 25 Jun, 27 Sep, 10 Oct, 29 Nov, 06 Dec Shanghai 08 Apr, 09 Apr, 13 Jun, 25 Jun, 27 Sep, 10 Oct, 29 Nov, 06 Dec

Chinese Government Advocacy Actions in 2019

<u>Shanghai</u>

08 Apr Met with officials from the Anti-monopoly and Price Supervision

Office, Shanghai Municipal Administration of Market Supervision, and discussed anti-monopoly practice and retail price compliance.

Compliance and Business Ethics Working Group



Compliance and Business Ethics Working Group Annual Report 2019

Submission of Comments for 2019 Laws and Regulations

09 Aug State Administration for Market Regulation (SAMR): Call for

comments on the Administrative Measures for Lists of Parties with

Seriously Illegal and Dishonest Acts (draft).

17 Sep SAMR: Call for comments on the *Regulations on Proper Exercise of*

Discretion in the Imposition of Administrative Penalties by

Administrative Departments for Market Regulation (draft).

22 Nov SAMR: Call for comments on the Opinions on Implementing the

Regulations on Optimising the Business Environment (draft).

12 Dec SAMR: Call for comments on the Compliance Guidelines on Anti-

monopoly for Operators (draft).

Other Working Group Activities in 2019

<u>Shanghai</u>

14 Oct 5th Annual Compliance Conference: Not a Game of Chance

For more information about the Compliance and Business Ethics Working Group or the European Chamber in general, please contact Sitong He (sthe@europeanchamber.com.cn).



Construction Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Javier Lopez, Euro Sino Invest

Vice Chair Massimo Bagnasco, Progetto CMR Beijing

Working Group Coordinator Kevin Gao (Jan–Feb 2019)

Alessandro Bazzoli (Mar-Sep 2019)

Shanghai

Business Manager/Working Group Helei Fu (Jan–Feb 2019)

Coordinator Rachel Rapaport (starting Mar 2019)

	Beijing	Shanghai
Number of member companies	41	83
Number of individuals receiving email notices	69	144
Number of working group meetings held	4	4
Average number of attendees	5	11

Introduction to the Working Group

The Construction Working Group was established in 2003 to represent European construction service providers (CSPs) operating in China. As part of the European Chamber's working group reorganisation in March 2016, the European Heating Industry Desk became a sub-working group of the Construction Working Group. The main objective of the Construction Working Group is to facilitate dialogue on important issues with key stakeholders, including the Ministry of Housing and Urban-Rural Development (MOHURD), the National Development and Reform Commission (NDRC), European Union (EU) institutions and construction-related organisations. Such dialogues provide technical assistance on Chinese construction priorities, with a current focus on sustainable urban development and high-quality, energy-efficient buildings.

Working Group Meetings in 2019

<u>Beijing</u> 11 Mar, 22 Apr, 15 Jun, 11 Nov <u>Shanghai</u> 11 Mar, 22 Apr, 21 May, 11 Nov



Construction Working Group Annual Report 2019

Chinese Government Advocacy Actions in 2019

Beijing

11 Apr Met with Fan Di'an, president, Central Academy of Fine Arts (CAFA),

Baojun Yang, president, China Academy of Urban Planning and Design (CAUPD), MOHURD, and Xu Jianbing, deputy party secretary, at the workshop 'e-Culture Innovation and Cooperation in the Digital Era' in Huzhou, organised jointly by the CAUPD, Huzhou Government

and the CAFA.

16 Apr Met with Jiang Songlin, deputy director, Department of Foreign

Capital and Overseas Investment, Sichuan Provincial Development and Reform Commission, as well as other local officials to discuss

issues relating to operating a business in Sichuan.

17 Apr Met with Wang Yihong, vice governor, Sichuan Provincial

Government, on the local business environment.

14 Jun Met with Ren Zhiwu, deputy secretary general, NDRC, and Shi

Yulong, director general, China Centre for Urban Development, NDRC, at the 5th China Smart City International Expo held in Beijing.

Shanghai

18 Jan Met with Yuan Quan, vice governor, Hongkou District, while

participating in the North Bund International Framework Initiative for Green Technical Cooperation and launch of the Shanghai

Hongkou Green Industry Development Institute.

Submission of Comments for 2019 Laws and Regulations

29 Jul MOHURD: Call for comments on the Technical Standards for

Substations of 20kV and Below.

15 Oct MOHURD: Call for comments on *Code for Building Fire Protection*.

Other Working Group Activities in 2019

Beijing

28 May Seminar: Smart Factories and the Environmental Law – New Era of

Sustainable Manufacturing

For more information about the Construction Working Group or the European Chamber in general, please contact Pablo Galvez in Shanghai (pgalvez@europeanchamber.com.cn) or Charlotte Svensson in Beijing (cSvensson@europeanchamber.com.cn).

Construction Working Group



Consumer Finance and Non-Banking Financial Institutions Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Anastasia Kornilova, Home Credit

Consumer Finance Co, Ltd

Business Manager Alessandro Bazzoli (Mar–Sep 2019)

Shanghai

Business Manager Max Merkle

	Beijing	Shanghai
Number of member companies	30	46
Number of individuals receiving email notices	57	75
Number of working group meetings held	2	1
Average number of attendees	10	12

Introduction to the Working Group

The Consumer Finance and Non-banking Financial Institutions Working Group includes leading European finance operations in China such as consumer finance, auto finance, financial leasing, small loans, and other entities engaged in consumer finance services in cooperation with third parties (e.g. guarantee companies).

Working Group Meetings in 2019

Beijing 06 May, 08 May

Shanghai 06 May

Chinese Government Advocacy Actions in 2019

06 May Met Xiaoyi Zhu, senior project officer, China Association of

Microfinance, to discuss key aspects of China's microcredit industry.

18 Jul Met with Wang Zhaoxing, vice chair, China Banking and Insurance

Regulatory Commission, to discuss removing financing restrictions

on licensed consumer finance companies.

Consumer Finance and Non-Banking Financial Institutions Working Group



Consumer Finance and Non-Banking Financial Institutions Working Group Annual Report 2019

Other Working Group Activities in 2019

<u>Shanghai</u>

15 Jan Financial Services Conference: Capital Markets

For more information about the Consumer Finance & Non-Banking Financial Institutions Working Group or the European Chamber in general, please contact Charlotte Svensson (csvensson@europeanchamber.com.cn).



Corporate Social Responsibility Forum Annual Report 2019

22019 Working Group Chairs and Business Managers

Beijing

Vice Chair Boyong Yuan, Bayer

Business Manager June Yu

<u>Shanghai</u>

Chair Hui Zhang, United Technologies

Vice Chair Frances Luk, BASF

Business Manager Tiantian Qi

	Beijing	Shanghai
Number of member companies	73	173
Number of individuals receiving email notices	122	283
Number of working group meetings held	3	5
Average number of attendees	7	16

Introduction to the Working Group

The Corporate Social Responsibility (CSR) Forum is an event-driven platform that regularly organises meetings, training and events of interest to all European Chamber members. Acting as an interactive platform, the forum aims to enhance CSR visibility, while promoting best practices established by European companies and emphasising the importance of a strategic and innovative approach to CSR. This forum also fosters CSR communication, collaboration and co-innovation between European Chamber members and Chinese government agencies, professional organisations, local business partners and non-governmental organisations (NGOs), as well as Chinese society at large. In line with the European Union (EU) Strategy on CSR, the forum defines CSR as the responsibility of enterprises to contribute towards creating a sustainable society, environment and economy.

Working Group Meetings in 2019

Beijing 07 Mar, 11 Jun, 29 Nov

<u>Shanghai</u> 07 Mar, 15 Mar, 05 Jun, 29 Nov, 29 Nov

European Government Advocacy Actions in 2019

Shanghai

29 Mar Met with Kristin Iglum, consul general of Norway in Shanghai, and the

Mission of Norwegian Ethics Information Committee and outlined the

European Chamber CSR work and observations.



Corporate Social Responsibility Forum Annual Report 2019

05 Jun Met with Vicky Pollard, environment counsellor, Delegation of the EU

to China, regarding the Third Zero Plastic Campaign in 2019 sharing session titled 'An Overview of EU Measures on Plastic and Marine

Litter'.

26 Jun Met with Eline van Nistelrooij, deputy consul general of the

Netherlands in Shanghai, and Lisette Lindahl, consul general of Sweden in Shanghai, at the Sustainable Business Awards (SBA) Judges

Information Session.

17 Sep Met with Lisette Lindahl, consul general of Sweden in Shanghai at the

SBA 2019.

Other Working Group Activities in 2019

Shanghai

<u></u>	
17 Jan	Co-hosted Chief Responsibility Officer Global Forum with SynTao
15 Mar	Co-hosted seminar at the China Europe International Business School
	(CEIBS): Embedding Sustainability in the Organisation
26 Mar	Seminar: First Zero Plastic Campaign in 2019 – Exchange Session on
	Garbage Sorting and Recycling Economy
08 May	Conference: 10 th European Chamber Sustainable Business Talk – CEO
	Talk with Volvo Construction Equipment
21 May	Information Session of SBA 2019
03 Jun	Seminar: Second Zero Plastic Campaign in 2019 – Past, Present and
	Future
05 Jun	Seminar: Third Zero Plastic Campaign in 2019 – An Overview of EU
	Measures on Plastic and Marine Litter
12 Jun	Seminar: PricewaterhouseCoopers and the United Nations
	Development Programme joint exclusive screening of Our Planet: Our
	Business
20 Jun	Conference: 11 th Sustainable Business Talk – Corporate Social
	Profitability CEO Talk with Outotec
26 Jun	Seminar: SBA Judges Information Session
27 Aug	Conference: 12 th Sustainable Business Talk – Corporate Social
	Profitability CEO Talk with Carrefour
29 Aug	Attended Carbon Disclosure Programme (CDP) Appreciation Dinner
17 Sep	Conference: Sustainable Business Awards 2019
15 Oct	Seminar: Breaking the Mold – Creating a Circular Economy for
	Plastics



Corporate Social Responsibility Forum Annual Report 2019

For more information about the Corporate Social Responsibility Forum or the European Chamber in general, please contact June Yu in Beijing (jyyu@europeanchamber.com.cn) or Tiantian Qi in Shanghai [tqi@europeanchamber.com.cn].



Cosmetics Working Group Annual Report 2019

2019 Working Group Chairs and Business Manager

Beijing

Chair Janice Ma, L'Oréal

Vice Chair Christina Liu, LVMH P&C

Vice Chair Ivy Wang, P&G

Business Manager Cocoa Liu (Jan–Jun 2019)

Carol He (Jun-Oct 2019)

June Yu (starting Oct 2019)

	Beijing	Shanghai
Number of member companies	45	60
Number of individuals receiving email notices	107	176
Number of working group meetings held	30	2
Average number of attendees	15	30

Introduction to the Working Group

The Cosmetics Working Group consists of more than 70 member companies, including a large number of international well-known cosmetics brands, with a diverse range of business models. The majority of members have established research and development production facilities in China and are industry leaders. Their expertise has been widely recognised by consumers, and they have contributed significantly to cosmetics development in China. The cosmetics industry has also acted as a catalyst for other related industries, such as fine chemicals, packaging, logistics and advertising. The Cosmetics Working Group aims to:

- represent the interests of European cosmetics enterprises and facilitate information exchange among members, professional associations and regulatory bodies;
- promote the healthy and sustainable development of China's cosmetic industry and contribute to the formation of a fair, efficient and transparent regulatory environment; and
- ensure consumer safety.

Working Group Meetings in 2019

<u>Beijing</u> 03 Jan, 21 Jan, 22 Jan, 13 Feb, 18 Feb, 07 Mar, 18 Mar, 28 Mar,

04 Apr, 09 May, 21 May, 24 May, 06 Jun, 04 Jul, 29 Jul, 28 Aug, 05 Sep, 12 Sep, 10 Oct, 17 Oct, 24 Oct, 25 Oct, 14 Nov, 05 Dec, 12 Dec,

23 Dec

Shanghai 28 Mar, 29 July



Cosmetics Working Group Annual Report 2019

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>	
25 Jan	Met with the National Institutes for Food and Drug Control (NIFDC) and the British Embassy to discuss cooperation on safety assessment training in 2019.
28 Feb	Met with the Cosmetics Supervision and Administration Department, National Medical Products Administration (NMPA), on the Nonspecial Notification Management Rules (draft for comments), the Special Cosmetics Renewal Rules (draft for comments) and the Administrative Measures on Cosmetics Registration and Notification Inspections (draft for comments).
20 Mar	Joint meeting in Beijing involving multiple European Chamber working groups and desks with Xue Guoqin, deputy director general, Regulatory Department, State Administration of Market Regulation (SAMR), to discuss the legislative work plan for 2019.
24 Apr	Submitted an advocacy letter to the NMPA on industry concerns and suggestions on the serious delays in the registration process for special cosmetics.
4 Jun	Submitted a letter of thanks to Jiao Hong, administrator, NMPA, as a follow-up to the advocacy letter on industry concerns regarding the serious delays in the registration process for special cosmetics.
22 Jul	Met with the NIFDC and delivered feedback on evaluation issues and requirements.
9 Sep	Submitted an advocacy letter to the NIFDC on its new functions and work plan as well as alternative animal test (AAT) methods in safety assessments.
15 Oct	Met with Li Jinju, director general, Cosmetics Department, NMPA, to discuss the planned <i>Cosmetics Supervision and Administration Regulation</i> as well as cosmetics evaluation issues.
17 Oct	Joint meeting involving the European Chamber's Standards and Conformity Assessment Working Group (WG), Automotive WG, Fashion and Leather Advisory Committee and the Quality and Safety Services Sub-working Group with Tian Shihong, vice minister, SAMR, also administrator, Standardisation Administration of China (SAC), as well as director generals and deputy director generals from various departments and bureaus within SAMR responsible for standards, to discuss foreign-invested enterprises' fair participation in



Cosmetics Working Group Annual Report 2019

standardisation work; SAMR's standardisation system reform; the relationship between compulsory, social organisation and enterprise standards; transparency and fairness in market surveillance; and

the Product Safety Law.

25 Oct Met with Sun Lei, director, NIFDC, to discuss industrial feedback on

AAT, standards and other issues.

16 Dec Submitted three proposals to Li Jinju, director general, Cosmetics

Department, NMPA, on consistency in the contents of Chinese and

original labels.

<u>Shanghai</u>

22 Feb Met with the Legislative Affairs Committee, Standing Committee of

the National People's Congress and the Shanghai Municipal Commission of Commerce on the draft Foreign Investment Law.

European Government Advocacy Actions in 2019

Beijing 25 Jan Met with the British Embassy and the NIFDC to discuss cooperation on safety assessment training for 2019. 08 Apr Sent feedback from members on technical committees (TCs) that European companies had problems accessing, and also on their concerns (e.g. simple access, obtaining voting rights, becoming a top Met with Gerald Renner, director, Technical Regulatory Affairs, 27 Sep Cosmetics Europe, to exchange updates on cosmetics regulations in both the European Union (EU) and China. Joint meeting involving the European Chamber's Information and 08 Nov Communication Technology WG, the Standards and Conformity Assessment WG, the Consumable and Disposable Medical Devices Desk and the Pediatric Nutrition Desk with Adeline Hinderer, head of unit, Directorate-General for Trade, European Commission, to discuss access to standardisation work, the 'buy China' policy, registration issues for medical devices, the approval procedure for infant formula milk, the Cryptography Law, and telecoms/valueadded services licensing, among other concerns. 12 Dec Sent letter to Mervi Kahlos, first counsellor, Trade Section, EU Delegation to China, to brief her on industry concerns and relevant

regulations for the cosmetics sector in China.



Cosmetics Working Group Annual Report 2019

Submission of Comments on Laws and Regulations in 2019

31 Jan	NMPA: Call for comments on the Administrative Measures on
	Cosmetics Registration and Notification Inspections (draft).
16 Feb	WTO TBT: Call for comments on the Cosmetics Supervision and
	Administration Regulations (draft).
21 Jun	NIFDC: Call for comments on the Test Methods for Preservatives in
	Cosmetics (draft).
24 Jun	NIFDC: Call for comments on the Safety and Technical Standard for
	Cosmetics (revision).
17 Sep	SAMR: Call for comments on the Interim Measures for Handling
	Complaints and Reporting in Market Supervision and Administration
	(draft).
25 Sep	NMPA: Call for comments on the Catalogue of Remaining Licensing
	Items in the Medical Products Supervision System (draft).
20 Dec	NMPA: Call for comments on the Interim Administrative Regulation
	on Overseas Inspection for Cosmetics (draft).

Other Working Group Activities in 2019

<u>Beijing</u>	
20 May	Delivered keynote speeches at the China Science Popularisation
	Week on cosmetics safety.
27 May	Presented at the China Cosmetics Development Conference, co-
	organised by the China Health Care Association and China Health
	Media Group.
25 Sep	Jointly organised an event with the Marketing and Communications
	Forum, Legal and Competition WG, Automotive WG, Paediatric
	Nutrition Desk, Food for Special Medical Purposes Advisory
	Committee and the Cheese Industry Desk, and invited Catherine Guo,
	senior partner, King & Capital Law, and former journalist, Xinhua and
	CCTV, to present on how to deal with improper protection of
	consumer rights.

For more information about the Cosmetics Working Group or the European Chamber in general, please contact June Yu (jyyu@europeanchamber.com.cn)_in Beijing.



Cybersecurity Sub-working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Jianying He, SAP (Jan-Nov 2019)
Vice Chair Barbara Li, Norton Rose Fulbright

Business Manager Xiaowen Ma

	Beijing	Shanghai
Number of member companies	87	48
Number of individuals receiving email notices	194	63
Number of working group meetings held	5	5
Average number of attendees	20	10

Introduction to the Working Group

In view of an increasingly strengthened regulatory environment in the Chinese information and communication technology (ICT) sector, as well as relevant advocacy needs in this regard, a Cybersecurity Sub-working Group was established at the European Chamber under the ICT Working Group. The sub-working group focuses on advocating on Chinese security-related legislation and any extension of such policies into banking, insurance and other industries.

Sub-working Group Meetings in 2019

<u>Beijing</u> 13 Mar, 25 Jun, 08 Jul, 23 Jul, 27 Sep <u>Shanghai</u> 13 Mar, 25 Jun, 08 Jul, 23 Jul, 27 Sep

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>	
24 Jan	Discussed data localisation and cross-border transfer restrictions
	with the China Banking and Insurance Regulatory Commission
	(CBIRC).
25 Feb	Submitted an advocacy letter to the CBIRC on data localisation and
	cross-border transfer restrictions.
09 May	Met with Guo Qiquan, chief engineer, 11th Bureau, Ministry of Public
	Security (MPS), to discuss cybersecurity and data protection.
16 May	Attended a policy interpretation and promotion conference themed
	'Classified Cybersecurity Protection' organised by the MPS.



Cybersecurity Sub-working Group Annual Report 2019

18 May	Had a call with the Cybersecurity Protection Bureau, Ministry of Industry and Information Technology (MIIT), to follow up on comments submitted on the <i>Guidelines on Strengthening Industrial Internet Security</i> (draft).
13 Jun	Participated in a seminar on the <i>Administrative Measures on Data Security</i> (draft) released by the Cyberspace Administration of China (CAC).
22 Jul	Met with Feng Yuan, director, Department of Foreign Capital and Overseas Investment, National Development and Reform Commission (NDRC), on the <i>Regulation on Optimising Business Environment</i> .
01 Aug	Met with the Zhejiang Smart City Promotion Association, Zhejiang Province Economic and Information Commission, to discuss opportunities for future cooperation, such as the Light of the Internet Expo on the sidelines of the World Internet Summit.
04 Sep	Joined a Chamber delegation in a visit to the Institute of Market Economy, Development Research Centre of the State Council (SCDRC), and was received by Wang Wei, director general.
25 Sep	Joined a Chamber delegation in a meeting with Zhang Chun, deputy director general, Fiscal, Financial Affairs and Credit Building Department, NDRC, along with Wang Jing, director, Foreign Investment Administration Department, Ministry of Commerce, and deputy directors of the National Public Credit Information Centre to discuss Corporate Social Credit System issues.
31 Oct	Joined a seminar organised by the MIIT on the <i>Provisions on Cybersecurity Vulnerabilities Management</i> (draft).
18 Nov	Hosted a closed-door meeting with Dr Li Luyao, China Transport Telecommunications and Information Centre (CTTIC), to gain insights on how the Cybersecurity Law had been rolled out in the maritime transport, logistics and automotive industries, with a focus on the status quo of critical information infrastructure and data protection.

