



中国社会科学院世界经济与政治研究所
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Comments on:

**The International Use of the Renminbi:
Evidence from the Japanese Firm-Level Data**
by Kiyotaka Sato and Junko Shimizu

Qiyuan Xu

RIETI-IWEP-CESSA Joint-Workshop • Tokyo • Dec. 14, 2015



- Sections

1 introduction

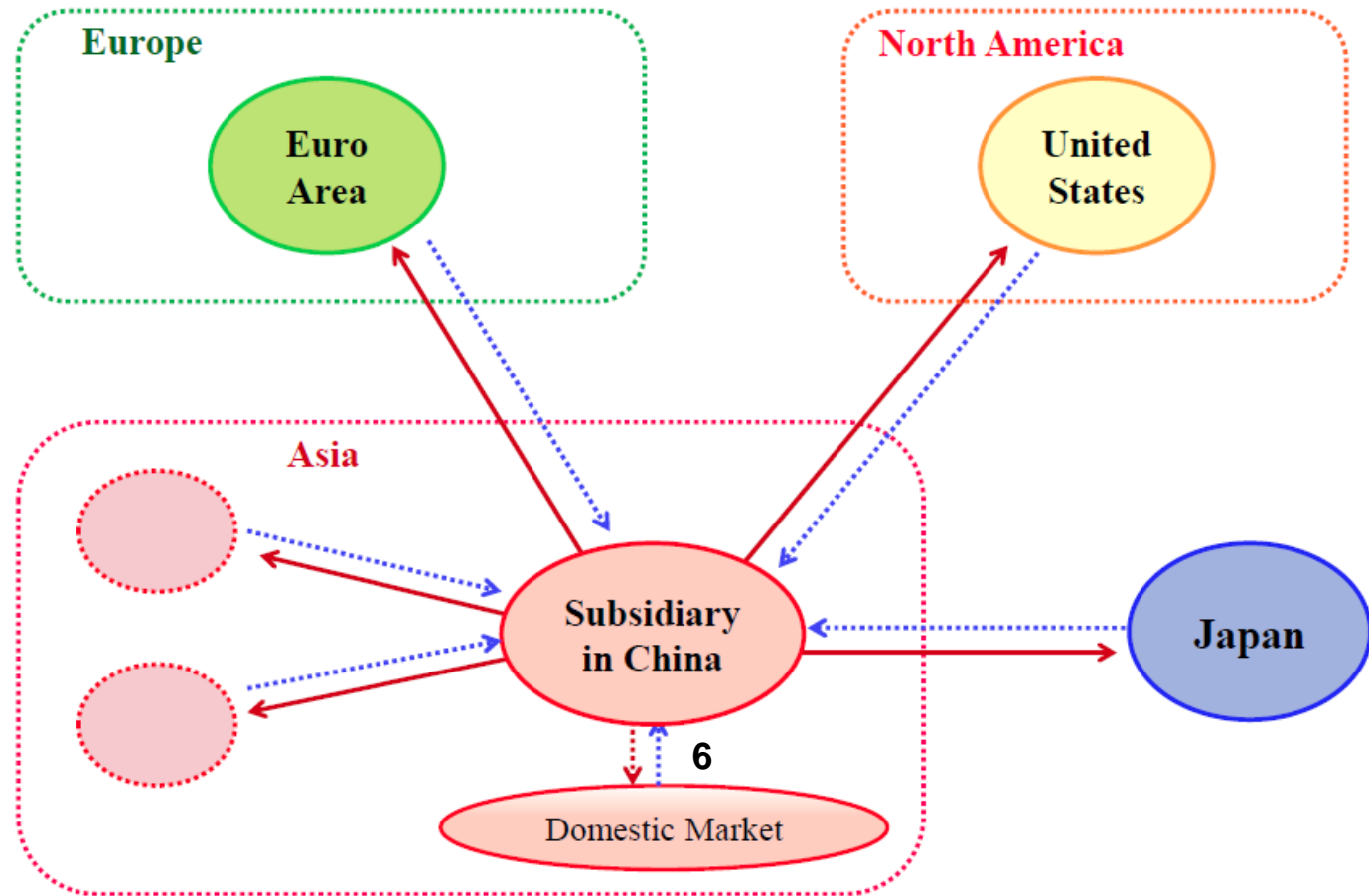
2 summarizes the questionnaire surveys

3 discuss the firm-level choice of invoice currency (especially in intra-firm trade)

