

Maintaining Fair Market Competition Promoting High-level Opening-up

—First half year summary of supporting epidemic prevention and control and resumption of work and production and implementing the fair competition review system

 Xi Jinsong

 Anti-monopoly Bureau of State
Administration for Market
Supervision



Contents

01

Adhere to fair competition to support epidemic prevention and control and resumption of work and production

02

Fully implement the fair competition review system



01

Adhere to fair competition to support epidemic prevention and control and resumption of work and production

01

Adhere to fair competition to support epidemic prevention and control and resumption of work and production

1

Provide active service

2

Improve review efficiency

3

Maintain fair competition

4

Strengthen policy support

5

Answer relevant appeals

Provide active service



Market entities

The source of endogenous impetus for economic development, the "pillar" to stabilize employment, and the "engine" of economic growth

We always endeavor to maintain a market environment with fair competition so as to support enterprises to resume work and production

Anti-monopoly law enforcement

Fair competition review

Enterprise compliance policy package

Announcement on Adjusting the Ways of Reception and Other Work during the COVID-19 period

Announcement on Supporting Anti-monopoly Law Enforcement for Epidemic Prevention and Control and Resumption of Work and Production

Stabilize expectations

Promote development

Ensure people's livelihoods

➤➤ Improve review efficiency



Promptly adjust the arrangement of anti-monopoly reception work during the COVID-19 period

Provide full guidance for cases involving epidemic prevention and control and resumption of work and production

Establish online declaration and acceptance and a green review channel for the concentration of undertakings cases

Reduce the transaction cost of enterprises

In the first half year, 217 declarations for the concentration of undertakings were accepted, and the filing and conclusion time was shortened by 20.9% and 14.5% compared with last year. Eleven pennants and thank-you letters were received from domestic and foreign enterprises



Maintain fair competition



Strictly and promptly investigate and punish, according to law, any monopolistic action that hinders epidemic prevention and control and resumption of work and production or that harms consumers' interests

Verify clues leading to manufacturers allegedly to jointly rise and limit price of forehead thermometer parts, non-contact thermometers, and active pharmaceutical ingredients

Create a fair competitive market environment for epidemic prevention and control and resumption of work and production

Strengthen policy support



Encouragement

Undertakings actively participate in epidemic prevention and control and accelerate the resumption of work and production

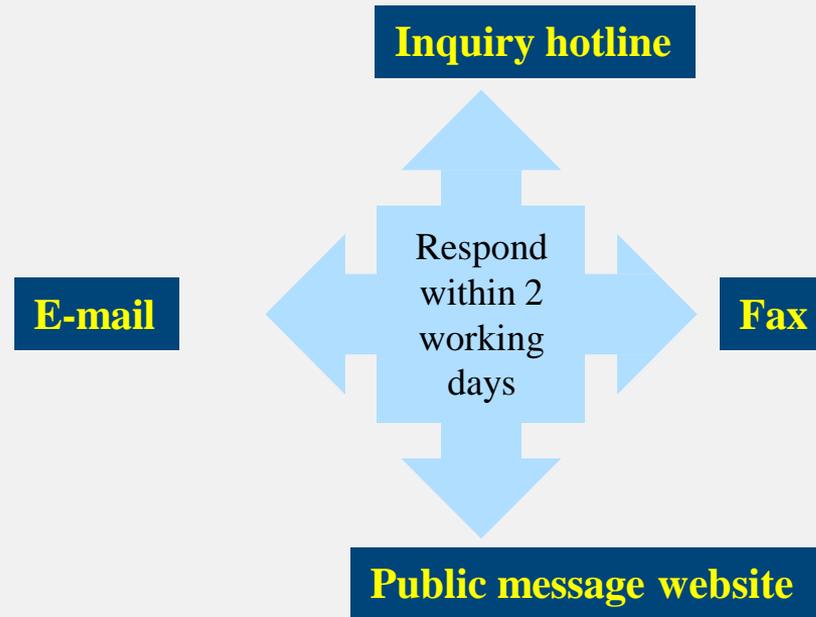
Instruction

Policy-making organs scientifically carry out fair competition review

Guidance

Undertakings participate in market competition fairly

➤➤ Answer demands efficiently



In the first half year, more than 1,400 inquiries were answered and 96 online public messages were handled



2

Fully implement the fair competition review system

Enhance the top-level design





Fully implement the fair competition review system



Existing policies and measures

- ◆ *Policies and measures introduced (being implemented)*
- ◆ *Abolish and revise various regulations and practices that hinder the unified market and fair competition*

New policies and measures

- ◆ *Policies and measures not yet introduced (not yet in effect)*
- ◆ *Conduct a fair competition review before the introduction to avoid the exclusion and restriction of competition*



Fully implement the fair competition review system



Clean up certain existing policies and measures

- ◆ **At the end of December 2019, the State Administration for Market Supervision, together with the National Development and Reform Commission, the Ministry of Finance, and the Ministry of Commerce, organized various regions and departments to clean up policies and measures that hinder the unified market and fair competition**
- ✓ Organize all regions and departments to comprehensively and centrally clean up according to the review standards various policy and measure documents introduced before December 31, 2019.