European Government Advocacy Actions in 2019

02 Apr Met with a delegation from the Body of European Regulators for

Electronic Communication during their visit to China, and discussed the ICT ecosystem in both the European Union (EU) and China.



Cybersecurity Sub-working Group Annual Report 2019

13 Jun	Met with negotiators of the EU-China Comprehensive Agreement on
	Investment to discuss market access issues and topics such as
	telecoms, cybersecurity, cryptography and new energy vehicles.
08 Jul	Met with a visiting Digital Europe delegation to exchange insights on
	Chinese and European ICT regulations.
24 Jul	Met with Flora Schulte Nordholt, policy officer, Political Department,
	Embassy of the Kingdom of the Netherlands, to discuss recent
	cybersecurity regulations.

Submission of Comments for 2019 Laws and Regulations		
03 Mar	National Information Security Standardisation Technical Committee	
	(TC260): Call for comments on the Personal Information Security	
	Specification (draft for revision).	
30 Apr	NDRC: Call for comments on the <i>Issues and Recommendations</i>	
	Relating to the Digital Economy.	
30 Apr	MIIT: Call for comments on the Guiding Opinions on Strengthening	
	Industrial Internet Security (draft).	
15 May	Tianjin CAC: Call for comments on the <i>Tianjin City Administrative</i>	
	Measures on Data Security (trial) (draft).	
14 Jun	CAC: Call for comments on the Cybersecurity Review Measures	
	(draft).	
28 Jun	CAC: Call for comments on the Administrative Measures on Data	
	Security.	
30 Jun	CAC: Call for comments on the <i>Provisions on Protecting Children's</i>	
	Personal Information Online (draft).	
04 Jul	MIIT: Call for comments on the <i>Implementing Measures on Testing</i>	
	of Critical Network Equipment.	
13 Jul	CAC: Call for comments on the Measures on Security Assessment of	
	Cross-border Transfer of Personal Information.	
18 Jul	MIIT: Call for comments on the <i>Provisions for Cybersecurity</i>	
	Vulnerabilities Management (draft).	
08 Aug	TC260: Call for comments on the General Requirements for	
	Information System Cryptography Application (draft).	
08 Aug	TC260: Call for comments on the <i>Guidelines for Personal Information</i>	
	Security Engineering (draft).	



Cybersecurity Sub-working Group Annual Report 2019

O8 Aug

TC260: Call for comments on the Personal Information Security Specification (draft).

21 Aug

CAC: Call for comments on the Measures on Credit Information Management for Seriously Untrustworthy Internet Information Services Entities (draft).

O2 Sep

National People's Congress: Call for comments on the Cryptography Law (draft).

MIIT: Call for comments on the Guiding Opinions on Industrial Big Data Development (draft).

Other Working Group Activities in 2019

Beijing

28 Mar	Met with the Asia Securities Industry & Financial Markets Association on China's Cybersecurity Law and the Chamber's work in this regard.
18–19 May	Attended the 2019 Belt and Road Digitisation International Summit.
29 Jul	Facilitated a meeting between the EU Delegation to China and the
	China Electronics Standards Institute on electronic identification.
30 Oct	Jointly hosted the 'EU-China Co-Funding Mechanism (CFM) for
	European Companies' workshop on the application and evaluation
	procedures of the CFM, with the EU-funded project, Improving EU
	Access to National and Regional Financial Incentives for Innovation
	in China.
04 Nov	Seminar: Classified Cybersecurity Protection – Requirements,
	Changes and Compliance
22 Nov	Jointly hosted a meeting with the China Council of Promotion of
	International Trade (CCPIT) themed 'Data Protection Compliance in
	the New Era' on relevant compliance requirements from both legal
	and practical perspectives.

For more information about the Cybersecurity Sub-working Group or the European Chamber in general, please contact Ziting Zhang (ztzhang@europeanchamber.com.cn).



Energy Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Guido Giacconi, In3Act Vice Chair Liu Hengwei, ENGIE

Business Manager/Working Group Ziting Zhang (Jan-May 2019)
Coordinator Beichu Li (May-July 2019)
Juanling Liu (starting Oct 2019)

<u>Shanghai</u>

Chair Andreas Eisfelder, Siemens
Vice Chair Giuseppe Auguadro, Ilum China
Business Manager/Working Group Helei Fu (Jan–March 2019)

Coordinator Rachel Rapaport (starting Mar 2019)

	Beijing	Shanghai
Number of member companies	86	86
Number of individuals receiving email notices	198	144
Number of working group meetings held	8	7
Average number of attendees	19	9

Introduction to the Working Group

The Energy Working Group is composed of more than 100 energy and equipment manufacturing companies that have over 150,000 employees in China collectively. The working group seeks to establish an effective and constructive dialogue on energy policies with relevant Chinese regulators, to provide input on China's energy policy work and to share best practices from European energy industries operating in China. The overall aim is to create a fair, transparent and level playing field to promote competition between international businesses and local companies, as well as the development and integration of clean and renewable energies, while supporting China in its present and forthcoming energy transition.

Working Group Meetings in 2019

<u>Beijing</u> 14 Jan, 12 Apr, 21 Jun, 04 Jul, 26 Sep, 25 Oct, 13 Dec, 17 Dec

<u>Shanghai</u> 12 Apr, 19 Jun, 21 Jun, 04 Jul, 26 Sep, 25 Oct, 17 Dec



Energy Working Group Annual Report 2019

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>	
22 May	Met with Ren Shuben, director general, Resource Conservation and Environment Protection Department, National Development and
	Reform Commission (NDRC), to discuss the circular economy, utilisation efficiency of resources, green industry and green pricing
	mechanism, water resource management and pilot projects.
31 Oct	Met with Li Fanrong, vice administrator, National Energy
	Administration (NEA), to discuss energy transformation from coal to
	gas, energy efficiency, hydrogen development, renewables, green
	energy procurement and international cooperation.
19 Nov	Met with Liu Feng, director, Department of Climate, Ministry of
	Ecology and Environment (MEE), to discuss carbon emissions regulations.
02 Dec	Met with Yang Lei, deputy director, Oil and Gas Department, NEA, to
	discuss new developments in China's natural gas industry.
13 Dec	Met with Xu Jilin, deputy director general, NEA, to discuss green
	hydrogen and its applications in the automotive sector.
17 Dec	Met with Liang Cai and Gao Guowei, State Grid Energy Research
	Institute, to discuss the power system reform.

European Government Advocacy Actions in 2019

<u>Beijing</u>	
14 Jan	Met with Megan Richards, director, Energy Policy, Directorate-
	General for Energy (DG ENER), European Commission, to discuss the
	implementation of the EU-China Energy Cooperation Platform (ECECP).
03 Apr	Met with Karmenu Vella, commissioner, Environment, Maritime
	Affairs and Fisheries, European Commission, and Nicolas Chapuis,
	ambassador, Delegation of the EU to China, to discuss key
	environmental issues in China and their relation to European
	business.
31 Oct	Met with Florian Ermacora, head of unit, and Tomasz Jerzyniak,
	international relations officer, DG ENER, European Commission, to
	discuss Component B of the ECECP

Energy Working Group



Energy Working Group Annual Report 2019

02 Dec Met with the Access to Procurement Markets unit, Directorate-

General for Internal Market, Industry, Entrepreneurship and Small and Medium-sized Enterprises, European Commission, to discuss negotiations for China's ascension to the World Trade Organization's

Agreement on Government Procurement.

Shanghai

31 Oct Met with Florian Ermacora, head of unit, and Tomasz Jerzyniak,

international relations officer, DG ENER, European Commission, to

discuss Component B of the ECECP.

Submission of Comments for 2019 Laws and Regulations

Power (draft).

Submission of Comm	ents for 2019 Laws and Regulations
11 Apr	China National Institute of Standardisation: Call for comments on the
	National Standard for Technical Requirements for Online Monitoring
	of Energy Consumption Companies and Institutions (draft).
24 Apr	MEE: Call for comments on Three National Environmental Protection
	Standards for Technical Specifications for Application and Issuance of
	Pollution Discharge Permits.
23 Jul	Ministry of Transport: Call for comments on the Safety Requirements
	for Whole-Ship Transportation of Liquefied Natural Gas (draft).
29 Jul	Ministry of Housing and Urban-Rural Development (MOHURD): Call
	for comments on the Technical Standards for Substations of 20kV
	and Below (draft).
15 Oct	MOHURD: Call for comments on the Code for Building Fire Protection.
22 Oct	MEE: Call for comments on Management Regulations on Assessing
	the Environmental Impact Caused by Petroleum and Natural Gas
	Industry (draft).
14 Nov	NEA: Call for comments on the Guide on Security and Stability for
	Power Systems (draft).
18 Nov	MEE: Call for comments on the Technical Guidelines for
	Environmental Impact Assessment: Ecological Impact, Construction
	Project of Petroleum and Natural Gas Development on Land, and the
	Noise Impact Assessment.
18 Dec	NDRC: Call for comments on the Measures of Supervising Grid
	Companies for Wholly Purchasing Guaranteed Renewable Energy

Energy Working Group



Energy Working Group Annual Report 2019

Other Working Group Activities in 2019

<u>Beijing</u>	
19 Nov	Seminar: Carbon Emission Rights Trading Management
<u>Shanghai</u>	
15 Apr	Presented at China Utility Week
28 May	Seminar: Smart Factories and the Environmental Law – New Era of
	Sustainable Manufacturing
11 Sep	Seminar: Energise Your Autumn – Energy Transition and
	Decarbonisation
05 Nov	Seminar: Energise Your Autumn – Hydrogen, The Ultimate Future of
	Energy?
09 Dec	Seminar: Energise Your Autumn – Green Finance: Saving the Planet,
	a Savvy Investment
10 Dec	4 th Meeting of the German Local Business Advisory Council of the
	Sino-German Energy Partnership.

For more information about the Energy Working Group or the European Chamber in general, please contact Juanling Liu in Beijing (jlliu@europeanchamber.com.cn) or Rachel Rapaport in Shanghai (rrapaport@europeanchamber.com.cn).



Environment Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Jet Chang, TOMRA

Vice Chair Christoph Schrempp, Airbus

Business Manager Michelle Zhang

<u>Shanghai</u>

Chair Peter Corne, Dorsey & Whitney LLP Vice Chair Johnny Browaeys, GREENMENT

Environment

Business Manager/Working Group Helei Fu (Jan–Mar 2019)

Coordinator Rachel Rapaport (starting Mar 2019)

	Beijing	Shanghai
Number of member companies	165	127
Number of individuals receiving email notices	269	270
Number of working group meetings held	14	13
Average number of attendees	17	17

Introduction to the Working Group

Established in 2006, the Environment Working Group currently consists of more than 160 member companies involved in engineering, manufacturing, construction, and consultancy and certification services. Members come from a variety of industry sectors, such as waste, water, smart grids, chemicals, pharmaceuticals, petroleum, biochemistry and logistics. Environmental technology service providers, consultants and lawyers are also active members of the working group.

Working Group Meetings in 2019

Beijing 04 Mar, 05 Mar, 25 Mar, 17 Apr, 22 May, 23 May, 20 Jun, 22 Jul,

25 Oct, 12 Nov, 06 Dec, 12 Dec, 17 Dec, 18 Dec

<u>Shanghai</u> 04 Mar, 17 Apr, 28 May, 19 Jun, 27 Jun, 22 Jul, 15 Oct, 25 Oct,

05 Nov, 06 Dec, 09 Dec, 17 Dec, 18 Dec



Environment Working Group Annual Report 2019

Chinese Government Advocacy actions in 2019

Chinese Government	Advocacy actions in 2019
<u>Beijing</u>	
04 Mar	Held a working group kick-off meeting with Jia Wenlong, director, Research Institute, Ministry of Natural Resources (MNR), who introduced the MNR's new functions and responsibilities after a recent government reshuffle.
05 Mar	Met with Shi Qiuchi, director general, China-Europe Water Resources Platform, International Economic and Technical Cooperation and Exchange Centre, Ministry of Water Resources, on facilitating cooperation on China-European Union (EU) water resources.
25 Mar	Met with Chunlin Zhang, task team leader and lead private sector development specialist, World Bank (WB), and other WB representatives to discuss their experiences with innovation policies in China.
22 May	Met with Ren Shuben, director-general, Resource Conservation and Environment Protection Department, National Development and Reform Commission (NDRC), regarding implementation of the EU-China Memorandum of Understanding on the circular economy and potential cooperation.
20 Jun	Held a meeting themed "No-waste City" Initiatives, Solid Waste Management & Potential Business Opportunities' with participation by Dr Teng Jingjie, Solid Waste Management Centre, Ministry of Ecology and Environment (MEE), and Dr Pan Gong, director and principal consultant, Solid Waste Industry Research Centre, E20 Environment Platform.
30 Jul	Met with China Petroleum and Chemical Industry Federation representatives to discuss strategic cooperation and partnership on the coming 2019 China Petroleum and Chemical International Conference.
13 Nov	Met with Zhang Xiaoqiang, vice chair, China Centre for International Economic Exchanges, and touched upon topics such as the circular economy and plastic recycling.
12 Dec	Met with Wang Li, director of policy division, Comprehensive Affairs Department, MEE, on the environmental credit evaluation system and relevant regulations.

Environment Working Group



Environment Working Group Annual Report 2019

17 Dec Met with Dr Liang Cai and Dr Hu Yuan, State Grid Energy Research

Institute, to discuss progress and concerns on the reform of the state

power system.

Shanghai

04 Mar Held a working group kick-off meeting with Jia Wenlong, director,

Research Institute, MNR, who introduced the MNR's new functions

and responsibilities after a government reshuffle.

17 Dec Met with Dr Liang Cai and Dr Hu Yuan, State Grid Energy Research

Institute, to discuss progress and concerns on the reform of the state

power system.

European Government Advocacy Actions in 2019

14 Jan Met with Megan Richards, director, Energy Policy, Directorate-

General for Energy, European Commission, on how the EU-China Energy Cooperation Platform (ECECP) could benefit European

companies.

3 Apr Met with Karmenu Vella, commissioner, Directorate-General for

Environment, Maritime and Fisheries, European Commission, on

issues and recent developments in the environment sector.

23 May Met with Thomas Langelaar, counsellor, Trade and Investment

Section, Delegation of the European Union to China (EUD), on recent

developments in the environment sector.

05 Jun Held a meeting and dialogue with Vicky Pollard, head, Environment

and Climate Section, EUD, on the Chamber's Zero Waste Campaign.

Submission of Comments for 2019 Laws and Regulations

26 Mar China National Institute of Standardisation: Call for comments on

Three National Standards for Waste Textiles.

03 Apr MEE: Call for comments on the National Environmental Protection

Standard for Discharge Licence Application and Issuance Technical

Specifications – Waste Resource Processing Industry.

24 Apr MEE: Call for comments on *Three National Environmental Protection*

Standards for Technical Specifications for Application and Issuance of

Pollution Discharge Permits.

30 Apr NDRC: Call for comments on Issues and Recommendations Relating

to the Digital Economy.

Environment Working Group



Environment Working Group Annual Report 2019

10 Jun	MEE: Call for comments on the Technical Guidelines for the
	Prevention and Control of Pollution from Solid Waste Recycling
	(second draft).
02 Aug	Ministry of Emergency Management: Call for comments on the
	Guidelines for the Investigation and Management of Hazardous
	Chemical Enterprises' Risk.
02 Aug	National People's Congress: Call for comments on the Solid Waste
	Environmental Pollution Prevention Control Law (draft).
16 Aug	MEE: Call for comments on the New Measures for Environmental
	Management of Chemical Substances.
12 Oct	MEE: Call for comments on the National Catalogue on Hazardous
	Waste (revised draft).
22 Oct	MEE: Call for comments on the Management Regulations on
	Assessing the Environmental Impact Caused by the Petroleum and
	Natural Gas Industry.
28 Oct	Ministry of Agriculture and Rural Affairs: Call for comments on the
	Administrative Measures for the Recycling of Pesticide Packaging
	Waste (draft).

For more information about the Environment Working Group or the European Chamber in general, please contact Michelle Zhang (mzhang@europeanchamber.com.cn) in Beijing and Rachel Rappaport (rrapaport@europeanchamber.com.cn) in Shanghai.



Europe China Heating Initiative Annual Report 2019

2019 Working Group Chairs and Business Managers

Shanghai

Chair Eric Xie, BDR
Vice Chair Kevin Pu, Vaillant
Vice Chair Erin Zheng, Ariston

Working Group Coordinator Lizi Chen (Jan–Jun 2019)

Tiantian Qi (Jun-Dec 2019)

	Shanghai	
Number of member companies	12	
Number of individuals receiving email notices	60	
Number of working group meetings held	22	
Average number of attendees	10	

Introduction to the Sub-working Group

The Europe China Heating Initiative was created in 2002. It consists of 11 leading European manufacturers active in the Chinese market for heating appliances. These companies produce highly efficient and renewable-based heating technologies, as well as heating components. In 2016, the Europe China Heating Initiative became a sub-working group of the Construction Working Group. Together with its parent working group, the Europe China Heating Initiative strives to promote advanced European heating technology and offers consultation on the latest trends and developments in the heating industry.

Sub-working Group Meetings in 2019

<u>Shanghai</u> 21 Jan, 22 Jan, 28 Feb, 11 Mar, 12 Mar, 13 Mar, 20 Mar, 27 Mar, 16

Apr, 29 Apr, 07 May, 08 May, 31 May, 26 Jun, 12 Aug, 04 Sep, 23 Sep,

24 Oct, 31 Oct, 04 Nov, 07 Nov, 04 Dec

Chinese Government Advocacy Actions in 2019

Shanghai

21 Jan Met with Bin Qian, chief, Gas Equipment and Appliance Management

Section, Shanghai Gas Bureau, to discuss regulations and standards for installation and maintenance of heating products in both Europe

and China.

Europe China Heating Initiative



Europe China Heating Initiative Annual Report 2019

11 Mar	Met with Qi Wang, director, China Quality Supervising and Test Centre for Gas Appliances (CGAC), to introduce the heating subworking group and its publication <i>Gas Condensing Technology: Key for Efficiency and Clean Air in China</i> .
20 Mar	Met with Guoqin Xue, deputy director general, Regulatory Department, State Administration for Market Regulation (SAMR), to discuss the China Compulsory Certificate (3C).
27 Mar	Spoke by phone with Jinhuan Zhang, director, Product Department, China Association for Engineering Construction Standardisation, to discuss full condensing commercial boilers.
16 Apr	Met with Jinwen Luo, engineer, Shanghai Academy of Environmental Sciences, to introduce the heating sub-working group and its publication <i>Gas Condensing Technology: Key for Efficiency and Clean Air in China</i> .
07 May	Met with Zhongli Chen, secretary general, Full Decoration Council, China Real Estate Chamber of Commerce (CRECC), to introduce the heating sub-working group and its publication <i>Gas Condensing Technology: Key for Efficiency and Clean Air in China</i> .
08 May	Met with Qi Wang, director, and Rong Tang, secretary, CGAC, to discuss European research on condensates.
08 May	Delivered a keynote speech at the ISH Beijing Conference.
24 May	Spoke by phone with Zhongli Chen, secretary general, and Zheng Liu, vice secretary general, Full Decoration Council, CRECC, to discuss potential cooperation on the <i>China Real Estate Full Decoration Industry Research Report</i> and <i>T/CRECCO2 Industry Standard on Full Decoration of Residential Buildings Evaluation</i> .
05 Aug	Spoke by phone with Zhongli Chen, secretary general, Full Decoration Council, CRECC, to discuss potential cooperation on the <i>China Real Estate Full Decoration Industry Research Report</i> and <i>T/CRECCO2 Industry Standard on Full Decoration of Residential Buildings Evaluation</i> .
12 Aug	Met with Zhongli Chen, secretary general, Full Decoration Council, CRECC, on future cooperation opportunities.
03 Sep	Sent an advocacy letter to the Management Bureaus of the 3C Certificate implementation on members' concerns.

Europe China Heating Initiative



Europe China Heating Initiative Annual Report 2019

23 Sep Met with Qiuyuan Xu, director, Consumer Product Certification

Division, Accreditation and Certification Bureau, SAMR, to discuss

the implementation of 3C certification.