4 Conclusions



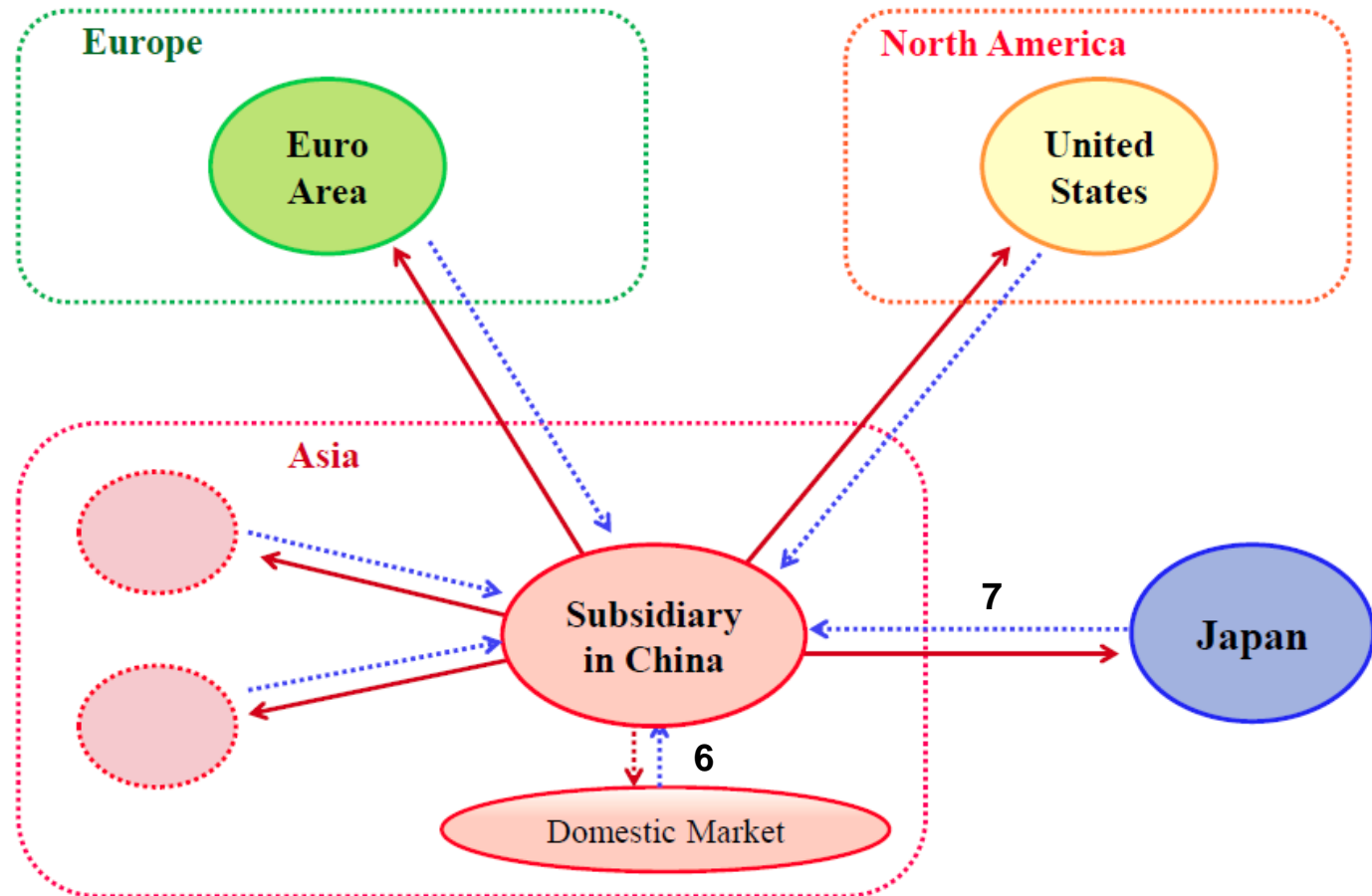
Figure 3. Sales and Procurement Pattern of Overseas Subsidiaries in China





