Development on Anti-monopoly by NDRC in China Since 2015

Bureau of Price Supervision and Anti-Monopoly National Development and Reform Commission (NDRC) People's Republic of China > In August 2007, China enacted the first comprehensive antitrust law, which is really important to promote the health development of socialist market economy.

The Anti-Monopoly Law came into effect as of August 1st 2008.

➢ There are three enforcement authorities under the State Council in China.

➤ NDRC is responsible for enforcing all price-related antimonopoly provisions of the AML. According to the AML, NDRC delegated its enforcement powers to provincial-level price authorities.

> When one case involves both price-related and non price-related practices, the authority which filed the case at first shall be in charge of the investigation.

Since 2015, NDRC and the provincial price regulation authorities have settled 21 monopoly cases and imposed the total fine of RMB 7 billion.

Cases include horizontal agreements, vertical agreements and abuse of market dominance;

The industry-sectors involved include automobile and auto parts, pharmaceutical, transportation and intellectual property right.

Since 2015, investigated five cases which covered the areas:

transportation, telecoms, pharmaceutical, and involved various conducts such as designated transactions, local protection, forcing undertaking to conduct anticompetitive behaviors. Entrusted by the Anti-Monopoly Commission, NDRC is drafting six guidelines :

➢ guidelines on abuses of intellectual property rights;

- ≻guidelines in the automobile industry;
- ➤ application of the leniency program;
- ➤ suspension of investigation based upon commitments;
- ➢ procedures for exemption of monopoly agreements;
- ≻calculation of illegal gains and fines.

For the time being, all the drafts have been finalized and will be submitted to the Anti-Monopoly Commission of the State Council for approval in due time. ≻In 2015, a solemn declaration was made to "gradually establish the fundamental position for competition policy";

➢In 2016, the establishment of fair competition review system: all economic policies will be undergoing the self-screening before coming into effect.

Thank you! wudm@ndrc.gov.cm

中华人民共和国国家发展和改革委员会 National Development and Reform Commission