11 Dec Spoke by phone with Qiuyuan Xu, director, Consumer Product

Certification Division, Accreditation and Certification Bureau, SAMR, to present analysis of feedback from members on 3C certification.

European Government Advocacy Actions in 2019

Shanghai

21 Jan Met with Klaus Jesse, chair, European Heating Industry Association

(EHI) Executive Council; Andreas Lücke, general executive manager, Federation of German Heating Industry (BDH); and Paolo Basso, regulatory affairs manager, EHI, to discuss the condensing

technology brochure.

22 Jan Met with Klaus Jesse, chair, EHI Executive Council, Andreas Lücke,

general executive manager, BDH, and Paolo Basso, regulatory affairs manager, EHI, to discuss the Chinese gas condensing boiler market.

11 Mar Met with Andreas Lücke, general executive manager, BDH, and Paolo

Basso, regulatory affairs manager, EHI, to present the heating subworking group publication *Gas Condensing Technology: Key for*

Efficiency and Clean Air in China.

13 Mar Met with Veerle Beelaerts, policy assistant, Energy Efficiency of

Products, Directorate-General for Energy, European Commission, as well as Paolo Basso and Fanny Rateau, regulatory affairs managers,

EHI, on the newest European technologies in the heating industry.

07 May Met with Andreas Lücke, general executive manager, BDH, to discuss

the China Real Estate Full Decoration Industry Research Report and T/CRECCO2 Industry Standard on Full Decoration of Residential

Buildings Evaluation.

08 May Met with Lothar Breidenbach, technical director, BDH, on European

research on condensates.

Submission of Comments for 2019 Laws and Regulations

27 Jan China National Institute of Standardisation: Call for comments on the

National Standard for Consumer Product Recall Electronics and

Electrical Appliances Risk Assessment

Europe China Heating Initiative



Europe China Heating Initiative Annual Report 2019

11 Mar Standardisation Administration of China: Call for comments on the

Mandatory National Standards Project – Gas-Fired Heating and Hot

Water Combi-Boilers

Other Working Group Activities in 2019

Shanghai

12–13 Mar Attended ISH Frankfurt in Germany with member companies

14 May Factory visit to Vaillant

For more information about the Europe China Heating Initiative or the European Chamber in general, please contact Xinyi Xie (xyxie@europeanchamber.com.cn).



2019 Working Group Chairs and Business Managers

Beijing

Chair Xia Yafang, LVMH
Vice Chair Grace Li, Kering
Miller Wang, MCM

Business Manager Carol He

	Beijing
Number of member companies	11
Number of individuals receiving email notices	35
Number of working group meetings held	21
Average number of attendees	9

Introduction to the Working Group

Established in 2016, the Fashion and Leather Working Group is comprised of 11 European fashion and leather enterprises that produce and import high-end apparel, leather bags, suitcases, shoes and other fashion-related products to China. The working group represents the high-end consumer goods industry when communicating with relevant policymakers on common industry issues including 'professional shoppers', legal and regulatory compliance for imported products, the aligning of Chinese and international standards, and supervision over laboratory testing. The working group actively follows relevant legislative developments and offers recommendations for creating an orderly market environment in China that protects the rights and interests of consumers.

Working Group Meetings in 2019

Beijing 15 Jan, 19 Feb, 20 Mar, 28 Mar, 09 Apr, 14 May, 10 Jul, 16 Jul, 23 Jul,

06 Aug, 30 Aug, 12 Oct, 10 Dec

<u>Shanghai</u> 12 Mar, 28 Mar, 18 Jun, 30 Aug, 03 Sep, 13 Nov, 21 Nov, 22 Nov

Chinese Government Advocacy Actions in 2019

17 Jan Met with Xu Kunlin, vice mayor, Shanghai Municipal People's Government, and 16 representatives from various municipal government departments to present recommendations on how to improve Shanghai's business environment for European companies.

20 Mar Met with Xue Guoqin, deputy director general, Regulatory Department, State Administration of Market Regulation (SAMR), in

Beijing to discuss the legislative work plan for 2019.



27 Mar	Met with the Recall Centre, SAMR, to discuss comments submitted regarding the draft <i>Administrative Provisions on the Recall of Consumer Goods</i> .
08 Apr	Met with the Anti-monopoly and Price Supervision Office, Shanghai Municipal Administration of Market Regulation, to discuss policy updates and exchange views on anti-monopoly practice and retail price compliance.
16 Apr	Attended roundtable meeting with officials from multiple departments of the Sichuan Government to discuss concerns and make suggestions on how to improve the local business environment.
17 Apr	Met with Wang Yihong, vice governor, Sichuan Provincial Government, to exchange views on the business environment for European companies in Sichuan.
22 Apr	Met with Wei Li, deputy director general, Department of Online Transaction Regulation, SAMR, to discuss implementation of the E-Commerce Law, supervision of online transactions and protection of consumer rights.
23 May	Sent advocacy letters to the Regulatory Department, the Department of Quality and Safety Supervision and Administration and the Department of Quality Development of the SAMR to present recommendations on revising the Product Quality Law.
10 Jul	Led a delegation to meet with Sun Huichun, deputy director general, Department of Supervision and Administration for Product Quality and Safety, SAMR, to exchange views on the revision of the Product Quality Law.
23 Jul	Met with the Division of Commodity Inspection of Shanghai Customs to gain insights on the inspection policy and implementation process in regard to fashion and leather products.
30 Aug	Attended an exclusive workshop with Professor Xiao Jiangping, Peking University, who was involved in the ground research and drafting of the revision of the Product Quality Law, to discuss working group members' concerns and recommendations.
17 Oct	Met with Tian Shihong, vice minister, SAMR, along with several director generals and deputy director generals from various departments and bureaus within SAMR, to discuss equal market access for foreign-invested enterprises; SAMR's system reform; the relationship between compulsory, social and enterprise standards;



transparency and fairness in market surveillance; and the revision of the Product Quality Law.

18 Oct Met with Liu Junchen, vice chair, Legislative Affairs Commission,

Standing Committee of the National People's Congress, and other officers to address concerns on the status of implementation regulations of the Foreign Investment Law, Telecommunication Law, Cryptography Law, Export Control Law, Food Safety Law and Product

Quality Law.

13 Nov Attended a second exclusive workshop with Professor Xiao Jiangping,

Peking University, to further discuss working group

recommendations.

13 Dec Met with the China Council for the Promotion of International Trade

to address issues and challenges for foreign-invested enterprises

doing business in China.

Submission of Comments for 2019 Laws and Regulations

04 Mar	SAMR: Call for comments on the Administrative Provisions on Recall
	of Consumer Goods (draft)
02 Apr	Ministry of Commerce: Call for comments on the Industrial Standard
	 Technical Recognition Guide to Confusingly Similar Brands of E-
	Commerce Commodities
30 Apr	National Development and Reform Commission: Call for comments
	on the Issues and Recommendations Relating to the Digital Economy
15 May	SAMR: Call for comments on the Administrative Provisions on Product
	Quality Supervision and Spot Inspections (draft)
17 May	SAMR: Call for comments on the Reform Measures for Testing and
	Inspection Agencies Qualification Accreditation
17 May	SAMR: Call for comments on the Administrative Measures for
	Notification Commitment in Testing and Inspection Agencies
	Qualification Accreditation
31 May	SAMR: Call for comments on the Supervision and Administration of
	Online Transactions (draft)
13 Jun	SAMR: Call for comments on the Measures for Handing Complaints
	and Reports on Market Supervision and Management (draft)
28 Jun	Cyberspace Administration of China (CAC): Call for comments on the

Administrative Measures on Data Security



13 Jul	CAC: Call for comments on the Measures on Security Assessment of		
	Cross-border Transfer of Personal Information		
18 Sep	SAMR: Call for comments on the Regulations on Proper Exercise of		
	Discretion in the Imposition of Administrative Penalties by		
	Administrative Departments for Market Regulation		
12 Oct	Ministry of Industry and Information Technology: Call for comments		
	on the Regulations of the Standardisation Committee and the		
	Standard-making Guideline		
14 Oct	Ministry of Justice: Call for comments on the Implementation		
	Regulations of the Foreign Investment Law (draft)		

Other Working Group Activities in 2019

Beijing

28 Mar Seminar: New Policies and Implementation Rules in Regard to Cross-

border E-Commerce (CBEC) Compliance

For more information about the Fashion and Leather Desk or the European Chamber in general, please contact Carol He (che@europeanchamber.com.cn).



Finance and Taxation Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Vice Chair Magnus Sprenger, EY

Business Manager/Working Group Cecilia Rovelli (Jan–Feb 2019)
Coordinator Ziting Zhang (Feb–Jun 2019)

Tom Groot Haar (starting Jun 2019)

Shanghai

Chair Anna Ding, BASF
Vice Chair Christian Koenig, PwC
Business Manager/Working Group Helei Fu (Jan–Feb 2019)

Coordinator Rachel Rapaport (Mar–Apr 2019)

Benedetta Borri (starting May 2019)

South China

Vice Chair Aaron Finley, Deloitte

Business Manager/Working Group Rachel Chen (Jun–Aug 2019)

Coordinator Peter M. Drucker (starting Aug 2019)

	Beijing	Shanghai	South China
Number of member companies	58	143	82
Number of individuals receiving email notices	171	355	173
Number of working group meetings held	4	4	3
Average number of attendees	13	15	21

Introduction to the Working Group

The Finance and Taxation Working Group consists of member companies that range from multinational corporations (MNCs) to law firms operating inside China. The objective of the working group is to engage in an effective dialogue with regulators in order to develop a more workable, coherent and integrated set of taxation, finance and accounting rules, in line with international best practices. The working group's recommendations are not sector-specific, but represent the interests of all member companies of the European Chamber.



Finance and Taxation Working Group Annual Report 2019

Working Group Meetings in 2019

Beijing 15 Apr, 23 Aug, 16 Oct, 12 Dec Shanghai 15 Apr, 23 Aug, 06 Dec, 12 Dec

South China 15 Apr, 23 Aug, 22 Nov

Chinese Government Advocacy Actions in 2019

Beijing

10 Jul Sent a lobby letter to the State Administration of Taxation (SAT) on

the cancellation of non-taxable benefits as per amendments to the

Individual Income Tax Law (IIT).

20 Aug Met with Tianshu Luo, director-general, Income Tax Department,

State Tax Administration (STA), to discuss the official response to a lobby letter submitted jointly with the Human Resources Working Group on the cancellation of foreign assignees' non-taxable benefits.

07 Nov Met with Feng Yuan, director, Foreign Capital and Overseas

Investment Department, National Development and Reform Commission (NDRC), to discuss issues including preferential withholding tax and re-investment, research and development cost deduction, corporate restructure tax and consumption tax reform.

Shanghai

25 Jan Held a seminar with Chinese officials from the IIT Division, Shanghai

Tax Bureau, to discuss the impact of the IIT Law on taxpayers and

employers.

28 Jun Held a seminar with the Corporate Income Tax (CIT) Division,

Shanghai Taxation Bureau, to discuss policy updates and their

implementation.

10 Jul Sent a lobby letter to the SAT on the Cancellation of Non-Taxable

Benefits per IIT Law Amendment.

South China

13 May Met with Yang Lifen, Guangzhou Taxation Bureau, to discuss IIT

policy updates and incentives for Greater Bay Area (GBA) area talent.

14 May Held a seminar with Chinese government representatives from the

Shenzhen Taxation Bureau to discuss IIT policy updates and

incentives for GBA talent.

10 Jul Sent a lobby letter to the SAT on the Cancellation of Non-Taxable

Benefits per IIT Law Amendment.

Finance and Taxation Working Group



Finance and Taxation Working Group Annual Report 2019

European Government Advocacy Actions in 2019

Beijing

25 Mar Met with World Bank representatives to discuss members'

experiences with innovation and research and development policies

in China.

25 Mar Met with Pascal Lamy, former director-general, World Trade

Organization, to discuss the current global trade situation.

Shanghai

14 May Met with Ulrich Weigl, minister counsellor, Trade Section, Delegation

of the European Union to China, to discuss Sino-European relations

and bilateral opportunities for development and cooperation.

Submission of Comments for 2019 Laws and Regulations

14 Aug Ministry of Finance (MOF) and STA: Call for comments on the *Land*

Value Added Tax Law.

28 Aug Beijing Taxation Bureau: Call for comments on the Agreed Non-

Resident's Taxation Treatment.

24 Dec STA: Call for comments on the *Announcement on Handling the Final*

Settlement of General Income for the Individual Income Tax Purpose

for the Year 2019.

24 Dec MOF: Call for comments on the Value Added Tax Law of the

People's Republic of China (draft for comments).

Other Working Group Activities in 2019

Shanghai

02 Dec Seminar: Navigating Through Current Business Challenges – Trade

Tension, Tariffs and Supply Chain Transformations

09 Dec Seminar: Energise Your Autumn: Green Finance – Saving the Planet,

a Savvy Investment

For more information about the Finance and Taxation Working Group or the European Chamber in general, please contact Tom Groot Haar (tgroothaar@europeanchamber.com.cn) in Beijing, Benedetta Borri (bborri@europeanchamber.com.cn) in Shanghai, or Peter M. Drucker (pdrucker@europeanchamber.com.cn) in South China.

Finance and Taxation Working Group



2019 Working Group Chairs and Business Managers

Beijing

Chair Cecily Wu, Nestlė Health Science

(Jan-Sep 2019)

Haiying Wu, Abbott (starting Sep 2019)

Vice Chair Haiying Wu, Abbott (Jan-Sep 2019)

Jian Li, Nutricia Pharmaceutical

Mingming Li (Jan-Sep 2019)

(starting Sep 2019)

Business Manager/Working Group

Coordinator Xi Ding (starting Oct 2019)

	Beijing
Number of member companies	3
Number of individuals receiving email notices	18
Number of working group meetings held	25
Average number of attendees	10

Introduction to the Working Group

The European Chamber's Food for Special Medical Purpose (FSMP) Sub-working Group was established in 2016, and counts four leading international manufacturers that specialise in special nutrition as members. These members have charted outstanding performances in the domestic FSMP market and are committed to growth of the FSMP industry in China.

Working Group Meetings in 2019

Beijing 08 Mar, 18 Mar, 27 Mar, 01 Apr, 18 Apr, 23 Apr, 17 May, 29 May,

> 12 Jun, 19 Jun, 02 Jul, 04 Jul, 05 Jul, 11 Jul, 18 Jul, 18 Jul, 08 Aug, 20 Aug, 26 Aug, 28 Aug, 18 Sep, 19 Sep, 25 Oct, 21 Oct, 19 Dec

Chinese Government Advocacy Actions in 2019

Beijing

12 Mar Sent a meeting request to the Department of Advertisement

> Supervision, State Administration of Market Regulation (SAMR), on the Administrative Measures for the Examination and Release of Advertisements for Medicine, Medical Device, Health Food and FSMP.

> > **Food for Medical Purposes Advisory Committee**



28 Mar	Met with Xiaodong Wang, division director general, Department of
	Advertisement Supervision, SAMR, on the <i>Administrative Measures</i>
	for the Examination and Release of Advertisements for Medicine,
	Medical Device, Health Food and FSMP (call for comments).
19 Jun	Met with Han Junhua, former lead pen of infant formula national
	standards, China National Centre for Food Safety Risk Assessment
	(CFSA), on the revision of the national standards for infant and young
	children milk powder formula.
26 Jun	Sent an advocacy letter and a meeting request to Zhou Shiping,
	division director general, Special Food Safety Supervision and
	Management, SAMR, on the registration process for FSMP.
19 Aug	Sent a meeting request to Zhou Shiping, division director general,
	Special Food Safety Supervision and Management Division, SAMR, on
	urgent infant formula and FSMP registration issues.
21 Aug	Sent an advocacy letter to the Department of Food Safety Standards,
	Assessment and Monitoring, National Health Commission (NHC),
	regarding the drafting of the Food Safety National Standard of Food
	for Elderly People.
21 Aug	Sent a meeting request to the Department of International
	Cooperation, NHC, regarding the drafting of the Food Safety National
	Standard of Food for Elderly People.
22 Aug	Sent an advocacy letter to the Special Food Safety Supervision and
	Management Division, SAMR, regarding the drafting of the Food
	Safety National Standard of Food for Elderly People.
22 Oct	Addressed the FSMP Management Seminar hosted by the CFSA and
	attended by CFSA, SAMR and NHC officials.
31 Oct	Met with Liu Aidong, researcher, CFSA, in preparation for the 41st
	Session of Codex Committee on Nutrition and Foods for Special
	Dietary Uses.
13 Nov	Organised the European-China Seminar on Regulations on Infant
	Formula and FSMP, with participation by representatives from the
	Department of Special Food Safety Supervision and Management,
	SAMR, Directorate-General for Health and Food Safety (DG Sante),
	European Commission, and industry association International Special
	Dietary Foods Industry.
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Food for Medical Purposes Advisory Committee



27 Sep Met with Fuxiang Ma, deputy director general, Department of

Special Food Safety Supervision and Management, SAMR, on infant

and young children formula and FSMP.

19 Nov Met with Li Ning, deputy head, CFSA, in preparation for the 41st

Session of Codex Committee on Nutrition and Foods for Special

Dietary Uses.

23 Dec Met with Zhang Zhiqiang, division director general, Food Safety

Standards Supervision and Evaluation Department, NHC, to discuss

key issues in special food sectors.

European Government Advocacy Actions in 2019

23 May Held a roundtable discussion with agriculture counsellors from

European countries on the registration of special food.

11 Dec Met with Damien Plan, counsellor, Agriculture Section, European

Union Delegation to China, on special food and food-related issues.

Submission of Comments for 2019 Laws and Regulations

O7 Jan CFSA: Call for comments on the National Food Safety Standard of

General Rules for Nutrition Labelling of Pre-packaged Foods (draft for

comments).

11 Mar General Administration of Customs of China (GACC): Call for

comments on the Notice on the Inspection, Supervision and Administration of Import and Export Pre-packaged Food Labels

(draft)

10 May Ministry of Justice: Call for comments on the Food Safety Law.

15 May SAMR: Call for comments on the Administrative Provisions on

Product Quality Supervision and Spot Inspections (draft).

13 Jun SAMR: Call for comments on the *Measures for Handling Complaints*

and Reports on Market Supervision and Management (draft).

27 Jun SAMR: Call for comments on the Administrative Measures of Food

Production Licence (draft).

14 Aug SAMR: Call for comments on the *Interim Regulations on the On-site*

Verification of Special Food Registration (draft).

22 Aug SAMR: Call for comments on the *Food Safety Law*.

Food for Medical Purposes Advisory Committee



17 Sep	SAMR: Call for comments on the Interim Measures for Handling		
	Complaints and Reporting in Market Supervision and Administration		
	(draft).		
28 Oct	China Dairy Industry Association: Call for comments on the <i>Good</i>		
	Manufacturing Practice for Food for Special Medical Purposes (draft).		
29 Oct	Shanghai Institution of Quality Inspection and Technical Research:		
	Call for comments on the National Food Safety Standard Labels for		
	Pre-packaged Special Dietary Label (draft).		
01 Nov	SAMR: Call for comments on the Administrative Measures for the		
Examination of Advertisements for Medicine, Medical Device, He			
	Food and FSMP (draft).		
20 Dec	SAMR: Call for comments on the <i>Administrative Measures on Food</i>		
	Labelling (draft).		
25 Dec	GACC: Call for comments on the Regulations on the Administration		
	of Registration of Overseas Food Manufacturing Enterprises		
	(consultation draft).		
30 Dec	SAMR: Call for comments on the <i>Notice of Opinions on the 2020 Food</i>		
	Safety Supervision Random Sampling Plan.		

Other Working Group Activities in 2019

Beijing

09 Nov Haiying Wu, chair, FSMP Advisory Committee, European Chamber,

addressed the Special Food Conference hosted by the Special Food

Research Centre, China Agricultural University.

For more information about the Food for Medical Purposes Advisory Committee or the European Chamber in general, please contact Xi Ding xding@europeanchamber.com.cn (in Beijing).



Government Affairs Forum Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Mei Dong, KPMG China
Vice Chair Chang Liu, Thales China
Business Manager Michelle Zhang

Number of member companies193Number of individuals receiving email notices231Number of working group meetings held3

Introduction to the Working Group

Average number of attendees

Established in 2011, the Government Affairs Forum consists of government affairs (GA) professionals from member companies representing a wide range of industries. Most of the forum's participants have extensive experience in government affairs and policy advocacy at the local and national level in both Europe and China.