Firm-level

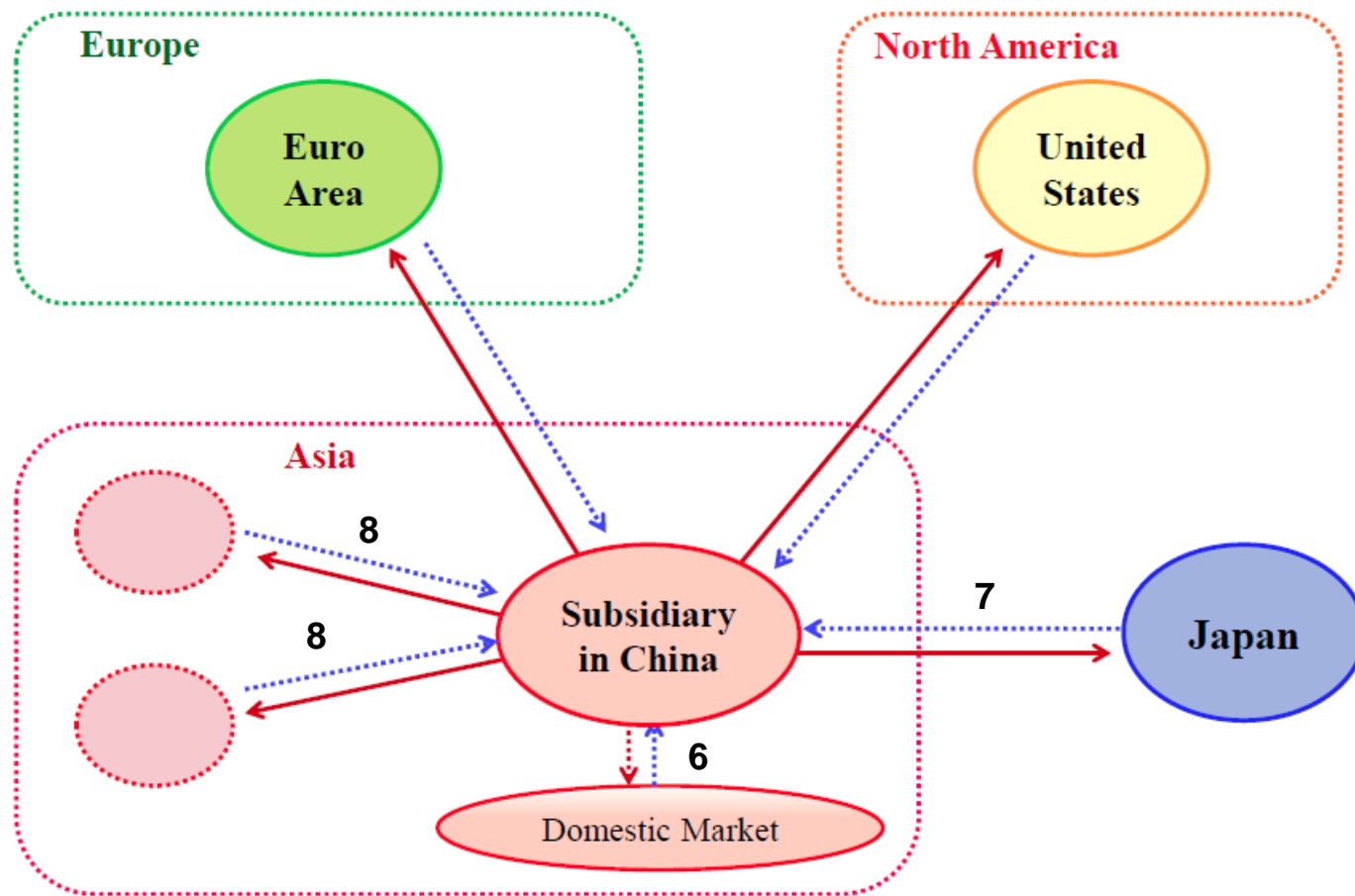
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Firm-level

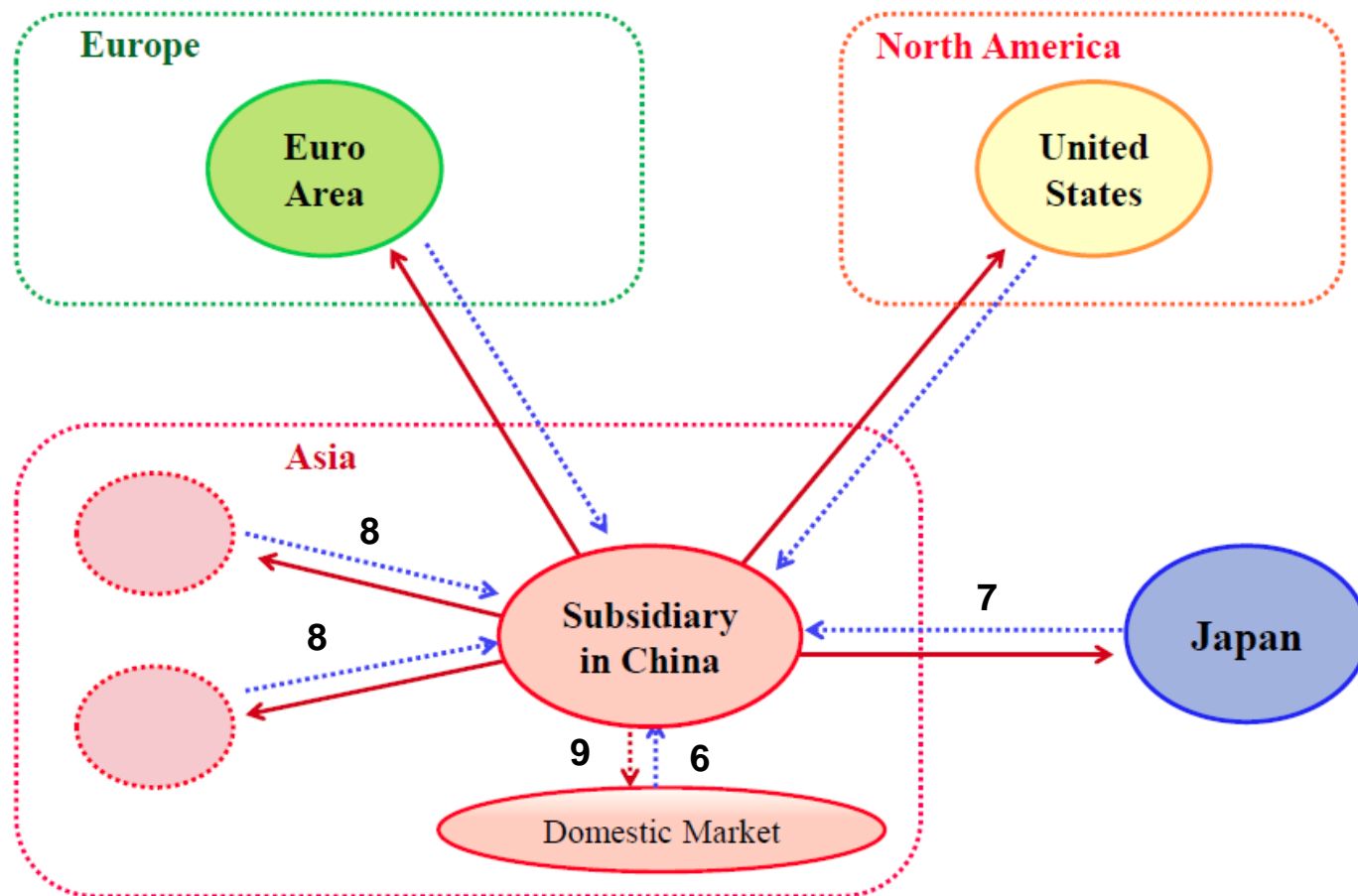
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Firm-level

