

1954 National Economic Construction Public Debt Regulations

December 9, 1953 the Central People's Government Council at the 29th Meeting

Article 1 The Central People's Government of the People's Republic of China specially issued 1954 national economic construction bonds in order to accelerate the country's economic construction and gradually improve the people's material and cultural living standards.

Article 2 The raising and repayment of principal and interest of this bond shall all be calculated in Renminbi.

Article 3 The total issuance of the bonds is rated at RMB 6 trillion, and the issuance began in January 1954, with interest accruing from October 1.

Article 4 The face value of this public debt is divided into five types: ten thousand yuan, twenty thousand yuan, fifty thousand yuan, ten thousand yuan and five hundred thousand yuan.

Article 5 The interest rate of this bond is set at 4% per annum. Since 1955, the interest will be paid once every September 30th.

Article 6 The principal of this bond shall be repaid eight times in eight years. Since 1955, the principal shall be repaid by drawing lots on September 30 each year. The first and second repayments are each 5% of the total. 10% of the total rebate for the four times, 15% for the fifth and sixth times, and 20% for the seventh and eighth times.

Article 7 The issuance and repayment of principal and interest of this bond shall be designated by the People's Bank of China and its affiliated institutions.

Article 8 This public debt shall not be circulated as currency, nor shall it be mortgaged to the National Bank and public-private joint banks.

Article 9 Anyone who falsifies the bonds or damages the credit of the bonds shall be punished according to law.

Article 10 These regulations shall come into force on the date of promulgation.