Working Group Meetings in 2019

Beijing 12 Mar, 26 Jun, 12 Sep

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>	
22 Apr	Met with Wei Li, deputy director general, Online Transaction
	Regulation Department, State Administration for Market Regulation, on e-retailing.
23 May	Met with Yang Ting, director, Department of Development Research,
,	China Council for the Promotion of International Trade, on its quarterly survey on the business environment in China.
	quarterly survey on the business environment in China.
29 May	Met with Liu Hongkuan, director general, Foreign Capital and
	Overseas Investment Department, National Development and
	Reform Commission (NDRC), on various topics, including the United
	States-China trade conflict and further opening up of the Chinese
	market.

Government Affairs Forum

30



Government Affairs Forum Annual Report 2019

21 Jun Met with Huang Qifan, former mayor, Chongqing, on new trends and

patterns of international trade in the new era.

19 Nov Held discussion with Zhang Chun, deputy director general, Fiscal,

Financial Affairs and Credit Building Department, NDRC, on China's

Corporate Social Credit System.

Submission of Comments for 2019 Laws and Regulations

30 Apr NDRC: Call for comments on Issues and Recommendations Relating

to the Digital Economy.

09 Aug NDRC: Call for comments on the Regulations on Optimising Business

Environment (draft).

17 Dec NDRC: Call for comments on the Amendment of the Tender Law

(draft).

For more information about the Government Affairs Forum or the European Chamber in general, please contact Michelle Zhang (mzhang@europeanchamber.com.cn) in Beijing.



2019 Working Group Chairs and Business Managers

Beijing

Chair Yin Qiman, Johnson & Johnson China Ltd

Vice Chair Zhu Hailuan, Philips China Co Ltd (Jan–Mar 2019)

Vice Chair Wang Yuhong, Smith & Nephew

Vice Chair Jiang Jie, General Electric (starting Apr 2019)

Business Managers/Working Group Jessica Yuan
Coordinator Volker Müller

Dafei Wu

<u>Shanghai</u>

Vice Chair Gao Chunyu, Siemens Healthineers (Jan–Mar 2019)
Vice Chair Wu Liqing, Siemens Healthineers (starting Apr 2019)

	Beijing	Shanghai	South China
Number of member companies	49	38	4
Number of individuals receiving email notices	218	80	4
Number of working group meetings held	6	4	1
Average number of attendees	27	8	22

Introduction to the Working Group

The Healthcare Equipment Working Group consists of more than 80 member companies that develop and manufacture indispensable, life-saving and disease-reducing diagnostic and therapeutic technologies. Members of this working group invest in research, development and production facilities along with the education of Chinese doctors and healthcare professionals. The working group has established regular contacts with major stakeholders both in China and Europe. It organises regular meetings with the National Medical Products Administration (NMPA), the National Health Commission (NHC) and the National Healthcare Security Administration (NHSA) at different government levels to get first-hand information on regulatory and healthcare policy developments in China. To enhance international cooperation, in 2007, the working group established contact with the European Coordination Committee of the Radiological, Electro-medical and Healthcare Information Technology Industry (COCIR), a major medical technology industry association headquartered in Brussels. In April 2014, the European Chamber founded the Consumable and Medical Devices (CDMD) Advisory Committee, a group consisting of Chinese subsidiaries of international market leaders in the field of consumable medical devices and in-vitro diagnostics (IVD).



Working Group Meetings in 2019

<u>Beijing</u> 25 Jan, 28 Mar, 08 Jul, 26 Jul, 01 Nov, 04 Dec

Shanghai 25 Jan, 28, Mar, 08 Jul, 01 Nov

Shenzhen 27 Nov

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>	
07 Jan	Met with Hu Mu, director, Beijing Research Centre for Balanced
	Medical Case Grouping, to discuss diagnostic-related groups, a new
	payment system for hospital services.
17 Jan	Met with Mu Ruihong, vice director, Medical Device Standardisation
	Institute, to discuss the 2019 development plan for IVD standards.
18 Feb	Attended a Centre for Medical Device Evaluation (CMDE) seminar in
	preparation for the International Conference on Harmonisation of
	Technical Requirements for Registration of Pharmaceuticals for
	Human Use (ICH) Efficacy Guidelines
27 Feb	Attended a NMPA seminar to discuss key guidelines developed by
	the Centre for Drug (Device) Re-evaluation (CDR).
08 Mar	Submitted an advocacy letter to the China Centre for Food and Drug
	International Exchange (CCFDIE) and the CDR regarding the
	implementation of the Measures for the Administration of Medical
	Device Adverse Event Monitoring and Re-evaluation.
18 Mar	Attended a CMDE seminar on the <i>Technical Guideline for Electronic</i>
	Regulated Product Submission (eRPS).
20 Mar	Met with Professor Zhao Kun, director, Health Technology
	Assessment (HTA) Research Institute, National Healthcare
	Development Centre, on healthcare technology assessment.
21 Mar	Met with Yan Hou, vice president, Planning and Information
	Department, China Association of Medical Equipment (CAME), to
	support compiling the <i>Green Book</i> on development trends of medical
	devices in China.
28 Mar	Met with Wang Xiaodong, director, Department of Advertisement
	Management, State Administration for Market Regulation (SAMR),

^{*}Below advocacy actions include contributions from COCIR and CDMD Advisory Committee



	to discuss the draft Administrative Measures for the Examination and Release of Advertisements for Medicine, Medical Device, Health Food and Food for Special Medical Purposes (FSMP).
29 Mar	Submitted an advocacy letter to the Fujian Department of Commerce on the 'Two-invoice System' for medical devices, expressing concerns over the impact on service quality for medical products and advocating free market access for non-Fujian companies.
12 Apr	Participated in a seminar with the NMPA and the German Federal Ministry for Economic Affairs and Energy (BMWi) on 'Medical Device Supervision'.
15 Apr	Met with Zhao Yuehu, deputy director general, Shaanxi Provincial Health Security Administration (HSA), to discuss local procurement policies for disposable medical devices.
22 Apr	Held first review meeting with NMPA for a product, marking the acceptance of the European Chamber platform for reviewing innovative medical devices.
26 Apr	Submitted a report on medical device standards to the CMDE, listing the concerns and recommendations of the industry on standardisation.
15 May	Participated in a seminar with the National Institutes for Food and Drug Control (NIFDC), the NMPA, the NHC and the World Health Organisation on cooperation in the field of blood screening.
24 May	Sent an advocacy letter to the NIFDC asking for a revision of industry standard YY 0341-2009, General Technical Requirements for Non-active Metallic Surgical Implants for Osteosynthesis.
30 May	Sent an advocacy letter to the Shanxi HSA and the Shanxi Drug and Medical Device Centralised Purchase and Procurement Centre for Pharmaceuticals and Medical Devices on concerns relating to data management in the procurement system.
03 Jun	Sent an advocacy letter to the Tianjin HSA on the rights of manufacturers in bidding to supply disposable medical devices.
04 Jun	Sent an advocacy letter to the Hebei HSA on the rights of manufacturers in bidding for disposable medical devices.
04 Jun	Sent an advocacy letter to the NMPA asking for a revision of industry standard YY 0341-2009, General Technical Requirements for Non-active Metallic Surgical Implants for Osteosynthesis.



05 Jul	Sent an advocacy letter to the Tariff Commission of the State Council,
	expressing support for European Chamber member companies in the
	medical devices industry applying for exemption from punitive
	tariffs.
13 Jun	Participated in a seminar on the draft Administrative Measures for
	Mandatory National Standards jointly organised by the Department
	of Legislation and the Department of Standards and Technologies of
	the SAMR.
23 Jul	Submitted supplementary material on standardisation to the CMDE
	on the overlap of standards and guidance principles, the gap
	between standards and state-of-the-art technologies, and
	enforcement of standards
24 Jul	Submitted the Global Diagnostic Imaging, Healthcare Information
	Technology (IT) & Radiation Therapy Trade Association's (DITTA's)
	New Work Item Proposal on Post-Market Clinical Follow-Up Studies
	to the NMPA.
26 Jul	Submitted recommendations on customs clearance and inspection
	of medical devices to the Shanghai Customs Bureau.
09 Jul	Participated in a International Medical Device Regulators Forum
	(IMDRF) workshop on clinical evaluation of medical devices.
17 Jul	Met with Bin Fang, deputy director, Shanghai Customs Bureau, to
	discuss medical device customs clearance and inspection.
31 Jul	Met with Lü Yunfeng, deputy division director, CMDE, to discuss the
	Guidelines for the Evaluation of Clinical Studies for IVD Reagents.
05 Aug	Met with John Lynam, head of economic section, Embassy of Ireland,
	to discuss the development of the healthcare market in China and
	the challenges for the medical device industry.
14 Aug	Sent an advocacy letter to the NMPA on government information
	disclosure.
19 Aug	Sent an advocacy letter to the Supervisory Office under the General
	Office of the State Council against preferential procurement of
	'domestic brands'.
20 Aug	Sent an advocacy letter to the Enforcement and Anti-Monopoly
	Division, Guangxi Administration for Market Regulation, against
	preferential treatment of Chinese brands in hospital procurement.



26 Aug	Met with Wang Baoting, deputy secretary general, China Society for Drug Regulation, to discuss the proposed Law on Administration of Medical Devices.
07 Sep	Attended a workshop with several Fujian Provincial Government departments on local healthcare policies.
08 Sep	Met with Shen Danyang, vice governor, Hainan Province, to discuss the opportunities and challenges for the local healthcare industry.
19 Sep	Met with Zhu Jinggui, vice director general, HSA, Jiangsu Province, to discuss the latest provincial policies on procurement of medical devices.
20 Sep	Sent an advocacy letter to the Antitrust Office of the SAMR on policies relating to procurement of medical equipment in Guangxi.
24 Sep	Co-organised with the CCFDIE the 10 th China International Medical Device Regulatory Forum (CIMDR) in Suzhou.
24 Sep	Participated in the Chinese-German Dialogue on Quality Infrastructure in the field of medical devices, jointly organised by the NMPA and the German BMWi.
25 Sep	Sent an advocacy letter to the Jiangsu HSA, asking for the postponement of the second round of 'volume-based procurement' of high-value consumable medical devices.
15 Oct	Sent advocacy letters to the Ministry of Finance (MOF) and the Ministry of Commerce (MOFCOM) against preferential procurement of medical devices manufactured by Chinese brands.
23 Dec	Submitted an advocacy letter to the NMPA on the registration and administration of blood screening IVD products.
27 Dec	Met with Xu Jinghe, deputy commissioner, NMPA, and Jia Ning, director, Hainan Food and Drug Administration, on artificial intelligence medical device innovation and cooperation.
30 Dec	Attended the Plenary Meeting of the China Medical Device Standardisation Association (CMDSA) on the standards of energy consumption of medical equipment and gave recommendations on the Industry Standard on Energy Consumption of Electrical Medical Equipment.



European Government Advocacy Actions in 2019

16 Jan	Submitted feedback to the European Union Delegation (EUD) to
	China for the European Commission's survey on key market access
	barriers in China in the medical device sector.
10 Jun	Met with Mervi Kahlos, first counsellor, Trade and Investment
	Section, EUD, on healthcare assessment technology and the Chinese
	healthcare reform.
26 Jun	Submitted an analysis of the Main Tasks of 2019 on Deepening
	Reform of the Medical and Healthcare System to the EUD.
02 Sep	Briefed the EUD on preferential procurement of Chinese brand
	medical equipment in China.
10 Oct	Presented a situation report on preferential procurement of Chinese
	brand medical equipment to the EUD.
14 Nov	Represented the industry to the European Commission during the
	COCIR 60 Years' Anniversary event.
15 Nov	Met with Jerome Sicaire Serraglio, policy officer, Directorate-General
	for Trade, European Commission, on preferential procurement of
	Chinese brand medical equipment in Guangxi.
29 Nov	Met with Marzena Rogalska, director, Directorate-General for
	Internal Market, Industry, Entrepreneurship and SMEs, European
	Commission, to discuss challenges facing European companies in
	China's public procurement market.

Submission of Comments for 2019 Laws and Regulations

23 Jan	SAMR: Call for comments on the Supervision of Agents for Imported
	Medical Devices (draft).
03 Feb	MOF: Call for comments on the Government Procurement
	Announcements and Information Release (draft).
03 Feb	CMDE: Call for comments on the Master Document for Medical
	Device Registration (draft).
28 Feb	CMDSA: Call for comments on the Chinese version of ISO 10993-
	1:2018 (draft).
15 Mar	Shaanxi HSA: Call for comments on the Centralised Tendering and
	Procurement of Pharmaceuticals and Disposable Medical Devices.
19 Mar	EUD: Call for comments on the Amendments to Regulations for the
	Supervision and Administration of Medical Devices (draft).



20 Mar	Zhejiang HSA: Call for comments on the <i>Procurement Programme for Different Product Groups of Medical Devices</i> (draft).
31 Mar	Guangzhou HSA: Call for comments on the Amendments of
	Guangzhou Health Insurance Regulations (draft).
02 Apr	CMDE: Call for comments on the <i>Evaluation of Deep Learning</i> Assisted Decision-making Medical Device Software (draft).
15 Apr	NHC: Call for comments on the <i>Measures for Clinical Use of Medical Devices</i> (draft).
26 Apr	CMDE: Call for comments on the <i>Criteria for Establishing a</i> Registration Project (draft).
15 May	SAMR: Call for comments on the <i>Administrative Provisions on</i>
15 May	Product Quality Supervision and Spot Inspections (draft).
27 May	Zhejiang HSA: Call for comments on the <i>Reform of Medical Service Pricing in Provincial Public Hospitals</i> (draft).
28 May	Zhejiang HSA: Call for comments on the Reform of Payment by the
•	Basic Medical Insurance on County Level (draft).
03 Jun	IMDRF: Call for comments on the <i>Update to Clinical Evaluation</i>
	Documents.
12 Jun	Beijing Health Commission: Call for comments on the Reforming and
	Perfecting Comprehensive Supervision System of Medical Health
	Industry in Beijing (draft).
13 Jun	SAMR: Call for comments on the <i>Measures for Handling Complaints</i> and Reports on Market Supervision and Management (draft).
28 Jun	Cyberspace Administration of China (CAC): Call for comments on the
	Administrative Measures on Data Security (draft).
13 Jul	CAC: Call for comments on the Measures on Security Assessment of
	Cross-border Transfer of Personal Information (draft).
18 Jul	Guangdong HSA: Call for comments on the <i>Administration of Prices</i>
	for New Medical Services (draft).
31 Jul	CDR: Call for comments on the Periodic Risk Evaluation Report
	(draft).
06 Aug	NHSA: Call for comments on the Administration of the
	Reimbursement Catalogue (draft).
30 Aug	CMDE: Call for comments on the 2019 Catalogue of Medical Devices
	Exempt from Clinical Trials (draft).



04 Sep	Medical Device Standardisation Institute: Call for comments on the Guidelines for Filling in the Medical Devices Unique Identification (UDI) Database and Basic Data Set of Medical Devices Unique
	Identification Database (draft).
11 Sep	CMDE: Call for comments on the <i>Guidelines for Clinical Trials of Hernia Patches</i> (draft).
12 Sep	NMPA: Call for comments on the <i>Regulations on Random Inspection</i> of Medical Devices Quality.
17 Sep	SAMR: Call for comments on the <i>Interim Measures for Handling Complaints and Reporting in Market Supervision and Administration.</i>
20 Sep	NMPA: Call for comments on the <i>Regulations on Expansive Clinical Trial of Medical Devices</i> .
25 Sep	NMPA: Call for comments on the <i>Notice on Matters Related to the</i> First Batch of Implementation of the Unique Device Identification of Medical Devices (draft).
30 Sep	CMDE: Call for comments on Further Specification of the Clinical Evaluation Section of eRPS.
10 Oct	CMDE: Call for comments on the <i>Technical Review Guideline for Quantitative Testing Reagent Performance Assessment Registration</i> .
17 Oct	CMDE: Call for comments on the <i>Technical Guideline on Examining</i> the Function of Qualitative Testing Reagents (draft).
31 Oct	CMDE: Call for comments on the <i>Clinical Evidence Section of eRPS</i> (draft).
01 Nov	SAMR: Call for comments on the <i>Administrative Measures for the Examination of Advertisements for Medicine, Medical Device, Health Food and FSMP</i> (draft).
26 Nov	CMDE: Call for comments on the <i>Guideline on Supplementary Materials for Medical Equipment Registration and Assessment</i> (draft).
09 Dec	Guangdong HSA: Call for comments on the <i>Guideline on Promoting Group Procurement of Drug and Consumable Medical Devices</i> (draft).
09 Dec	CMDE: Call for comments on the <i>Technical Review Guideline for Modification of Registrations of IVD</i> (draft).
17 Dec	National Development and Reform Commission: Call for comments on the <i>Amendment of the Tender Law</i> (draft).



Healthcare Equipment Working Group Annual Report 2019

Other Working Group Activities in 2019

Beijing

13 May Drafted a chapter on the development of the medical device

industry in Europe for the Green Book of the CAME.

28 Oct Attended the EU-China Seminar on the World Trade Organization

Agreement on Trade Facilitation.

18 Dec Forum: European Chamber 1st Medical Device Forum

For more information about the Healthcare Equipment Working Group or the European Chamber in general, please contact Jessica Yuan (jyuan@europeanchamber.com.cn), Volker Müller (vmueller@europeanchamber.com.cn) or Dafei Wu (dwu@europeanchamber.com.cn) in Beijing.



Human Resources Working Group Annual Report 2020

2019 Working Group Chairs and Business Managers

Shanghai

Chair Jeanette Yu, CMS (China)

Vice Chair Rosanna Terminio, Asecorp China

Vice Chair Yvonne Li, CDP Group Limited (Asia Pacific

Headquarters)

Working Group Coordinator Alexandra-Andreea Pop (Jan–Nov 2019)

Benedetta Borri (starting Nov 2019)

South China

Chair Kristina Zhang, Siemens Transformer

Business Manager Rachel Chen (Jan-Aug 2019)

Peter M. Drucker (starting Aug 2019)

	Shanghai	South China
Number of member companies	155	88
Number of individuals receiving email notices	437	238
Number of working group meetings held	4	3
Average number of attendees	16	12

Introduction to the Working Group

The Human Resources (HR) Working Group aims to provide a platform to exchange information and promote awareness on HR and labour-related issues across all industrial and service sectors, by developing an open dialogue with relevant Chinese authorities and international organisations.

Working Group Meetings in 2019

Shanghai 22 Mar, 24 Apr, 17 May, 19 Sep

South China 22 Mar, 24 Apr, 22 Nov

Chinese Government Advocacy Actions in 2019

Shanghai

17 Jan Met with Xu Kunlin, vice mayor, Shanghai, and presented

recommendations on how to improve Shanghai's business

environment for European companies.

Human Resources Working Group



Human Resources Working Group Annual Report 2020

25 Jan Organised an exclusive seminar with the Individual Income Tax

Division of the Shanghai Tax Bureau on China's new Individual

Income Tax (IIT) Law.

30 Jan Met with the Exit-Entry Administration, Shanghai Municipal Public

Security Bureau and the Department of Foreign Experts and Returned Scholars, Shanghai Municipal Bureau of Human Resources and Social Security, to discuss a number of visa-related difficulties

facing European companies in China.

24 Apr Organised a working group meeting with the Shanghai

Administration of Foreign Experts Affairs to discuss Foreign Invested

Enterprises Innovation Centre-related policies with members.

10 July Submitted an advocacy letter to the State Administration of Taxation

with regards to the cancellation of non-taxable benefits as per

amendments to the IIT Law.

01 Nov Met with Rong Xie, director, Department of Alien Management,

National Immigration Administration, to discuss a number of difficulties facing European companies China regarding foreign talent

attraction due to entrance and settlement issues.

Submission of Comments For 2019 Laws and Regulations

28 June Cyberspace Administration of China (CAC): Call for comments on the

Measures on Data Security.

13 July CAC: Call for comments on the Measures on Security Assessment of

Cross-border Transfer of Personal Information.