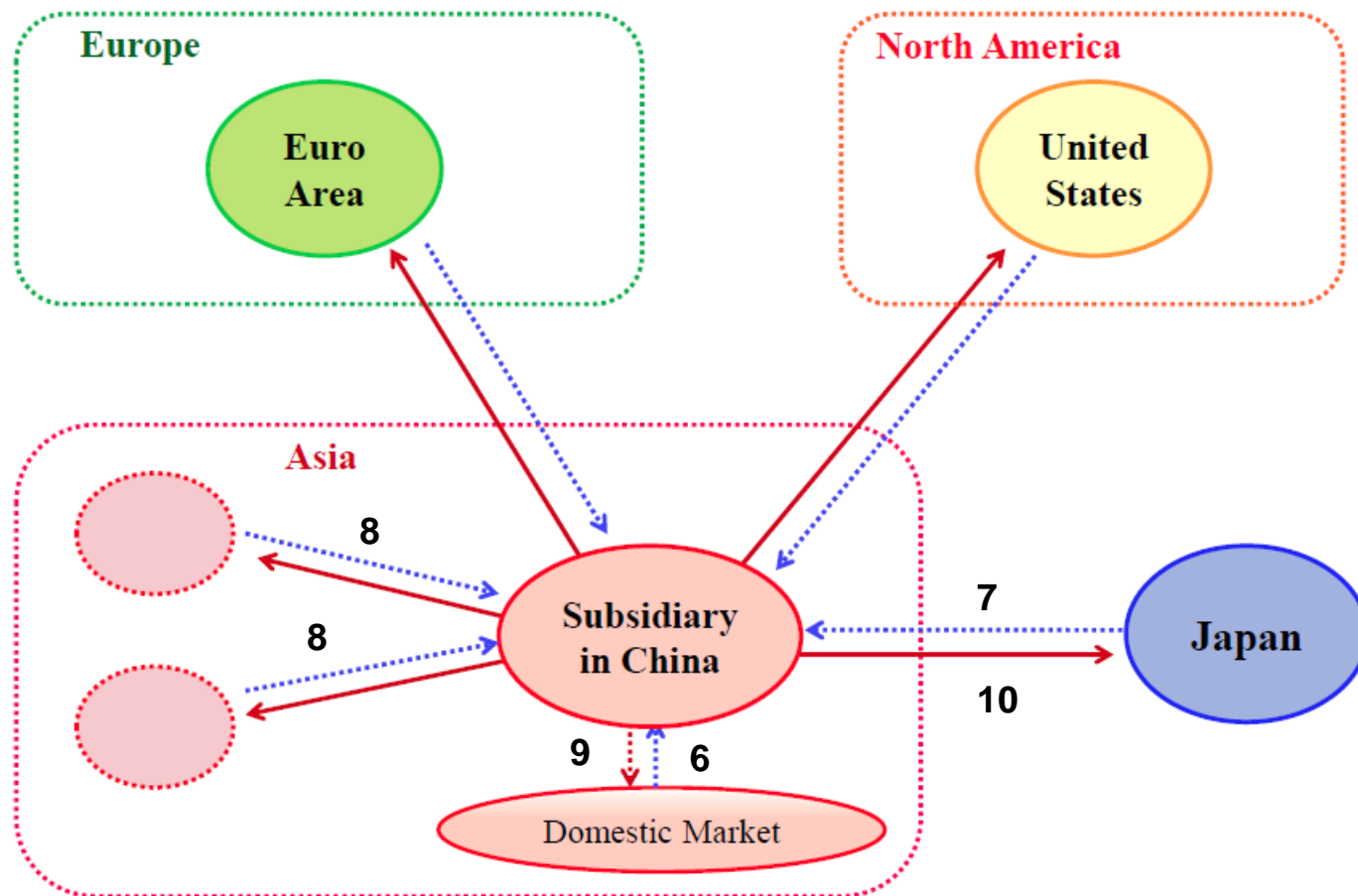
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Firm-level