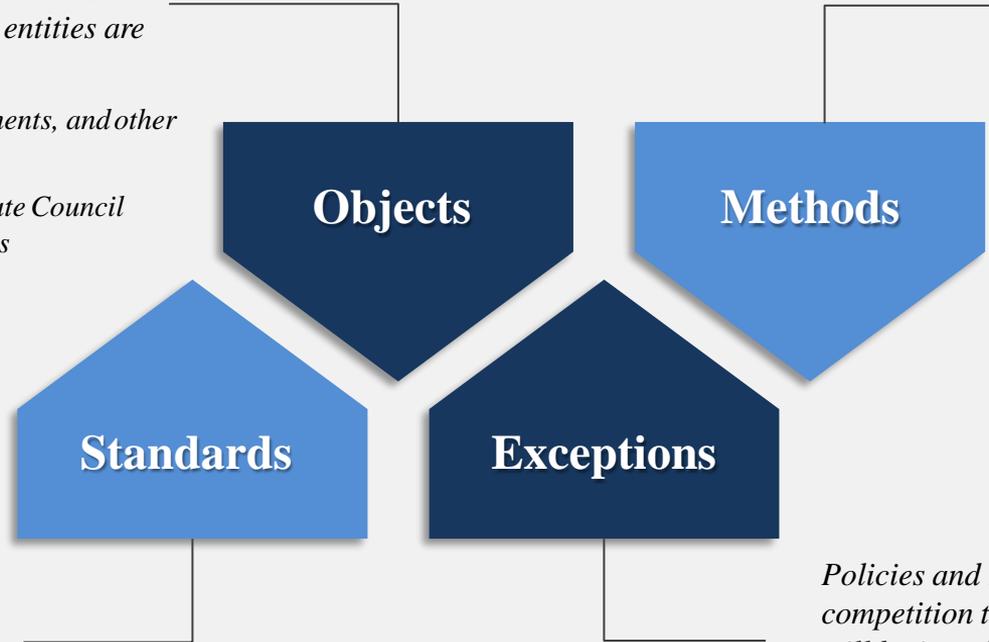
Fully implement the fair competition review system



Review of new policies and measures

All policies and measures related to the economic activities of market entities are to be reviewed:

- *Regulations, normative documents, and other policy measures*
- *Administrative regulations, State Council documents, and local regulations*



Establish 18 review standards in 4 aspects, and any policy or measure in violation of these standards may not be introduced in principle

Self-review of policymaking organs:

- *Establish an internal review mechanism*
- *Standardize the review workflow*

Policies and measures that restrict competition to some extent can still be introduced and implemented if specific situations and conditions are met



Fully implement the fair competition review system



In order to ensure the effective implementation of fair competition review, we will fully promote the construction of four mechanisms, namely, professional consultation mechanism, dispute coordination mechanism, third-party evaluation mechanism, and regular evaluation and improvement mechanism.

PROFESSIONAL CONSULTATION MECHANISM

Policymaking organs consult anti-monopoly law enforcement agencies on the difficult problems encountered in the review



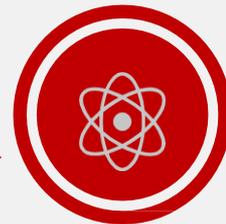
DISPUTE COORDINATION MECHANISM

Issues over which large disputes exist or opinions of departments are difficult to be coordinated shall be submitted to the joint meeting of fair competition review at the same level, and shall be submitted to the higher authorities for ruling if it is still unable to be coordinated



THIRD-PARTY EVALUATION MECHANISM

Entrust a third-party professional organization to assist in the fair competition review of policies and measures or assist in other related work



REGULAR EVALUATION AND IMPROVEMENT MECHANISM

For the policies and measures introduced after fair competition review, the policymaking organs shall regularly evaluate their actual effects and abolish or revise in time those eliminating or restricting competition



Fully implement the fair competition review system



Implementation results

The system has been basically established throughout the country

- ✓ By September 2019, the system has achieved **full government coverage** at the national, provincial, municipal, and county levels

The review effect gradually appeared

- ✓ Organize all regions and departments to comprehensively sort out all kinds of policies and measures introduced before December 31, 2019, and clean up and abolish all kinds of regulations and practices that hinder the unified market and fair competition.

The concept of fair competition continues to deepen

- ✓ Fair competition review has played an important role in **competition advocacy** and promoted the accelerated transformation of government functions
- ✓ The relevant departments **take the initiative to put forward requirements from the perspective of fair competition review** when introducing policies, thus further strengthening the fundamental position of competition policies

Thank You!

***THANK YOU FOR
WATCHING***