Other Working Group Activities in 2019

Shanghai

16 Jan Event: Building an Al Mindset – Time to Develop our Set of Soft

Skills

20 Feb Event: Leadership for Digital Transformation – Define the Critical

Skills for Digital Success

06 Mar Event: Expectations vs. Reality – Returning Chinese Overseas

Graduates and the China Job Market

21 Mar Conference: 2019 HR Excellence Conference – Upgrade Your

Retention Formula

17 May HRD Roundtable – The Future of Work: Flexible Work Best

Practices: Advantages and Disadvantages

Human Resources Working Group



Human Resources Working Group Annual Report 2020

05 June	Event: Oriented Leadership – What's Missing from your Global Leadership Skill Set?
22 Aug	Event: Making Sense of HR – How to Handle Mass Layoff in China
26 Aug	Event: Establishing and Running a Solid Mentoring Programme in
	your Company
09 Sep	Event: Start your Disability Inclusion Journey – Everybody Wins from It
24 Oct	Factory Tour: Comau – The Future is Here: Human Augmentation
28 Oct	Event: The Battle for Talent in China – How European Business Can
	Win the War for Leadership Talent
27 Nov	Event: Making Mass Layoff Decisions – What does it Mean for the
	Employer's Brand
South China	
24 Apr	Attended the Financial Services Conference 2016: How can China
	Best Achieve and Internationally Open and Mature Capital Market?
09 May	Attended Morgan Philips Group Greater China 2019 Talent Report
	Webinar: Insight into Sales Force Effectiveness in the New World of
	Work
21 May	Seminar: Create a Competitive Salary Package and Retention
	Strategy (Guangzhou session)
22 May	Seminar: Create a Competitive Salary Package and Retention
	Strategy (Shenzhen session)

For more information about the Human Resources Working Group or the European Chamber in general, please contact Benedetta Borri in Shanghai (bborri@europeanchamber.com.cn) or Peter M. Drucker in South China (pdrucker@europeanchamber.com.cn).



2019 Working Group Chairs and Business Managers

Beijing

Chair Caroline Chen, Deutsche Telekom

Vice Chair Bruce Fu, APCO Worldwide

Business Manager/Working Group Xiaowen Ma

Coordinator

<u>Shanghai</u>

Chair Isabelle Hajjar, TekID

Business Manager/Working Group Xiaowen Ma

Coordinator

	Beijing	Shanghai
Number of member companies	70	75
Number of individuals receiving email notices	144	140
Number of working group meetings held	7	5
Average number of attendees	28	20

Introduction to the Working Group

The Information and Communication Technology (ICT) Working Group consists of major European telecommunications vendors, service providers, digital content providers, and consulting firms that meet on a regular basis to assess China's reforms and business environment in the ICT industry. The group also serves as a platform for information exchange on ICT industry developments, including but not limited to the topics of technology standards, certification, services, spectrums, innovation, research, information security, interoperability and global harmonisation.

Working Group Meetings in 2019

<u>Beijing</u> 13 Mar, 18 Apr, 21 May, 25 Jun, 08 Jul, 23 Jul, 27 Sep

<u>Shanghai</u> 24 Apr, 21 May, 25 Jun, 08 Jul, 27 Sep

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>

10 Jan Met with the China Council for the Promotion of International Trade

(CCPIT) to discuss issues faced by German companies in China.

Information and Communication Technology Working Group



24 Jan	Discussed data localisation and cross-border transfer restrictions with the China Banking and Insurance Regulatory Commission (CBIRC).
25 Feb	Submitted an advocacy letter to the CBIRC on data localisation and cross-border transfer restrictions.
09 May	Met with Guo Qiquan, chief engineer, 11 th Bureau, Ministry of Public Security (MPS), to discuss cybersecurity and data protection.
16 May	Attended MPS conference Classified Cybersecurity Protection to gain insights on policy interpretation and promotion.
18 May	Had a call with the Cybersecurity Protection Bureau, Ministry of Industry and Information Technology (MIIT), to follow up on comments submitted on 30 th April 2019 on the draft <i>Guidelines on Strengthening Industrial Internet Security</i> .
29 May	Met with Liu Hongkuan, director general, Foreign Capital and Overseas Investment Department, National Development and Reform Commission (NDRC), covering topics such as the negative impact of the US-China trade war, the lack of equality between European businesses and Chinese SOEs and government-sponsored institutions, expectations for further opening-up in the insurance and certification sectors and the <i>Catalogue of Industries for Guiding Foreign Investment</i> .
13 Jun	Participated in a seminar on the <i>Administrative Measures on Data Security</i> (draft) released by the Cyberspace Administration of China (CAC), and called for bringing the scope of the draft further in line with its higher-level legislation and international best practices.
22 Jul	Met with Feng Yuan, director, Department of Foreign Capital and Overseas Investment, NDRC, on business environment optimisation.
01 Aug	Met with the Zhejiang Smart City Promotion Association, Zhejiang Province Economic and information Commission, to discuss opportunities for future cooperation, such as the Light of the Internet Expo at the World Internet Summit.
04 Sep	Joined a European Chamber delegation in a visit to the Institute of Market Economy, Development Research Centre of the State Council (SCDRC), and exchanged views on recent developments with Wang Wei, director general, SCDRC.



06 Sep	Submitted an advocacy letter to the Institute of Market Economy, SCDRC, calling for further opening up of China's ICT services sector		
	by removing restrictions on value-added telecoms services and cross- border data flows.		
25.6			
25 Sep	Joined a Chamber delegation in a meeting with Zhang Chun, deputy		
	director general, Fiscal, Financial Affairs and Credit Building		
	Department, NDRC, on Corporate Social Credit System issues.		
18 Oct	Joined a Chamber delegation in a meeting with Liu Junchen, vice		
	chair, Legislative Affairs Commission, Standing Committee of the		
	National People's Congress (NPC).		
31 Oct	Participated in a MIIT seminar on the <i>Provisions on Cybersecurity</i>		
	Vulnerabilities Management (draft).		
18 Nov	Hosted a closed-door meeting with Dr Li Luyao, China Transport		
	Telecommunications and Information Centre, on how the		
	Cybersecurity Law had been rolled out in the maritime transport,		
	logistics and automotive industries, with a focus on the status quo of		
	critical information infrastructure (CII) and data protection.		

European Government Advocacy Actions in 2019

02 Apr	Met with a delegation from the Body of European Regulators for
	Electronic Communication during their visit to China, and exchanged
	views on the ICT ecosystem in both the European Union and China.
15 Apr	Met representatives from the European Telecommunications
	Standards Institute and discussed issues such as access and internal
	processes related to technical committees, cybersecurity standards,
	inter-departmental and inter-agency coordination, as well as market
	surveillance.
13 Jun	Met with negotiators of the EU-China Comprehensive Agreement on
	Investment on market access issues in the telecoms, cybersecurity,
	cryptography and new energy vehicles industries in China
08 Jul	Met with a visiting Digital Europe delegation to discuss Chinese and
	European ICT regulations.
24 Jul	Met with Flora Schulte Nordholt, policy officer, Political Department,
	Embassy of the Kingdom of the Netherlands, to discuss recent
	cybersecurity regulations, Chinese developments on data protection

Information and Communication Technology Working Group



and comparisons between Chinese and European data protection legislative frameworks, as well as practical consequences for Dutch companies in China.

Submission of Comments for 2019 Laws and Regulations

03 Mar	National Information Security Standardisation Technical Committee
	(TC260): Call for comments on the Personal Information Security
	Specification (draft for revision)
30 Apr	NDRC: Call for comments on the Issues and Recommendations
	Relating to the Digital Economy.
30 Apr	MIIT: Call for comments on the Guiding Opinions on Strengthening
	Industrial Internet Security (draft).
15 May	Tianjin CAC: Call for comments on the Tianjin City Administrative
	Measures on Data Security (Trial) (draft).
14 Jun	CAC: Call for comments on the Cybersecurity Review Measures
	(draft)
28 Jun	CAC: Call for comments on the Administrative Measures on Data
	Security.
30 Jun	CAC: Call for comments on the <i>Provisions on Protecting Children's</i>
	Personal Information Online (draft)
04 Jul	MIIT: Call for comments on the <i>Implementing Measures on Testing</i>
	of Critical Network Equipment.
13 Jul	CAC: Call for comments on the Measures on Security Assessment of
	Cross-border Transfer of Personal Information.
18 Jul	MIIT: Call for comments on the <i>Provisions for Cybersecurity</i>
	Vulnerabilities Management (draft).
08 Aug	TC260: Call for comments on the General Requirements for
	Information System Cryptography Application (draft).
08 Aug	TC260: Call for comments on the Guidelines for Personal
	Information Security Engineering (draft).
08 Aug	TC260: Call for comments on the Personal Information Security
	Specification (draft).
21 Aug	CAC: Call for comments on the Measures on Credit Information
	Management for Seriously Untrustworthy Internet Information
	Services Entities (draft).



02 Sep NPC: Call for comments on the *Cryptography Law* (draft).

16 Sep MIIT: Call for comments on the Guiding Opinions on Industrial Big

Data Development (draft).

Other Working Group Activities in 2019

Be	i	i	i	n	g

28 Mar Met with the Asia Securities Industry & Financial Markets Association

to exchange views on China's Cybersecurity Law and the Chamber's

work in this regard.

18–19 May Attended the 2019 Belt and Road Digitisation International Summit
23 Jul Paid a visit to the Chinese artificial intelligence unicorn enterprise

Megvii

29 Jul Facilitated a meeting between the EU Delegation and the China

Electronics Standards Institute on electronic identification.

30 Oct Jointly hosted the 'EU-China Co-Funding Mechanism (CFM) for

European Companies' workshop on the application and evaluation procedures of the CFM, with EU-funded project Improving EU Access to National and Regional Financial Incentives for Innovation in China.

04 Nov Seminar: Classified Cybersecurity Protection – Requirements,

Changes and Compliance

For more information about the ICT Working Group or the European Chamber in general, please contact Ziting Zhang (<u>ztzhang@europeanchamber.com.cn</u>).



Insurance Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Amy Zhou, ERGO Insurance Group

Vice Chair Ronan Diot, Groupama-AVIC

Ignacio Rodriguez Arteche, MAPFRE

Business Manager Xavier Sans Powell (Jan–Mar 2019)

Alessandro Bazzoli (Mar-July 2019)

Ziting Zhang (Aug-Dec 2019)

	Beijing	Shanghai
Number of member companies	40	29
Number of individuals receiving email notices	70	50
Number of working group meetings held	2	2
Average number of attendees	23	18

Introduction to the Working Group

The Insurance Working Group represents leading European insurers, brokers and other insurance service providers engaged in life, non-life, reinsurance and specialty insurance. Its members have different operational structures, but all of them consider China a long-term priority market. They are aware of the crucial role commercial insurance plays in China's growth and social stability and, to this end, they are willing and prepared to introduce best practices and technical know-how to the Chinese market.

Working Group Meetings in 2019

Beijing 15 Apr, 05 Sep

Shanghai 15 Jan, 15 Apr, 05 Sep

Chinese Government Advocacy Actions in 2019

20 Jun Met with Li Li, deputy director general, Department of Policy

Research, Ministry of Commerce, in light of the new Foreign

Investment Law.

18 Jul Met with Wang Zhaoxing, vice chair, China Banking and Insurance

Regulatory Commission (CBIRC), to call for the relaxation of financing

restrictions on licensed consumer finance companies.

Insurance Working Group



Insurance Working Group Annual Report 2019

18 Dec Met with Tang Li, division director, Department of International

Cooperation, CBIRC, to receive an update on recent policies.

Submission of Comments for 2019 Laws and Regulations

23 Jul	Cyberspace Administration of China: Call for comments on the		
	Measures on Credit Information Management for Seriously		
	Untrustworthy Internet Information Services Entities		
23 Jul	Ministry of Finance: Call for comments on the New Insurance		
	Standards Released by the International Accounting Standards Board		
22 Nov	CBIRC: Call for comments on the Interim Administrative Measure on		
	Insurance Asset Management Products		

For more information about the Insurance Working Group or the European Chamber in general, please contact Charlotte Svensson (<u>csvenssoni@europeanchamber.com.cn</u>).



Intellectual Property Rights Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Huaning Zhang, Bayer
Working Group Coordinator Sio-Mei Ng (Jan-Apr 2019)
Sitong He (starting Apr 2019)

Shanghai

Chair Lin Xu, Fieldfisher (Mar–Jul 2019) Vice Chair Zhen (Katie) Feng, Hogan Lovells

Working Group Coordinator Sitong He

South China

Chair Paul Li, Ericsson
Vice Chair Alice Li, Gowling WLG

Business Manager Rachel Chen (Jan-Aug 2019)

Peter M. Drucker (starting Aug 2019)

	Beijing	Shanghai	South China
Number of member companies	71	173	44
Number of individuals receiving email notices	129	278	62
Number of working group meetings held	7	8	1
Average number of attendees	15	14	4

Introduction to the Working Group

The Intellectual Property Rights (IPR) Working Group represents a wide range of European interests in China's IPR regulatory framework and its enforcement. Half of the working group's member companies are from the goods sector with the other half from the services sector. Since its launch 15 years ago, the working group has witnessed China's efforts to curb the dramatic increase of IPR violations, which affect the country's economic order, innovation capacity and the rights of its consumers. The working group serves as a bridge between Chinese governmental agencies and judicial officials and European business. It offers its support primarily through recommendations aimed at improving the efficiency and effectiveness of China's IPR protection system.



Intellectual Property Rights Working Group Annual Report 2019

Working Group Meetings in 2019

Beijing 29 Mar, 17 Sep, 17 Oct, 23 Oct, 04 Dec, 06 Dec, 11 Dec

<u>Shanghai</u> 29 Mar, 10 Jul, 17 Sep, 17 Oct, 23 Oct, 29 Oct, 06 Dec, 11 Dec

South China 29 Mar

Chinese Government Advocacy Actions in 2019

<u>Shanghai</u>

26 Apr Attended the Intellectual Property Protection and International

Business Environment Optimisation Forum 2019, hosted by the Xuanwu District Committee of Nanjing Municipality and the Xuanwu District People's Government of Nanjing, with Xu Lin,

national chair of the IPR Working Group, delivering a speech.

10 Jul Met with Zhang Yongzhong, deputy director general, Shanghai

Intellectual Property Administration (SIPA), and discussed unfair technology transfer occurring locally and emerging IP issues in e-

commerce.

26 Nov Attended the International Symposium on Judicial Protection of

Intellectual Property Rights, in which judges from various supreme courts and IP courts participated, including Justice Tao Kaiyuan, vice president of China's Supreme People's Court, and Ning Hua, national

vice chair of the IPR Working Group, delivered an address.

European Government Lobby Actions in 2019

07 Nov Met with Gunther Marten, minister counsellor, Delegation of the

European Union to China, on geographic indications.

Submission of Comments for 2019 Laws and Regulations

29 Mar China Intellectual Property Administration (CNIPA): Call for

comments on the Measures for the Protection of Foreign

Geographical Indication Products (revised draft)

30 Apr CNIPA: Call for comments on the Patent Examination Guidelines

(revised draft)

12 Dec CNIPA: Call for comments on the Guideline on Administrative

Adjudication for Patent Infringement Disputes (draft)



Intellectual Property Rights Working Group Annual Report 2019

Other Working Group Activities in 2019

Beijing

31 May Seminar: China IPR Updates – Trademark Law Revised

<u>Shanghai</u>

26 May Represented the Chamber and delivered a keynote speech at a

closed-door conference during the 2019 Pujiang Innovation Forum

02 Sep Moderated the 10th China Intellectual Property Annual Conference

For more information about the Intellectual Property Rights Working Group or the European Chamber in general, please contact Sitong He in Shanghai (sthe@europeanchamber.com.cn) or Peter M. Drucker in South China (pdrucker@europeanchamber.com.cn).



International Liner Shipping Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Shanghai

Chair Marc Bourdon, CMA CGM (China)

Shipping Co, Ltd

Working Group Coordinator Alexandra-Andreea Pop

	Beijing	Shanghai
Number of member companies	9	30
Number of individuals receiving email notices	10	10
Number of working group meetings held	7	8
Average number of attendees	16	14

Introduction to the Working Group

The International Liner Shipping Sub-working Group—originally the Maritime Transport Working Group—was established in 2000 to represent international maritime transport enterprises operating in China. The objective of the working group is to work towards a more efficient and competitive maritime transport environment in China. To accomplish this, the working group engages in dialogue with relevant Chinese and European government officials to contribute to the healthy development of the transportation industry and to promote the interests of European transportation companies in China. In 2016, the working group changed its name to the International Liner Shipping Sub-working Group, which is attached to the Logistics Working Group, to create greater synergies and focus for international shipping lines.

Working Group Meetings in 2019

<u>Beijing</u> 08 May, 17 Jun, 10 Oct, 18 Nov, 25 Nov, 29 Nov, 05 Dec <u>Shanghai</u> 25 Feb, 06 Jun, 11 Jun, 17 Jun, 23 Sep, 10 Oct, 25 Nov, 29 Nov

Chinese Government Advocacy Actions in 2019

Beijing

15 Feb Met with Wei Liqun, president, China Society of Administrative

Reform (CSOAR), and other CSOAR representatives to discuss reform

of the logistics industry.

27 Nov Submitted a letter to Jing Yan, vice director, Shipping Development

Division, Shanghai Municipal Transportation Commission (SMTC), in

response to questions raised by the SMTC in September.

International Liner Shipping Working Group



International Liner Shipping Working Group Annual Report 2019

5 Dec Met with Yi Jiyong, deputy director-general, Ministry of

Transportation (MOT).

5 Dec Met with Wu Peijian, deputy director, Supervision Department,

General Administration of Customs (GACC), and presented the International Liner Shipping Sub-Working Group Position Paper

2019/2020.

Shanghai

25 Feb Met jointly with Tim Wickmann, managing director, World Shipping

Council (WSC) Asia, for an introduction to the newly established WSC Asia Office and to discuss the shipping industry, and Zhang Ye, president, Shanghai Shipping Exchange (SSE), to discuss the latest regulatory developments related to the shipping industry put

forward by the MOT, as well as priorities of the SSE.

23 Sep Met with Jing Yan, vice director, Shipping Development Division,

SMTC, who gave a brief introduction the Shanghai Free Trade Zone

development plan.

European Government Advocacy Actions in 2019

09–10 July Met with Stefano Paci, deputy head of unit, Directorate-General for

Mobility and Transport (DG MOVE), European Commission, ahead of a European Union (EU)-China Connectivity Platform Expert Group

meeting.

Submission of Comments for 2019 Laws and Regulations

19 April Ministry of Transport: Call for comments on Safety Requirements

for Tanker Single Point Mooring Operation.

Other Working Group Activities in 2019

Beijing

18–19 May Supported the Belt and Road Digitisation Cooperation International

Summit

<u>Shanghai</u>

30 Aug Seminar: Export Control Law – What it Means for Business

For more information about the International Liner Shipping Working Group or the European Chamber in general, please contact Pablo Galvez at (pgalvez@europeanchamber.com.cn).

International Liner Shipping Working Group



Investment Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Vice Chair Christoph Hezel, Taylor Wessing

Working Group Coordinator Ester Cañada Amela

Shanghai

Chair Jens Ewert, Deloitte

Vice Chair David Maurizor, Advention Partners

Business Manager/Working Group Max Merkle (Jan-Nov 2019)

Coordinator Benedetta Borri (starting Nov 2019)

	Beijing	Shanghai
Number of member companies	32	79
Number of individuals receiving email notices	74	194
Number of working group meetings held	5	5
Average number of attendees	14	13

Introduction to the Working Group

The Investment Working Group's prime objective is to obtain beneficial change in China's investment environment for European business in terms of both regulation and access, encompassing all kinds of foreign direct and portfolio investment. The working group's membership is comprised of professionals involved in mergers and acquisitions in large European corporations, as well as those dealing with private equity and venture capital or involved in an advisory capacity.

Working Group Meetings in 2019

<u>Beijing</u> 31 Jan, 02 Apr, 23 Aug, 06 Dec, 12 Dec <u>Shanghai</u> 31 Jan, 02 Apr, 23 Aug, 06 Dec, 12 Dec

Chinese Government Advocacy Actions in 2019

Shanghai

17 Jan Held a dialogue between Xu Kunlin, vice mayor of the Shanghai

Municipal People's Government and ten of the European Chamber's working group chairs to present recommendations on how to

improve the business environment in Shanghai.

Investment Working Group



Investment Working Group Annual Report 2019

02 Feb Met with the Standing Committee of the Legislative Affairs

Commission of the National People's Congress (NPC) and the Shanghai Municipal Commission of Commerce to discuss the draft

Foreign Investment Law.