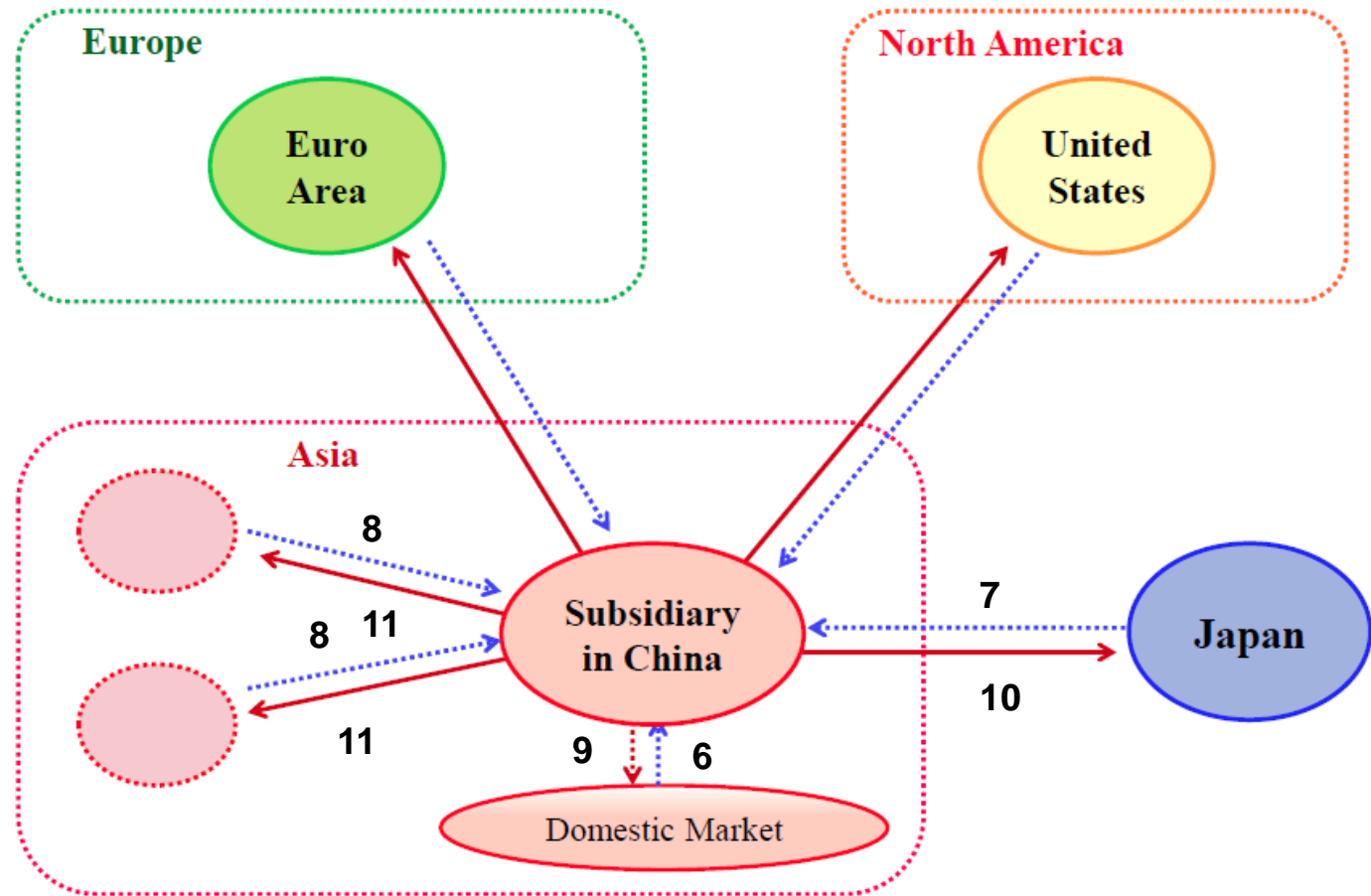
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Firm-level

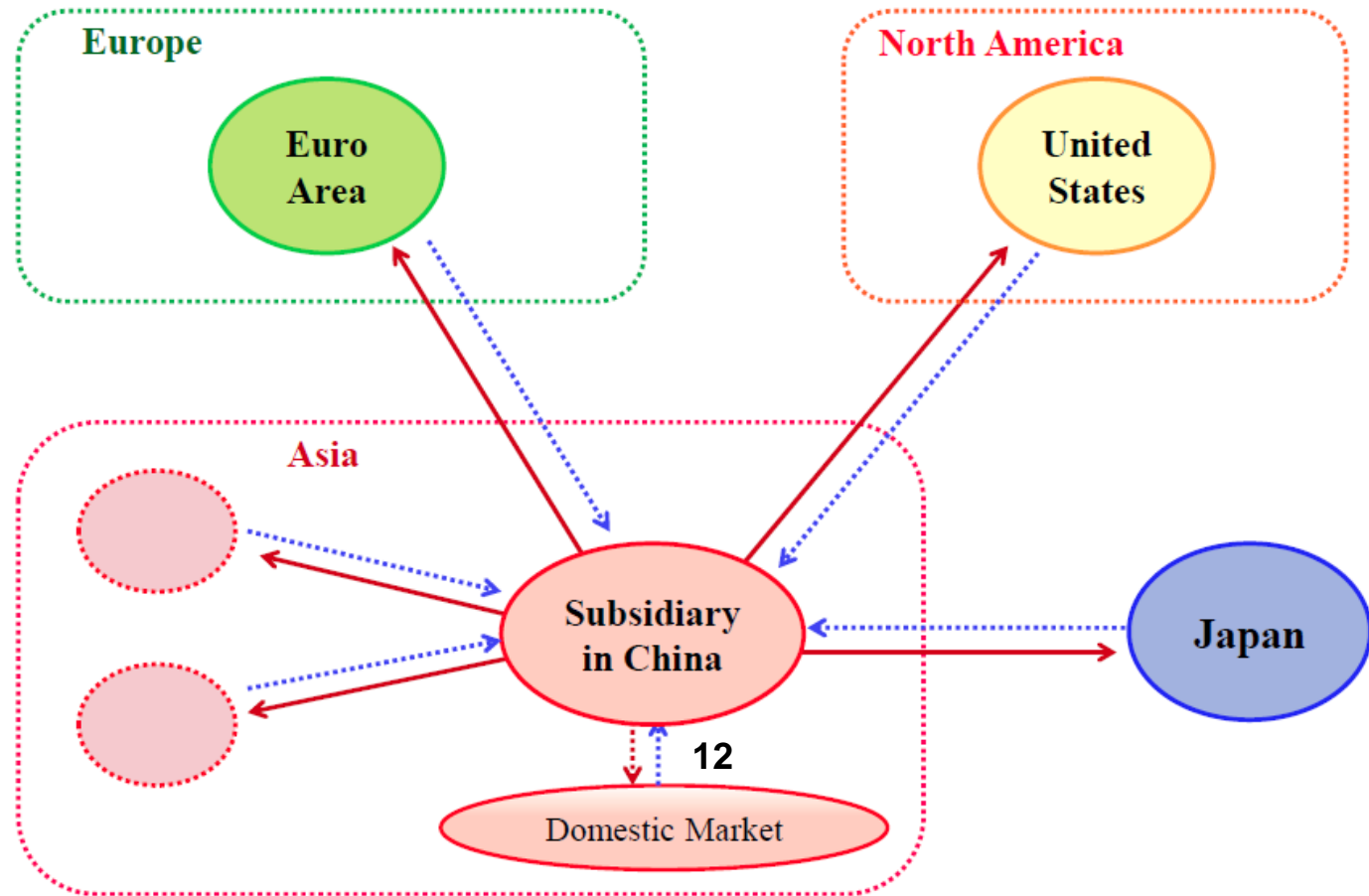
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Intra-firm

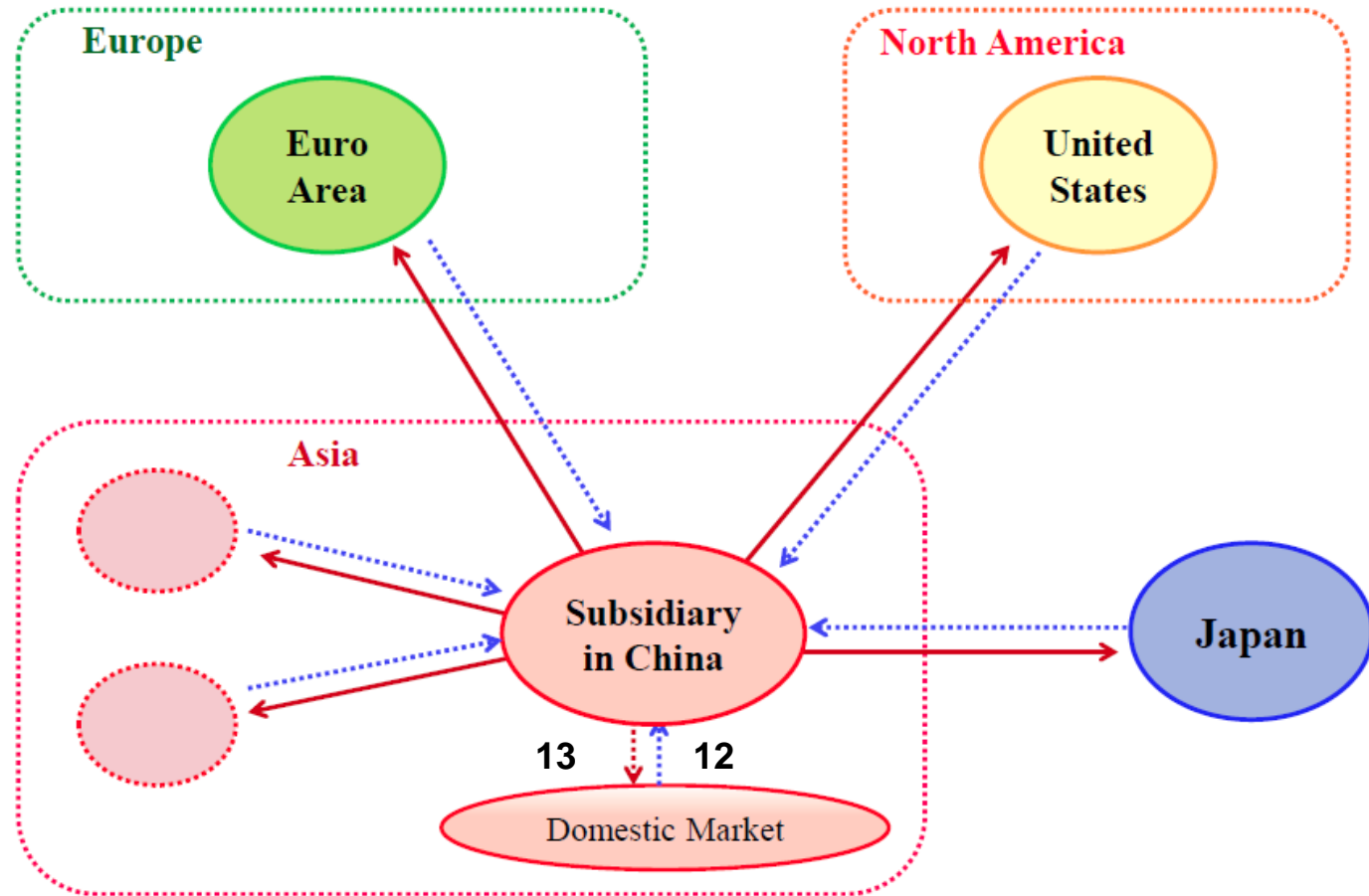
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Intra-firm