European Government Advocacy Actions in 2019

18 Jan Attended the North Bund International Framework Initiative for Green Technical Cooperation and launch of the Shanghai Hongkou Green Industry Development Institute with Carlo D'Andrea, vice

president of the European Chamber, as guest speaker.

25 Mar Met with World Bank representatives to discuss the experiences of

the European Chamber delegates with innovation and research and

development (R&D) policies in China.

25 Mar Met with Pascal Lamy, former director-general, World Trade

Organization, to discuss the current global trade situation.

30 Apr Met with Augusto Santos Silva, minister, Ministry of Foreign Affairs,

Portugal, on the occasion of the state visit of Marcelo Rebelo de

Sousa, president, Portugal.

14 May Met with Ulrich Weigl, minister counsellor, Delegation of the

European Union (EU) to China, to discuss Sino-European relations

and bilateral opportunities for development and cooperation.

17 Sep Met with visiting officials from the Directorate-General for Trade of

the European Commission to discuss issues related to investor-state dispute resolution from the institutional perspective of the EU and

from the point of view of European business in China.

Submission of Comments for 2019 Laws and Regulations

30 Oct Ministry of Justice (MOJ): Call for comments on the Regulation on

the Implementation of the Foreign Investment Law (public

consultation)

15 Nov State Administration for Market Regulation: Call for comments on

Ensuring Effective Law-based Administration of Registration of

Foreign-invested Enterprises (draft for comment)

29 Nov MOJ: Call for comments on the *Implementation of the Foreign*

Investment Law (public consultation)

Investment Working Group



Investment Working Group Annual Report 2019

02 Dec Ministry of Commerce (MOFCOM): Call for comments on the

Provisions on Foreign Investment Information Report (public

consultation)

02 Dec MOFCOM: Call for comments on the *Notice on Matters Related to*

the Report on Foreign Investment Information (public consultation)

Other Working Group Activities in 2019

<u>Shanghai</u>

16 Apr Seminar: China's New Foreign Investment Law: What will be the

Impact on Businesses in China?

09 Dec Attended European Chamber seminar Energise Your Autumn: Green

Finance – Saving the Planet, a Savvy Investment

For more information about the Investment Working Group or the European Chamber in general, please contact Ester Cañada Amela (<u>ecamela@europeanchamber.com.cn</u>) in Beijing or Benedetta Borri (<u>bborri@europeanchamber.com.cn</u>) in Shanghai.



2019 Working Group Chairs and Business Managers

Beijing

Chair Ronan Diot, Gide Loyrette Nouel

(Jan-Mar 2019)

Sara Marchetta, Chiomenti

(starting Mar 2019)

Vice Chair Sara Marchetta, Chiomenti (Jan–Mar 2019)

Zhaofeng Zhou, Field Fisher (Mar-Jul 2019)

Business Manager/Working Group Cecilia Rovelli (Jan–Feb 2019)
Coordinator Ziting Zhang (Mar–Aug 2019)

Dafei Wu (starting Sep 2019)

Shanghai

Chair Michael Tan, Taylor Wessing

Vice Chair Iris Duchetsmann, DD LAW (Jan–Mar 2019)

Lucy Hu, Carl Zeiss (starting Mar 2019)

Business Manager/Working Group Sio-Mei Ng (Jan-Mar 2019) Coordinator Helei Fu (Mar-Apr 2019)

Sitong He (starting Apr 2019)

	Beijing	Shanghai
Number of member companies	75	180
Number of individuals receiving email notices	146	403
Number of working group meetings held	5	5
Average number of attendees	15	19

Introduction to the Working Group

Created in 2000, the Legal and Competition Working Group fosters greater legal transparency and awareness of legal developments that affect foreign trade and investment in China. It also advocates for the strengthening of the rule of law in China and for foreign law firms to have better access to China's legal market. The working group is now comprised of approximately 600 individuals that represent over 180 member companies.

Working Group Meetings in 2019

<u>Beijing</u> 09 Apr, 17 Sep, 25 Nov, 29 Nov, 06 Dec <u>Shanghai</u> 09 Apr, 17 Sep, 25 Nov, 29 Nov, 06 Dec



Chinese Government Advocacy Actions in 2019

<u>Beijing</u>	
09 Jan	Met with Liu Junchen, deputy director, Legislative Affairs
	Commission, Standing Committee of the National People's Congress
	(NPC), on the draft Foreign Investment Law.
18 Oct	Met with Liu Junchen, deputy director, Legislative Affairs
	Commission, Standing Committee of the NPC, and queried the status
	of implementation regulations of the Foreign Investment Law,
	Telecommunication Law, Cryptography Law, Export Control Law,
	Food Safety Law and Product Safety Law.
25 Oct	Met with Li Wei, deputy inspector, and Shen Peilan, director, China
	Chamber of International Commerce, on the Regulation on the
	Implementation of the Foreign Investment Law (public consultation).
20 Nov	Met with Quan Zhou, division director, Enterprises Rights Protection
	Centre, China Chamber of International Commerce, and discussed
	the Regulation on the Implementation of the Foreign Investment Law
	(public consultation).
29 Nov	Met with Hubert Han, second secretary, Embassy of Singapore in
	Beijing, and discussed the Regulation on the Implementation of the
	Foreign Investment Law (public consultation) and the negotiation of
	the European Union (EU)-China Comprehensive Agreement on
	Investment.
<u>Shanghai</u>	
09 Jan	Met with Liu Junchen, deputy director, Legislative Affairs
	Commission, Standing Committee of the NPC, on the draft Foreign
	Investment Law.
17 Jan	Met with Xu Kunlin, vice mayor, Shanghai Municipal People's
	Government, at the second Shanghai Government Dialogue.
22 Feb	Met with Liu Junchen, deputy director, Legislative Affairs
	Commission, Standing Committee of the NPC, in a symposium to
	solicit opinions on the draft Foreign Investment Law jointly held by
	the committee and the Shanghai Municipal Commission of
	Commerce.



European Government Advocacy Actions in 2019

14 May Met with Ulrich Weigl, minister counsellor, Trade and Investment

Section, Delegation of the EU to China, and discussed coordinating

relationships.

17 Sep Met with Colin Brown, deputy head of unit, Dispute Settlement and

Legal Aspects of Trade Policy, Directorate-General for Trade, European Commission, to discuss issues related to investor-state dispute resolution from the EU institutional perspective and from the

point of view of European businesses in China.

Submission of Comments for 2019 Laws and Regulations

13 Jun	State Administration for Market Regulation (SAMR): Call for
	comments on the Measures for Handling Complaints and Reports on
	Market Supervision and Management (draft).
17 Sep	SAMR: Call for comments on the Interim Measures for Handling
	Complaints and Reporting in Market Supervision and Administration.
18 Sep	SAMR: Call for comments on the Regulations on Proper Exercise of
	Discretion in the Imposition of Administrative Penalties.
18 Oct	SAMR: Call for comments on the <i>Provisions on Market Management</i>
	and Law Enforcement Supervision (draft).
30 Oct	Ministry of Justice (MOJ): Call for comments on the Regulation on the
	Implementation of the Foreign Investment Law (draft).
15 Nov	SAMR: Call for comments on Ensuring Effective Law-based
	Administration of Registration of Foreign-invested Enterprises (draft).
29 Nov	MOJ: Call for comments on the Regulation on the Implementation of
	the Foreign Investment Law (revised draft).
02 Dec	Ministry of Commerce (MOFCOM): Call for comments on the Notice
	on Matters Related to the Report on Foreign Investment Information
	(draft).
02 Dec	MOFCOM: Call for comments on the Provisions on Foreign
	Investment Information Report (draft).

Other Working Group Activities in 2019

<u>Beijing</u>	
25 Sep	Forum: Dealing with Improper Protection of Consumer Rights
11 Nov	Seminar: China's Corporate Social Credit System – What's New?



20 Nov	Seminar: Fourth Annual Antitrust Symposium with the United
	Nations Conference on Trade and Development – Latest
	Developments in International Anti-monopoly Law
22 Nov	Seminar: Data Protection in the New Era
<u>Shanghai</u>	
12 Jun	Seminar: Ground-breaking Arbitration Measures – Turning a New
	Page for China's International Dispute Resolution
30 Aug	Seminar: China's Proposed Export Control Law – What it Means for
	Business
16 Sep	Seminar: East Meets West – A Dialogue between the London and
	the Shanghai International Economic and Trade Arbitration

Disputes

Commissions on their Approach to Handling Commercial Arbitration

05 Dec Seminar: Arbitration Nuts and Bolts: Drafting International Dispute

Resolution Clauses Under the Latest Arbitration Development

For more information about the Legal and Competition Working Group or the European Chamber in general, please contact Dafei Wu (dwu@europeanchamber.com.cn) in Beijing, or Sitong He (sthe@europeanchamber.com.cn) in Shanghai.



Logistics Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Tony Chen, DHL (Jan-Sep 2019)

Working Group Coordinator Dafei Wu (Jan–Oct 2019)

Cindi Yu (starting Oct 2019)

Shanghai

Chair Cindy Rong, Intel (starting Sep 2019)

Working Group Coordinator Alexandra-Andreea Pop

South China

Chair Frederic Campagnac, CLEVY LINKS

Business Manager/Working Group Pingrui Zhao (Jan–Sep 2019)

Coordinator Yihan Zhao (starting Oct 2019)

	Beijing	Shanghai	South China
Number of member companies	40	106	64
Number of individuals receiving email notices	63	203	89
Number of working group meetings held	6	7	3
Average number of attendees	5	14	21

Introduction to the Working Group

The Logistics Working Group represents a diverse spectrum of logistics service providers in freight forwarding, including express delivery, warehousing and distribution, customs brokerage, transportation services, contract logistics, and consumers of logistics services. The working group provides a platform for companies to discuss and share best practices, while reviewing the logistics industry's regulatory framework. It maintains a constructive dialogue with relevant government stakeholders in China and Europe and provides feedback on industry regulations and standards.

Working Group Meetings in 2019

Beijing 26 Feb, 17 Jun, 03 Sep, 10 Oct, 25 Nov, 29 Nov

<u>Shanghai</u> 26 Feb, 05 Jun, 17 Jun, 03 Sep, 10 Oct, 25 Nov, 29 Nov

South China 26 Feb, 26 Mar, 02 Apr

Logistics Working Group



Logistics Working Group Annual Report 2019

Chinese Government Advocacy Actions in 2019

Beijing

15 Apr Met Xingyuan Yu, division director, Freight Transport and Logistics

Administration, Transportation Service Department, Ministry of Transport (MOT), to discuss the draft *Administrative Measures for*

the Safety of Road Transport of Dangerous Goods.

10 Oct Met Dahai Cao, deputy director-general, Legislation Department,

General Administration for Customs in China (GACC), at a seminar on 'Customs Law Reform and Comparative Study', and presented him

with the European Business in China Position Paper 2019/2020.

14 Oct Invited by the MOT to an expert review meeting on the *Limited*

Quantity and Excepted Quantity Dangerous Good Transportation

Guideline.

Shanghai

17 Jan Met Kunlin Xu, vice mayor, Shanghai Municipal People's

Government, for a biannual meeting to submit suggestions on how to improve Shanghai's business environment for European

companies.

10 Oct Met Dahai Cao, deputy director general, Legislation Department,

GACC, at a seminar on 'Customs Law Reform and Comparative Study', and presented him with the *European Business in China*

Position Paper 2019/2020.

14 Oct Invited by the MOT to an expert review meeting on the *Limited*

Quantity and Excepted Quantity Dangerous Good Transportation

Guideline.

European Government Advocacy Actions in 2019

16 May Met with Algirdas Semeta, commissioner, Taxation, Customs,

Auditing and Anti-fraud, European Commission, to discuss taxation

reform in China.

5 Jun Met with Vicky Pollard, first counsellor, Environment and Climate,

Delegation of the European Union to China, for a discussion on plastic

and marine litter.



Logistics Working Group Annual Report 2019

Submission of Comments for 2019 Laws and Regulations

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07 Mar	MOT: Call for comments on the Administrative Measures for the
	Safety of Road Transport of Dangerous Goods.
30 Apr	National Development and Reform Commission (NDRC): Call for
	comments on Issues and Recommendations Relating to the Digital
	Economy.
06 May	MOT: Call for comments on the Administrative Measures for the
	Safety of Road Transport of Dangerous Goods (second draft).
15 May	State Administration of Market Regulation (SAMR): Call for
	comments on the Administrative Provisions on Product Quality
	Supervision and Spot Inspections.
14 Jun	State Postal Bureau: Call for comments on the Draft Measures for the
	Supervision and Administration of Security of the Postal Industry.
28 Jun	Cyberspace Administration of China (CAC): Call for comments on the
	Administrative Measures on Data Security.
13 Jul	CAC: Call for comments on the Measures on Security Assessment of
	Cross-border Transfer of Personal Information.
23 Jul	MOT: Call for comments on the Safety Requirements for Whole-Ship
	Transportation of Liquefied Natural Gas.
14 Aug	NDRC: Call for comments on the Opinions on Implementation of the
	Management of the Jointly Punished for Dishonesty List of the
	Logistics Industry.

Other Working Group Activities in 2019

<u>Beijing</u>	
18 Jul	Event: Trade Tension and China's Proposed Export Control Law
13 Dec	Attended as supporting partner the 1st Customs Development
	Conference 2019
<u>Shanghai</u>	
01 Nov	Seminar: China Free Trade Zone Agreements and Investment
	Developments

For more information about the Logistics Working Group or the European Chamber in general, please contact Cindi Yu in Beijing (cyu@europeanchamber.com.cn) or Pablo Galvez in Shanghai (pgalvez@europeanchamber.com.cn).

Logistics Working Group



Manufacturing Forum Annual Report 2019

2019 Working Group Chairs and Business Managers

South China

Chair Miao Peiyun, Andritz China Ltd

Vice Chair Haas Herbert, Heinkel (Foshan) Drying &

Separation Co, Ltd

Business Manager Pingrui Zhao (Jan–Oct 2019)

Yihan Zhao (starting Oct 2019)

	South China
Number of member companies	126
Number of individuals receiving email notices	190
Number of working group meetings held	3
Average number of attendees	14

Introduction to the Working Group

Since its establishment in November 2012, the Manufacturing Forum has kept pace with the ever-changing challenges faced by European manufacturing companies operating in China. The forum functions as a platform for sharing practical information between members and supporting their businesses in China. Its membership covers a wide range of industries such as automotive, healthcare, pharmaceuticals, medical devices, home appliances, consumer goods, chemicals, electronics and energy, as well as consultancies that support manufacturers with a focus on environmental, lean management and quality services.

Working Group Meetings in 2019

South China 27 Mar, 26 Nov, 27 Nov

Other Working Group Activities in 2019

South China

15 Jan	Factory Tour to STS Robot: How Does Indigenous Innovation
	Leverage CM2025
21 Jan	Training: Purchasing Skills (co-hosted with TÜV Rheinland)
26 Feb	Training: Shenzhen Overall Equipment Effectiveness & Overall
	Labour Efficiency with TÜV (co-hosted with TÜV Rheinland)
14 Mar	Training: Statistical Process Control (co-hosted with TÜV Rheinland)

Manufacturing Forum



Manufacturing Forum Annual Report 2019

25 Mar	Training: Purchasing skills (co-hosted training with TÜV Rheinland);
27 Mar	Manufacturing Forum Meeting and Election
30 May	Training: Strategic Procurement Management (co-hosted training with TÜV Rheinland)
06 Jun	Training: Factory Production Safety Standards, Potential Environment, Health and Safety Risks and Impact on Supply Chain and Industrial Development
12 Jun	Factory Tour to Coats: Experience Over 200 Years of Manufacturing Innovation at a Leading Industrial Thread Company
14 Jun	Factory Tour to Antolin: The No.1 Worldwide Supplier of Headliner Substrates
10 Jul	Training: New Standard Failure Mode and Effects Analysis (co-hosted with TÜV Rheinland)
01 Aug	Training: Safety Management Training on Hazardous Chemical (cohosted with TÜV Rheinland)
07 Aug	Training: ISO 45001:2018 Occupational Health and Safety System Internal Auditor (co-hosted with TÜV Rheinland)
16 Aug	Training: Fire Safety Regulations
19 Sep	Seminar: Andritz Smart Manufacturing – Surveying the First Steps of a Digital Factory
30 Oct	Training: Advanced Auditing Skills of ISO 14001 & OHSAS 18001 (ISO45001) Integrated System (co-hosted with TÜV Rheinland)
30 Oct	Training: Excel Data Collation and Modelling Analysis, POWER BI Data Visualisation (co-hosted with Eddic)
20 Nov	Training: Smart Factory (co-hosted with Unity)
27 Nov	Attracting and Keeping Talent within Manufacturing

For more information about the Manufacturing Forum or the European Chamber in general, please contact Bruce Ding (bding@europeanchamber.com.cn).



2019 Working Group Chairs and Business Managers

Beijing

Chair Binu Jacob, Nestlė

Vice Chair Enda Ryan, Mead Johnson

Business Manager/Working Group Ziting Zhang
Coordinator Ing Wang

Xi Ding (Jun-Oct 2019)

	Beijing	Shanghai
Number of member companies	4	5
Number of individuals receiving email notices	45	22
Number of working group meetings held	37	6
Average number of attendees	20	15

Introduction to the Working Group

The European Chamber Paediatric Nutrition (PN) Desk was established in 2009, and currently has eight international companies as members and five domestic manufacturers as local partners. Members and partners of the desk include the major manufacturers of infant formula active in China.

Working Group Meetings in 2019

_	-	-
<u>Beijing</u>		24 Jan, 25 Feb, 28 Feb, 08 Mar, 22 Mar, 27 Mar, 28 Mar, 03 Apr,
		18 Apr, 19 Apr, 07 May, 10 May, 12 Jun, 14 Jun, 19 Jun, 26 Jun,
		04 Jul, 17 Jul, 18 Jul, 30 Jul, 08 Aug, 16 Aug, 20 Aug, 10 Sep, 11 Sep,
		18 Sep, 19 Sep, 20 Sep, 27 Sep, 25 Oct, 28 Oct, 31 Oct, 13 Nov,
		20 Nov. 22 Nov. 03 Dec. 06 Dec. 18 Dec. 18 Dec

<u>Shanghai</u> 24 Jan, 03 Apr, 04 Apr, 30 Jul, 19 Aug, 03 Dec

Chinese Government Advocacy Actions in 2019

Beijing

17 Jan Met with the State Administration for Market Regulation (SAMR)

and industry experts to discuss the draft Administrative Measures

on Record Filing of Infant Formula Product.



18 Jan	Met with the China National Centre of Food Safety Risk Assessment (CFSA) and industry experts to discuss the draft <i>National Food</i>
	Safety Standard Supplementary Food for Infant and Young Children.
23 Jan	Met with the CFSA and industry experts to discuss the revision of standards GB 10765, GB 10766, and GB 10767.
22 Feb	Met with Fuxiang Ma, deputy director general, Department of Special Food Safety Supervision and Management, SAMR, to discuss the overseas onsite inspection issue in infant formula registration.
27 Feb	Met with the Department of Special Food Safety Supervision and Management, SAMR, and industry experts to discuss the revision of the Administrative Measures on the Registration of Infant Formula Product.
04 Mar	Met with Yu Wei, director, Division of Supervision and Management, Department of Special Food Safety Supervision and Management, SAMR, to discuss research programmes on the supervision and administration of infant formula products market circulation.
20 Mar	Met with Xue Guoqin, deputy director general, Regulatory Department, SAMR, to discuss the SAMR's legislative work plan for 2019.
25 Apr	Met with Fan Yongxiang, director, Division I, Department of Food Safety Standards, CFSA, to discuss the 45 th Session of the Codex Committee on Food Labelling.
09 May	Met with the Chinese Academy of Inspection and Quarantine regarding the project on administration of market circulation of infant formula products.
14 Jun	Met with the Department of Special Food Safety Supervision and Management, SAMR, and industry experts to discuss the revision of the Key Points and Judgment Principles for the Registration of Infant and Young Children Milk Powder Formula Recipes.
18 Jun	Sent a meeting request to Wang Kerang, Icirector, the Division of Children, Department of Women and Children's Health, National Health Commission (NHC), to discuss legislative progress of the new
19 Jun	Administrative Measures on the Sale of Breast Milk Substitutes. Held a seminar on the revision of the National Standards for Infant and Young Children Milk Powder Formula Products, attended by



Han Junhua, former director, Division III, Department of Food Safety

	Standards, CFSA.
16 Jul	Met with Wang Kerang, director, Division of Children, Department of Women and Children's Health, NHC, on the latest updates to the
	new Administrative Measures on the Sale of Breast Milk Substitutes.
20 Aug	Met with Jin Fang, secretary general, China Development Research
-	Foundation, on the opportunities for future cooperation on
	compliance in regard to infant formula promotion.
27 Sep	Met with the Department of Special Food Safety Supervision and
•	Management, SAMR, to discuss issues relating to infant and young
	children formula and food for special medical purpose (FSMP).
31 Oct	Met with Liu Aidong, researcher, CFSA, in preparation for the 41st
	Session of the Codex Committee on Nutrition and Foods for Special
	Dietary Uses.
13 Nov	Organised the European-China Seminar on Regulations on Infant
	Formula and FSMP, with participation by representatives from the
	Department of Special Food Safety Supervision and Management,
	SAMR, the Directorate-General for Health and Food Safety (DG
	SANTE), European Commission, and industry association
	International Special Dietary Foods Industries (ISDI).
13 Nov	Met with Zhang Xiaoqiang, vice chair and CEO, China Centre for
	International Economic Exchanges, along with representatives from
	other Chamber working groups to discuss concerns regarding
	registration of infant formula products.
19 Nov	Met with Li Ning, deputy head, CFSA, at the preparation meeting for
	the 41 st Session of the Codex Committee on Nutrition and Foods for
	Special Dietary Uses.
19 De	Met with Bi Kexin, deputy director-general, Department of Imported
	Food Safety, China General Administration of Customs (GACC), on
	handling food safety issues reported in the European market.
19 Dec	Submitted lobby letters on the transition period for new infant
	formula standards to the Office of Food Safety Committee of the
	State Council, the NHC and the CFSA.
20 Dec	Met with the Medical Information Research Institution, China
	Academy of Medical Science, to discuss the China Early Life 1,000
	Days Project.



20 Dec Met with the CFSA and industry experts to discuss the latest revision

of the new infant formula standards.

23 Dec Met with Zhang Zhiqiang, deputy director general, Food Safety

Standards Supervision and Evaluation Department, NHC, on key

issues in special food sectors.

European Government Advocacy Actions in 2019

<u>Beijing</u>	
23 May	Held a roundtable meeting with Gudrun Gallhoff, counsellor,
	European Union Delegation to China (EUD), and agricultural
	counsellors from embassies including France, Ireland, Germany, the
	Netherlands, Australia and the United States on registration of
	special food.
08 Nov	Met with Adeline Hinderer, Head of Unit, Directorate-General for
	Trade, European Commission, to discuss issues relating to
	registration of infant formula products.
13 Nov	Organised the European-China Seminar on Regulations on Infant
	Formula and FSMP, with participation by representative of the
	Department of Special Food Safety Supervision and Management,
	the SAMR, DG SANTE, European Commission, and the ISDI.
11 Dec	Met with Damien Plan, counsellor, Agriculture, EUD, on the Chinese
	regulatory environment and issues relating to the special food sector

Submission of Comments for 2019 Laws and Regulations

	<u> </u>
<u>Beijing</u>	
07 Jan	CFSA: Call for comments on the National Food Safety Standard of
	General Rules for Nutrition Labelling of Pre-packaged Foods (Draft).
11 Mar	GACC: Call for comments on the Notice on the Inspection, Supervision
	and Administration of Import and Export Pre-packaged Food Labels
	(draft).
10 May	Ministry of Justice (MOJ): Call for comments on the current Food
	Safety Law (draft for revision).
15 May	SAMR: Call for comments on the Administrative Provisions on
	Product Quality Supervision and Spot Inspections (draft).
13 Jun	SAMR: Call for comments on the Measures for Handling Complaints
	and Reports on Market Supervision and Management (draft).



26 Jun	SAMR: Call for comments on the <i>Administrative Provisions on Food Production Permits</i> (draft).
25 Jul	SAMR: Call for comments on the <i>Administrative Measures for Infant</i> and Young Children Milk Powder Formula Recipe Registration (draft).
14 Aug	SAMR: Call for comments on the <i>Interim Regulations on the On-site Verification of Special Food Registration</i> (draft).
22 Aug	SAMR: Call for comments on the Food Safety Law.
17 Sep	SAMR: Call for comments on the Interim Measures for Handling
	Complaints and Reporting in Market Supervision and Administration (draft).
28 Oct	China Dairy Industry Association: Call for comments on the <i>Good</i>
	Manufacturing Practice for FSMP (draft).
29 Oct	Shanghai Institution of Quality Inspection and Technical Research:
	Call for comments on the National Food Safety Standard Labels for
	Pre-packaged Special Dietary Uses (draft).
01 Nov	SAMR: Call for comments on the Administrative Measures for the
	Examination of Advertisements for Medicine, Medical Devices, Health Food and FSMP (draft).
04 Nov	National Dairy Research Centre: Call for comments on the National
	Food Safety Standard Whey Powder and Whey Protein Powder (draft).
04 Dec	Submitted legislation proposal to the MOJ on the China Code of
	Breast Milk Substitutes Promotion.
20 Dec	SAMR: Call for comments on the Administrative Measures on Food
	Labelling (draft).
25 Dec	GACC: Call for comments on the Regulations on the Administration
	of Registration of Overseas Food Manufacturing Enterprises (draft).
30 Dec	SAMR: Call for comments on the <i>Notice of Opinions on the 2020 Food</i>
	Safety Supervision Random Sampling Plan (draft).

Other Working Group Activities in 2019

<u>Beijing</u>	
27 Feb	Met with the China Consumer Association to discuss legislation in
	relation to the China Code of Marketing of Breast-milk Substitutes
09 Nov	Participated in the Special Food Conference hosted by the Special
	Food Research Centre of the China Agricultural University



For more information about the Paediatric Nutrition Desk or the European Chamber in general, please contact Ing Wang (iwang@europeanchamber.com.cn) or Ziting Zhang (ztzhang@europeanchamber.com.cn) in Beijing.



Petrochemicals, Chemicals and Refining Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Vice Chair Karin Xu, Merck

<u>Shanghai</u>

Chair Xavier Durand-Delacre, Arkema

Business Manager/Working Group Helei Fu (Jan–Mar 2019)

Coordinator Rachel Rapaport (starting Mar 2019)

	Beijing	Shanghai
Number of member companies	12	56
Number of individuals receiving email notices	17	149
Number of working group meetings held	7	7
Average number of attendees	7	9

Introduction to the Working Group

The Petrochemicals, Chemicals and Refining (PCR) Working Group represents the leading European companies with a presence in the petroleum and chemical industry in China, many of which are global Fortune 500 companies. The aim of the working group is to improve operating conditions for PCR companies in China by facilitating communication between member companies, the government and Chinese industrial associations. The working group provides up-to-date information on pressing issues related to the petrochemicals industry and the effects from various locally-enacted regulations.

Working Group Meetings in 2019

<u>Beijing</u> 19 Mar, 17 Apr, 17 Jun, 21 Jun, 22 Jul, 25 Oct, 29 Nov <u>Shanghai</u> 19 Mar, 17 Apr, 17 Jun, 21 Jun, 22 Jul, 25 Oct, 29 Nov

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>

06 Jan Participated in a Ministry of Transport (MOT) expert review meeting

on limited quantity and excepted quantity dangerous good

transportation.

17 Sept Presented on the activities of the working group at the Nickel

Institute's China Chemical Regulatory Workshop 2019, attended by

Petrochemicals, Chemicals and Refining Working Group



Petrochemicals, Chemicals and Refining Working Group Annual Report 2019

Yu Yang, senior engineer, Solid Waste and Chemical Centre, Ministry of Ecology and Environment (MEE), and Liu Xia, secretary-general, National Technical Committee for the Standardisation of Consumer Product Safety, among others.

Submission of Comments for 2019 Laws and Regulations

19 Apr	MOT: Call for comments on Safety Requirements for Tanker Single
	Point Mooring Operation (draft).
24 Apr	MEE: Call for comments on Three National Environmental Protection
	Standards for Technical Specifications for Application and Issuance of
	Pollution Discharge Permits.
23 Jul	MOT: Call for comments on the Safety Requirements for Whole-Ship
	Transportation of Liquefied Natural Gas (draft).
08 Aug	Ministry of Emergency Management: Call for comments on the
	Guidelines for the Investigation and Management of Hazardous
	Chemical Enterprise Risks (draft).
16 Aug	MEE: Call for comments on the New Measures for Environmental
	Management of Chemical Substances (draft).
12 Oct	MEE: Call for comments on the National Catalogue on Hazardous
	Waste (draft for revision).
15 Oct	Ministry of Housing and Urban-Rural Development: Call for
	comments on the Code for Building Fire Protection, one of the
	standards released as part of the 40 National Standards for Housing
	and Urban-Rural Engineering Projects.
22 Oct	MEE: Call for comments on the Management Regulations on
	Assessing the Environmental Impact Caused by the Petroleum and
	Natural Gas Industry (draft).
28 Oct	Ministry of Agriculture and Rural Affairs: Call for comments on the
	Administrative Measures on the Recycling of Pesticide Packaging
	Wastes (draft).

Other Working Group Activities in 2019

Beijing

30 Jul Met with Pang Guanglian, vice secretary-general, China Petroleum

and Chemical Industry Federation, to discuss opportunities for

Petrochemicals, Chemicals and Refining Working Group



Petrochemicals, Chemicals and Refining Working Group Annual Report 2019

future collaboration and the Chamber's participation in the forthcoming 2019 China Petroleum and Chemical International Conference.

Shanghai

15 Oct Participated in and contributed speakers to Chamber seminar

Breaking the Mold: Creating a Circular Economy for Plastics.

For more information about the Petrochemicals, Chemicals and Refining Working Group or the European Chamber in general, please contact Rachel Rapaport (rrapaport@europeanchamber.com.cn).



Pharmaceutical Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Ye Li, Merck

Vice Chair Yingrong Du, Abbott

<u>Shanghai</u>

Chair Daphné Richet-Cooper, Sanofi

Business Manager Helei Fu

	Beijing	Shanghai
Number of member companies	20	24
Number of individuals receiving email notices	59	90
Number of working group meetings held	15	15
Average number of attendees	15	10

Introduction to the Working Group

The Pharmaceutical Working Group represents approximately 35 international pharmaceutical manufacturing companies operating in China. It serves as a communication platform between the European pharmaceutical companies and Chinese authorities and regulators. The working group engages in constructive dialogue with all relevant government agencies at national, provincial and local levels and shares its expertise and international best practices with Chinese regulators. The working group encourages government policies that support the creation of a sustainable environment, which fosters innovation and the healthy growth of the pharmaceutical industry as a whole, while also improving patients' access to affordable, innovative and high-quality medicines. The Pharmaceutical Working Group also offers recommendations based on experience accumulated during decades of healthcare reform in European countries that may further support the development of China's healthcare system.

Working Group Meetings in 2019

Beijing 15 Jan, 28 Feb, 15 Mar, 22 Mar, 13 May, 29 May, 10 Jul, 26 Jul,

10 Oct, 23 Oct, 14 Nov, 29 Nov, 06 Dec, 11 Dec, 12 Dec

<u>Shanghai</u> 15 Jan, 28 Feb, 15 Mar, 22 Mar, 24 Apr, 13 May, 21 May, 29 May,

10 Jul, 10 Oct, 23 Oct, 29 Nov, 06 Dec, 11 Dec, 12 Dec

Pharmaceutical Working Group



Pharmaceutical Working Group Annual Report 2019

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>	·
20 Mar	Met with Kun Zhao, director, Health Technology Assessment (HTA) Research Institute, National Healthcare Development Centre, to discuss the application of the HTA in China and future cooperation.
28 Mar	Met with Xiaodong Wang, director, Department of Advertisement Supervision and Management, State Administration of Market Supervision (SAMR), to discuss the working group's comments on the Administrative Measures for the Examination and Release of Advertisements for Medicine, Medical Device, Health Food and Food for Special Medical Purpose (FSMP).
22 May	Sent a letter to the Office of the Expert Committee on Diagnosis, Treatment and Guarantee of Rare Diseases, National Health Commission (NHC), regarding the <i>First List of 12 Rare Diseases</i> .
14 Aug	Met with Yongfeng Zhu, deputy director general, Division of Finance Planning and Regulations, National Healthcare Security Administration (NHSA), to introduce the priorities of the Pharmaceutical Working Group and concerns such as volume-based procurement and reimbursement.
14 Aug	Met with Wang Jiawei, director, Division of Bilateral Cooperation, Department of Science, Technology and International Cooperation, National Medical Products Administration (NMPA), to introduce the priorities of the working group and prepare for the upcoming EU-China Industry Meeting on Pharmaceuticals.
19 Sep	Sent a letter to the Office of the Expert Committee on Diagnosis, Treatment and Guarantee of Rare Diseases, NHC, regarding the Second List of Four Rare Diseases.
26 Oct	Sent a letter to the NMPA on the <i>Third List of Urgently Needed Drugs Launched Abroad</i> .
<u>Shanghai</u>	
17 Jan	Organised the Second Shanghai Government Dialogue and presented to Kunlin Xu, vice mayor, Shanghai Municipal People's Government, recommendations from working group members on improving the local business environment.
27 Jun	Met with Shizhu Jiang, director, Shanghai Representative Office, Ministry of Commerce (MOFCOM), to discuss the potential impact of

Pharmaceutical Working Group



Pharmaceutical Working Group Annual Report 2019

the United States-China trade dispute on European businesses and

the current business environment in Shanghai.

28 Aug Organised the Third Shanghai Government Dialogue on healthcare

sector development and presented to Yuying Shang, deputy secretary general, Shanghai Municipal People's Government, the key challenges facing European pharmaceutical companies in China and

recommendations from working group members.

30 Aug Met Cao Hongming, director, Department of Biotech and

Pharmaceutical, Shanghai Science and Technology Commission, to introduce the Pharmaceutical Working Group and present its concerns and recommendations on the newly revised *Human*

Genetic Resources Administration Regulation.

European Government Advocacy Actions in 2019

20 Feb Held a dinner meeting with Gudrun Gallhoff, minister counsellor,

Health and Food Safety, European Union Delegation to China to discuss challenges and developments in the pharmaceutical industry in China, the latest updates on the EU-China Business Summit and the upcoming EU-China Regulatory Dialogue on Pharmaceuticals.

14 May Gave a presentation on 'China's Healthcare Policy Review' to the EU

Member States' Health Counsellors Meeting.

26 Oct Organised the EU-China Industry Meeting on Pharmaceuticals for a

visiting delegation from the NMPA led by Shifei Chen, vice commissioner, to discuss the latest regulatory developments in

China's pharmaceutical sector.

Submission of Comments for 2019 Laws and Regulations

26 Mar NHSA: Call for comments on the 2019 National Reimbursement Drug

List Adjustment Work Plan.

09 Apr Ministry of Science and Technology (MOST): Call for comments on

the Safety Management Regulations for Biotechnology Research and

Development.

10 Aug National Development and Reform Commission (NDRC): Call for

comments on the Special Administrative Measures for Foreign

Investment Access (Negative List) (version 2019).

Pharmaceutical Working Group



Pharmaceutical Working Group Annual Report 2019

01 Nov SAMR: Call for comments on the Administrative Measures for the

Examination of Advertisements for Medicine, Medical Device, Health

Food and Food for Special Medical Purpose.

Other Working Group Activities in 2019

Beijing

06 Jul Addressed the 2019 Rare Disease Symposium on Collaboration and

Communication

<u>Shanghai</u>

08 May Addressed the 2019 China-EU Pharmaceutical Industry Forum

17 Sep Attended French Healthcare Alliance

For more information about the Pharmaceutical Working Group or the European Chamber in general, please contact Helei Fu (hlfu@europeanchamber.com.cn).



Public Procurement Task Force Annual Report 2019

2019 Working Group Chair and Business Manager

Beijing

Chair Davide Cucino, Fincantieri Trading Co Ltd

Business Manager Volker Müller

	Beijing	Shanghai
Number of member companies	27	4
Number of individuals receiving e-mail notices	34	4

Introduction to the Task Force

The Public Procurement Task Force was originally established as a working group in March 2005, acting as a cross-sector platform to address issues related to public purchasing and contracting in China, covering public sourcing of products, projects and services. The task force consists of 31 member companies, representing all major industries. The main objectives of the task force are to make constructive recommendations for improved public procurement processes, to advocate for fair and open competition, to provide and share public procurement practices with key stakeholders and to support the development of the Chinese public procurement market to achieve the best use of public funds. The task force is the main contact point in the European Chamber for the Public Procurement Agreement under the World Trade Organization and the Comprehensive Agreement on Investment currently under negotiation between China and the European Union.

Chinese Government Advocacy Actions in 2019

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13 Nov Met with Zhang Xiaoqiang, chief executive officer, China Centre for

International Economic Exchanges, to discuss how to further reform Chinese legislation to adopt best practices in public procurement.

European Government Advocacy Actions in 2019

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29 Nov	Met with Marzena Rogalska, director, Directorate-General for
	Internal Market, Industry, Entrepreneurship and SMEs (DG GROW),
	European Commission, to discuss challenges for European
	companies in China's public procurement market.
02 Dec	Met with Bonifacio Garcia Porras, head of unit, Access to
	Procurement Markets, DG GROW, European Commission, to discuss

Public Procurement Task Force



Public Procurement Task Force Annual Report 2019

challenges for European companies in China's public procurement

market.

03 Dec Met with Bonifacio Garcia Porras, head of unit, Access to

Procurement Markets, DG GROW, European Commission, to discuss challenges of European companies in China's public procurement

with focus on the medical device market.

Submission of Comments for 2019 Laws and Regulations

03 Feb Ministry of Finance: Call for comments on Government Procurement

Announcements and Information Release (draft)

17 Dec National Development and Reform Commission: Call for comments

on the Amendment to the Tender Law of the People's Republic of

China (draft)

Other Working Group Activities

Beijing

12 Nov Met with Lokhande Prashant, counsellor, Trade and Economy,

Embassy of India in China, to discuss topics of common interest in the

field of public/government procurement.

For more information about the Public Procurement Task Force or the European Chamber in general, please contact Volker Müller (vmueller@europeanchamber.com.cn).



2019 Working Group Chairs and Business Managers

Beijing

Chair Huifang Liu, TÜV Rheinland (China) Ltd

(Jan-Mar 2019)

Lily Zhang, Bureau Veritas (starting

Mar 2019)

Dafei Wu

Vice Chair Defa Zhang, TÜV SÜD (Jan–Mar 2019)

Huifang Liu, TÜV Rheinland (China) Ltd

(starting Mar 2019)

Business Manager/Working Group

Coordinator

	Beijing	
Number of member companies	36	
Number of individuals receiving email notices	76	
Number of working group meetings held	4	
Average number of attendees	8	

Introduction to the Working Group

The Quality and Safety Services (QSS) Sub-Working Group was established in 2012 as a sub-working group of the Standards and Conformity Assessment Working Group. Comprised of European Chamber members in the QSS sector, the Quality and Safety Services Sub-Working Group provides a platform to monitor and share experiences on developments in the regulatory environment. The QSS sector is defined, for the working group's purposes, as independent, third-party agencies that provide manufacturers and end users with testing, inspection and certification and other conformity assessment-related services, with the aim of improving the quality and safety of products on the market. The Quality and Safety Services Sub-Working Group identifies concerns and makes recommendations to increase transparency and improve coordination between third-party agencies and relevant administrative authorities. The Standards and Conformity Assessment Working Group is comprised of manufacturers that are affected by standardisation and conformity assessment issues. It works closely with the Quality and Safety Services Sub-Working Group, having the mutual aim of developing China's standardisation and conformity assessment system.