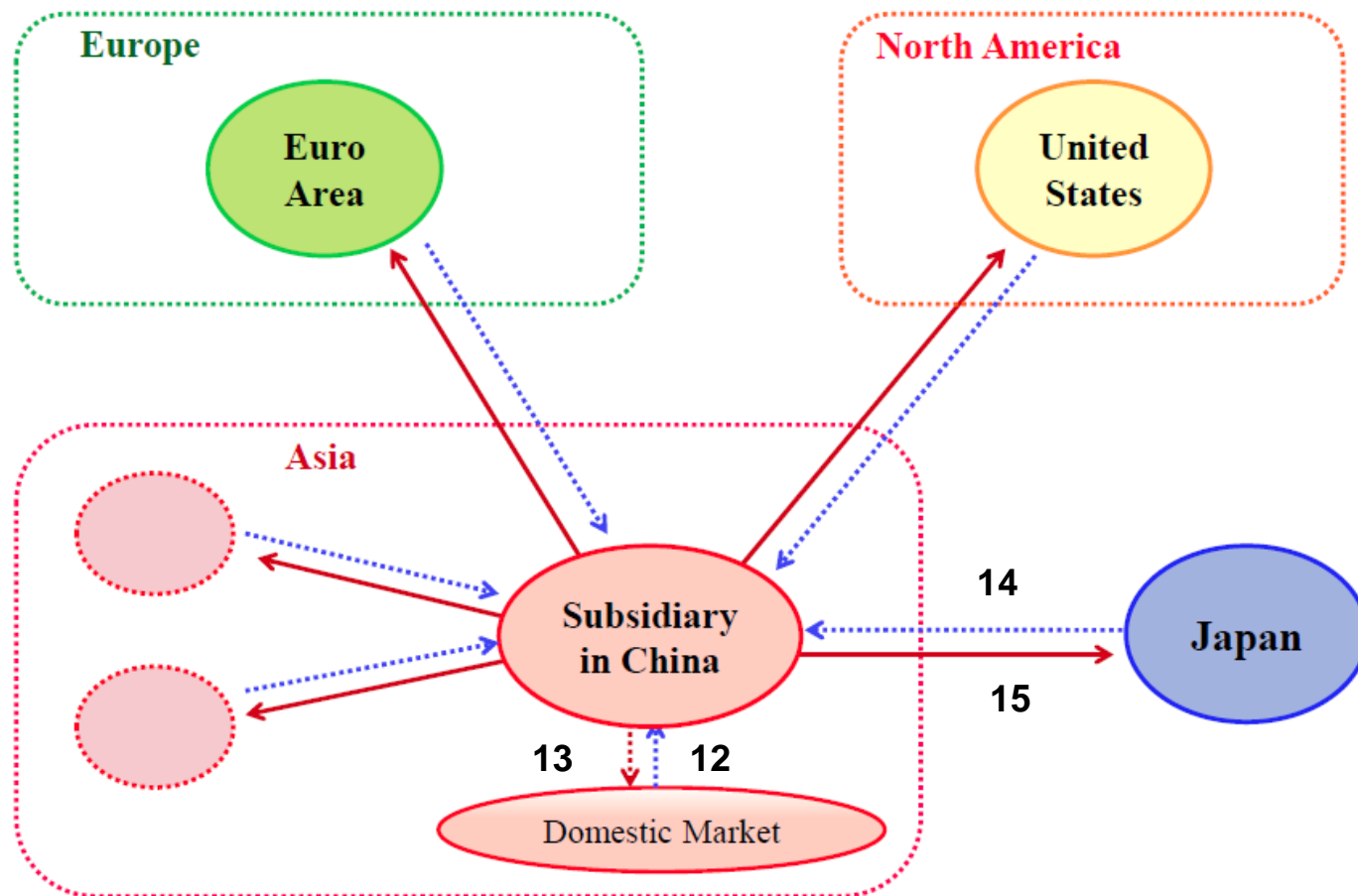
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Intra-firm