Working Group Meetings in 2019

Beijing 06 Mar, 12 Apr, 31 May, 06 Nov

Chinese Government Advocacy Actions in 2019

Chinese Governme	nt Advocacy Actions in 2019
<u>Beijing</u>	
08 Mar	Met with Qingbao Niu, vice mayor, Chengdu Municipal Government,
	along with representatives from the Investment Promotion
	Committee and relevant departments on foreign investment in
	Chengdu.
20 Mar	Met with Guoqin Xue, deputy director-general, Regulatory
	Department, State Administration of Market Regulation (SAMR), and
	had an in-depth discussion on the legislation plans for 2019.
28 Mar	Attended the Business Environment Seminar for Foreign-invested
	Companies (Shandong Session) in Jinan, Shandong and met with
	Airong Ren, vice governor, Shandong.
16 Apr	Met with Songlin Jiang, deputy director, Department of Foreign
	Capital and Overseas Investment, Sichuan Provincial Development
	and Reform Commission, on the business environment in Sichuan.
16 Apr	Met with Weijun Liu, director general, Department of Certification,
	SAMR, to discuss the regulatory framework for testing, inspecting
	and certification agencies.
17 Apr	Met with Yihong Wang, vice governor, Sichuan Provincial People's
	Government, on the business environment in Sichuan.
29 May	Met with Liu Hongkuan, inspector (director-general), Foreign Capital
	and Overseas Investment Department, National Development and
	Reform Commission (NDRC), and discussed the key findings of the
	European Chamber's Business Confidence Survey 2019 and China's
	opening-up policies.
05 Jul	Met with Hanhui Zhang, vice minister, Ministry of Foreign Affairs, and
	Ningning Guo, vice governor, Fujian Province, at the exhibition in
	Beijing, 'China in the New Era: Eco-friendly Fujian, Gateway for the
	Maritime Silk Road'.
10 Jul	Met with Sun Huichun, deputy director-general, Department of
	Supervision and Administration of Product Quality and Safety, SAMR,
	on the revision of the Product Quality Law.



12 Jul Participated in a teleconference with Danny Murty, researcher, European Centre for International Political Economy, on China's testing, inspection and certification industry. 22 Jul Met with Feng Yuan, director, Department of Foreign Capital and Overseas Investment, NDRC, and discussed the Foreign Investment Negative List, the draft Regulations on Optimising Business Environment and the Foreign Investment Law. 26 Jul Met with Yihong Bao, director-general, State Council Research Office, on the business environment for the industry. Met with Wei Wang, director-general, Development Research Centre 04 Sep of the State Council, to discuss China's opening-up measures in recent years in the service sector. 17 Oct Met with Shihong Tian, vice minister, SAMR, to discuss foreigninvested enterprises' fair participation in standardisation work; standardisation system reform; the relationship between compulsory, social organisation and enterprise standards;

Safety Law.

13 Nov Met with Xiaoqiang Zhang, executive vice chair and CEO, China

Centre for International Economic Exchanges, and highlighted the

transparency and fairness in market surveillance; and the Product

importance of reform in stated-owned enterprises.

European Government Advocacy Action in 2019

10 Apr Met with Bojan Pavlek, first secretary, European Union Delegation

to China, on market surveillance issues.

Submission of Comments for 2019 Laws and Regulations

15 May Certification and Accreditation Administration: Call for comments on

the Regulation on Certification and Accreditation.

15 May SAMR: Call for comments on the Administrative Provisions on

Product Quality Supervision and Spot Inspections (draft).

17 May SAMR: Call for comments on the *Administrative Provisions on Reform*

Measures for Testing and Inspection Agencies Qualification

Accreditation.



17 May	SAMR: Call for comments on the Administrative Measures for
	Notification-commitment in Testing and Inspection Agencies
	Qualification Accreditation.
13 Jun	SAMR: Call for comments on the Administrative Provisions on
	Measures for Handling Complaints and Reports on Market
	Supervision and Management.
12 Jul	SAMR: Call for comments on the Administrative Provisions on
	Approval Measures for Elevator Periodic Inspection Institutions (trial)
	(draft).
17 Sep	SAMR: Call for comments on the Administrative Provisions on Interim
	Measures for Handling Complaints and Reporting in Market
	Supervision and Administration (draft).
13 Nov	SAMR: Call for comments on the Measures for Testing and Inspection
	Agencies Administration and Supervision (draft).

For more information about the Quality and Safety Services Sub-Working Group or the European Chamber in general, please contact Dafei Wu (dwu@europeanchamber.com.cn).



Research and Development Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Shanghai

Chair Zhonghua Xu, Total

Vice Chair Jack Chen, Clariant Chemicals

Vice ChairLauren Xuan, PhilipsWorking Group CoordinatorLizi Chen (Jan-Jun 2019)

Tiantian Qi (Jun-Dec 2019)

	Beijing	Shanghai
Number of member companies	13	90
Number of individuals receiving email notices	12	148
Number of working group meetings held	5	10
Average number of attendees	10	23

Introduction to the Working Group

The Research and Development (R&D) Working Group aims to provide a platform to exchange information, experiences and best practices among member companies, along with promoting dialogue and transparency in Chinese R&D policy. The working group was created to continue the activities undertaken by the European Chamber's former Research and Development Forum, as members felt the need to engage directly with Chinese authorities at both the central and local levels. The working group is composed of professionals directly involved in R&D operations in China, representing nearly 80 European multinational corporations. Various industry sectors are represented, such as automotive, chemicals and petrochemicals, information and communications technology, aerospace, energy, and pharmaceuticals.

Working Group Meetings in 2019

Beijing 09 May, 19 Nov, 06 Dec, 12 Dec, 18 Dec

<u>Shanghai</u> 15 Mar, 24 Apr, 21 May, 19 Jun, 20 Sep, 18 Oct, 30 Oct, 19 Nov, 12

Dec, 18 Dec

Research and Development Working Group



Research and Development Working Group Annual Report 2019

Chinese Government Advocacy Actions in 2019

<u>Shanghai</u>	•
17 Jan	Held a meeting with Kunlin Xu, vice mayor, Shanghai Municipal
	People's Government, to discuss Shanghai's incentives and support
	for sustainable technologies.
20 Mar	Met with Celina Huang, deputy director, Shanghai Technology
	Innovation Centre, to discuss funding programmes for European
	small and medium-sized enterprises (SMEs).
19 Apr	Met with Ying Zhang, chief engineer, Shanghai Municipal
	Commission of Economy and Informatisation, to discuss the World
	Artificial Intelligence (AI) Conference.
24 Apr	Met with Donghui Feng, vice director, Shanghai Administration of
	Foreign Experts Affairs (SHAFEA) and Haiyan Wang, section director,
	SHAFEA, to discuss Foreign-invested Enterprises Innovation Centre-
	related policies.
21 May	Met with Yue Sun, vice director, AI Development Section, Shanghai
	Municipal Commission of Economy and Informatisation, to discuss Al
	policies in Shanghai.
18 Oct	Visited Zhangjiang AI Island and presented the European Business in
	China Position Paper 2019 to Zhangjiang Development Promotion

European Government Advocacy Actions in 2019

Association officials.

•	•
15 Mar	Met with Ms Elisa Yu, senior advisor on innovation, Business Finland,
	to discuss the China-Finland R&D Cooperation Plan.
20 Mar	Met with Philippe Vialatte, head, Science and Technology Section,
	European Union Delegation to China (EUD), to discuss the EU-China
	Roadmap for Reciprocal Access to Funding.
20 Mar	Met with Philippe Vialatte, head, Science and Technology Section,
	EUD, to discuss funding programmes for European SMEs.
16 Aug	Met with Philippe Vialatte, head, Science and Technology Section,
	EUD, to discuss funding programmes and the R&D framework of EU
	projects.
19 Sep	Participated in the Forum on Mobility of European Researchers to
	China with EU officials.

Research and Development Working Group



Research and Development Working Group Annual Report 2019

20 Sep Discussed with Florent Bernard, policy officer for China, Directorate-

General for Research and Innovation, European Commission, future

EU-China cooperation under Europe Horizon.

30 Oct Co-hosted a workshop with the Information Technology and

Communications and the SME working groups on the EU-China Co-

Funding Mechanism.

07 Nov Met Phil Hogan, commissioner, Directorate-General for Trade,

European Commission, to discuss EU-China R&D cooperation.

19 Nov Organised joint event with the European Chamber's SME Forum:

Money Matters – Decoding the Chinese Innovation Funding Scene.

20 Nov Met with the Flemish Innovation Council during the visit by Belgian

Princess Astrid to China to discuss a report by the Flemish Advisory Council for Innovation and Enterprise (VARIO) on AI and further

cooperation.

Submission of Comments for 2019 Laws and Regulations

03 Mar National Information Security Standardisation Technical Committee

(TC260): Call for comments on the Personal Information Security

Specification (draft).

09 Apr Ministry of Science and Technology (MOST): Call for comments on

the Safety Management Regulations for Biotechnology Research and

Development.

30 Apr National Development and Reform Commission (NDRC): Call for

comments on Issues and Recommendations Relating to the Digital

Economy.

Other Working Group Activities in 2019

<u>Shanghai</u>

14 Jan Discussion with Alessio Petino, project team leader, Improving EU

Access to National and Regional Financial Incentives for Innovation

in China.

25 Mar Met with Marcin Piatkowski, senior economist, and Chunlin Zhang,

task team leader and lead private sector development specialist, World Bank, to discuss European enterprises' experience of China's

innovation policies.

Research and Development Working Group



Research and Development Working Group Annual Report 2019

18 May Co-organised the Belt and Road Digitisation Cooperation

International Summit.

18 Dec Addressed the 'China's Innovation and Technology Transfer in the

Context of Globalisation and the New Industrial Revolution' event organised by the European Network of Research and Information

Centres and Hubs in China (ERICH) and Tsinghua University.

For more information about the Research and Development Working Group or the European Chamber in general, please contact Xinyi Xie in Shanghai (xyxie@europeanchamber.com.cn)



Shipbuilding Working Group Annual Report 2019

2019 Working Group Chair and Business Manager

Beijing & Shanghai

Chair Davide Cucino, Fincantieri Trading Co Ltd

Business Manager Ziting Zhang

	Beijing & Shanghai	
Number of member companies	9	
Number of individuals receiving email notices	14	
Number of working group meetings held	1	
Average number of attendees	12	

Introduction to the Working Group

Established in 2019, the Shipbuilding Working Group represents European, world-leading companies that design, manufacture, maintain and repair ships, as well as maritime equipment manufacturers, classification societies, service providers and cruise operators. In a world that is as interconnected as it has ever been, the shipbuilding sector is a strategic driver for the development of a competitive and sustainable sea-board transportation system. In this regard, shipyards and manufacturers of ship components play an essential role in satisfying the increasing global demand for cleaner and safer transportation systems. European companies in the sector have a long track record of contributing to the environmental sustainability and increased energy efficiency of ships.

Working Group Meetings in 2019

Beijing 01 Aug

European Government Advocacy Actions in 2019

11 Sep Met with Frank Schmiedel, first counsellor, Directorate-General for

Internal Market, Industry, Entrepreneurship and Small and Medium-

sized Enterprises, Delegation of the European Union to China

For more information about the Shipbuilding Working Group or the European Chamber in general, please contact Charlotte Svensson at (csvensson@europeanchamber.com.cn)

Shipbuilding Working Group



Small and Medium-sized Enterprises Forum Annual Report 2019

2019 Forum Chairs and Business Managers

Beijing

Business Manager/Working Group Ester Cañada Amela (Jan-Oct 2019)

Coordinator Cindi Yu (starting Oct 2019)

<u>Shanghai</u>

Business Manager/Working Group Lizi Chen (Jan–Jun 2019)

Coordinator Miguel Angel Pérez I Balagueró

(starting Jun 2019)

South China

Chair Valeria Manunza, Dezan Shira & Associates

Vice Chair Sebastjan Semrajc, Elrad Electronic

(Dongguan) Ltd

Business Manager/Working Group Pingrui Zhao (Jan–Oct 2019)

Coordinator Yihan Zhao (starting Oct 2019)

	Beijing	Shanghai	South China
Number of member companies	28	120	95
Number of individuals receiving email notices	40	177	119
Number of working group meetings held	4	6	2
Average number of attendees	29	16	31

Introduction to the Forum

The Small and Medium-sized Enterprises (SMEs) Forum was established in 2005 to provide a platform for European SMEs to share their experiences and gain practical information on achieving success in their business operations in China. The forum is comprised of more than 250 SMEs that span a wide range of industries. Relevant stakeholders include European and Chinese government officials and SME support service organisations, like the European Union (EU) SME Centre and the China Intellectual Property Rights (IPR) SME Helpdesk.

Forum Meetings in 2019

Beijing 09 May, 01 Jul, 19 Nov, 04 Dec

Shanghai 24 Apr, 21 May, 27 Jun, 24 Sept, 30 Oct, 19 Nov

South China 14 May, 27 Jun

Small and Medium-Sized Enterprises Forum



Small and Medium-sized Enterprises Forum Annual Report 2019

Chinese Government Advocacy Actions in 2019

<u>Beijing</u>

28 Apr Held a meeting with Zhang Weiwei, manager, International

Cooperation Division, China Centre for the Promotion of SME

Development, on recent developments related to SMEs.

25 Jul Participated in the 10th EU-China SME Policy Dialogue chaired by

Kristin Schreiber, director, Directorate-General for Internal Market, Industry, Entrepreneurship and SMEs (DG GROW), European Commission, and Zhang Feng, chief engineer, Ministry of Industry

and Information Technology.

09 Nov Presented at the 2nd China-Central Eastern European Countries

(CEEC) SME Forum in Cangzhou.

European Government Advocacy Actions in 2019

Beijing

22 May Met in Brussels with representatives from DG GROW, European

Commission, on recent developments on the standards and SME

front in China.

25 May Attended the EU SME Centre's 'Understanding China' programme in

Brussels to provide an overview of the policy environment for

European SMEs in China.

24 Jul Met with Kristin Schreiber, director, SME Policy and COSME, DG

GROW, European Commission, in preparation for the EU-China SME

Policy Dialogue.

5 Sep Gave a presentation on SME policy in China to representatives from

the Swedish Parliament.

11 Sep Meeting with Frank Schmiedel, counsellor, DG GROW, European

Union Delegation to China (EUD), on the experiences of European

SMEs doing business in China.

Shanghai

20 Mar Met with Celina Huang, deputy director, Shanghai Technology

Innovation Centre, and Philippe Vialatte, head, Science and Technology Section, EUD, on funding programmes for European

SMEs.

Small and Medium-Sized Enterprises Forum



Small and Medium-sized Enterprises Forum Annual Report 2019

Submission of Comments for 2019 Laws and Regulations

13 Jul Cyberspace Administration of China (CAC): Call for comments on

the Measures on Security Assessment of Cross-border Transfer of

Personal Information.

Other Working Group Activities in 2019

<u>Beijing</u>				
28 Feb	Attended the SWITCH-Asia Multi-stakeholder Consultation on			
	Sustainable Consumption and Production.			
17 Jun	Attended the European Business Organisations Worldwide Network (EBOWWN) Annual General Meeting in Brussels.			
26 Jun	Presented at the 2019 Nanjing Tech Week EUCCC High-level Innovation Fair Conference on SMEs and the innovation scene in			
	China.			
22 Oct	Presented on SME policy environment during the G20			
	Entrepreneurship Roundtable.			
02 Dec	Attended the EBOWWN Meeting in Tokyo.			
Shanghai	ç ,			
17 Jun	Attended the EBOWWN Annual General Meeting in Brussels.			

For more information about the Small and Medium - sized Enterprises Forum or the European Chamber in general, please contact Ester Cañada Amela (ecamela@europeanchamber.com.cn) or Cindi Yu in Beijing (cyu@europeanchamber.com.cn) or Miguel Angel Pérez I Balagueró in Shanghai (maperezbalaguero@europeanchamber.com.cn).



Standards and Conformity Assessment Working Group Annual Report 2019

2019 Working Group Chairs and Business Managers

Beijing

Chair Jun Zhang, Siemens
Vice Chair Minghui Zhu, SESEC
Business Manager Ester Cañada Amela

<u>Shanghai</u>

Chair Davof Xu

Business Manager/Working Group Lizi Chen (Jan–Jun 2019)

Coordinator Tiantian Qi (starting Jun 2019)

South China

Chair Judy Jiang, Little Freddie

Business Manager/Working Group Pingrui Zhao (Jan–Sep 2019)

Coordinator Yihan Zhao (starting Sep 2019)

	Beijing	Shanghai	South China
Number of member companies	60	18	29
Number of individuals receiving email notices	105	28	39
Number of working group meetings held	6	4	2
Average number of attendees	14	6	2

Introduction to the Working Group

The Standards and Conformity Assessment (SCA) Working Group was founded in 2008. Its members come from various industry sectors such as automotive, auto components, construction, cosmetics, healthcare equipment, electrical equipment, information and communication technology (ICT) equipment/services, and machinery. It contains the Quality and Safety Services Sub-Working Group. The working group aims to support the development of China's SCA systems in order to facilitate China's integration into the world economy.

Working Group Meetings in 2019

Beijing 18 Mar, 18 Apr, 05 May, 17 Sep, 05 Nov, 23 Dec

Shanghai 18 Mar, 18 Apr, 17 Sep, 23 Dec

South China 18 Mar, 17 Sep

Standards and Conformity Assessment Working Group



Standards and Conformity Assessment Working Group Annual Report 2019

Chinese Government Advocacy Actions in 2019

Beijing	,		
22 Feb	Met with the Legislative Affairs Commission of the National People's Congress (NPC) Standing Committee and Shanghai Municipal		
	Commission of Commerce (SCOFCOM) on the draft Foreign		
	Investment Law.		
10 Apr	Sent advocacy letter to the State Administration for Market		
	Regulation (SAMR) on the draft Measures for the Administration of		
	Mandatory National Standards.		
09 May	Met with the Ministry of Public Security (MPS) to discuss		
	cybersecurity and data protection.		
13 Jun	Participated in a seminar organised by the Chinese Government on		
the Measures for the Administration of Mandatory Nati			
	Standards (draft).		
06 Sep	Sent advocacy letter to the SAMR on enterprise standards.		
10 Oct	Met with Tian Shihong, vice minister, SAMR.		
<u>Shanghai</u>			
22 Feb	Met with the Legislative Affairs Commission of the NPC Standing		

Committee and the SCOFCOM on the draft Foreign Investment Law

European Government Advocacy Actions in 2019

15 Apr	Met with European Telecommunications Standards Institute (ETSI)		
	representatives Margot Dor and Luis Jorge Romero to discuss general		
	trends in standardisation, especially for the ICT sector.		
15 May	Joined a delegation of Shanghai Chapter working group chairs a		
	board members for a meeting with Ulrich Weigl, minister counsellor,		
	Directorate-General for Trade (DG TRADE), European Union		
	Delegation (EUD) to China.		
22 May	Met with Directorate-General for Internal Market, Industry,		
	Entrepreneurship and SMEs (DG GROW) representatives in Brussels		
	to discuss standardisation issues.		
11 Sep	Met with newly appointed DG GROW representative to the EUD.		
16 Oct	Met with ETSI representatives to discuss recent developments on		
	standardisation, specifically on enterprise and social organisation		
	standards.		

Standards and Conformity Assessment Working Group



Standards and Conformity Assessment Working Group Annual Report 2019

08 Nov Held working breakfast with Adeline Hinderer, head of unit, DG

TRADE, European Commission, along with several other European

Chamber working groups to discuss issues of concern.

19 Nov Hosted video-conference with Brussels-based DG TRADE

representatives on standardisation issues

Submission of Comments for 2019 Laws and Regulations

27 Jan	China National Institute of Standardisation (CNIS): Call for comments on the National Standard for Consumer Product Recall Electronics and Electrical Appliances Risk Assessment.
03 Mar	National Information Security Standardisation Technical Committee (TC260): Call for comments on <i>Personal Information Security Specification</i> (draft).
10 Apr	Advocacy letter on the draft <i>Measures for the Administration of Mandatory National Standards</i> .
15 May	Certification and Accreditation Administration of China (CNCA): Call for comments on the <i>Regulation on Certification and Accreditation</i> .
15 May	SAMR: Call for comments on the <i>Administrative Provisions on Product Quality Supervision and Spot Inspections</i> (draft).
13 Jun	SAMR: Call for comments on the <i>Measures for Handling Complaints</i> and Reports on Market Supervision and Management.
27 Jun	SAMR: Call for comments on the <i>Measures for the Administration of Mandatory National Standards</i> .

Other Working Group Activities in 2019

Beijing and Shanghai

18 Apr European Chamber-United States Information Technology Office

Joint Roundtable on Enterprise Standards

For more information about the Standards and Conformity Assessment Working Group or the European Chamber in general, please contact Ester Cañada Amela in Beijing (ecamela@europeanchamber.com.cn), Xinyi Xie in Shanghai (xyxie@europeanchamber.com.cn) or Angel Zhang (azhang@europeanchamber.com.cn) in South China.

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