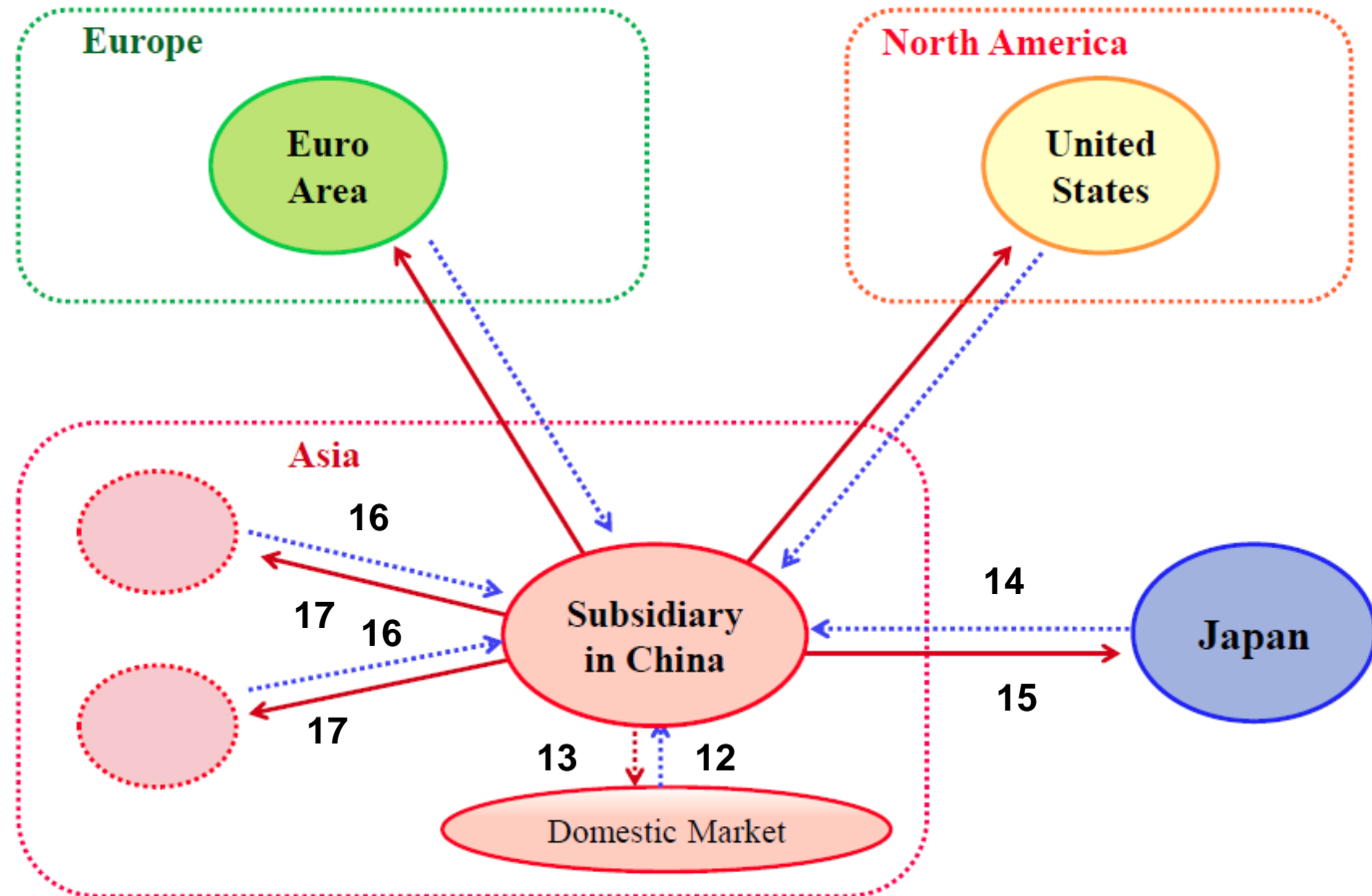
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Intra-firm

Figure 3. Sales and Procurement Pattern of Overseas Subsidiaries in China





- Comments 1: about the data

Reference:

- 李波,伍戈,裴誠, 《升值預期與跨境貿易人民幣結算: 結算貨幣選擇視角的經驗研究》, 《世界經濟》, 2013年第1期。
- Li Bo, Wu Ge and Pei Cheng, RMB appreciation expectation and its cross-border settlement: an empirical study, Shijie Jingji(Journal of World Economy), No.1, 2013.



• Comment 2: The comparisons between R.I. and J.I.

“As Eichengreen and Kawai (2014) indicated, RMB internationalization was supported by speculative motives rather than the convenience of RMB for trade invoicing and settlement.”

Reference:

- Cui Li, Shu Chang and Chang Jian. 2009. “Exchange Rate Pass-through and Currency Invoicing in China's Exports.” *China Economic Issues*, Number 2/09. Hong Kong Monetary Authority. July.
- Qiyuan Xu, 2015, Assessing the Potential of RMB Trade Settlement, in *Enter the Dragon*, edited by Domenico Lombardi and Hongying Wang, CIGI publishing house.



- Comment 3: Limit use of yen
——Bargaining power
The same case for China?
More complicated?



- Comment 3: Limit use of yen

——Bargaining power

The same case for China?

More complicated?

Firm-level and especially intra-firm data is very meaningful.



- Comment 4: more studies on digging the data



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Thank you!

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