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# China's Police Expand Crypto Monitoring Overseas

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 **Wolfie Zhao**     
🕒 Mar 1, 2018 at 03:15 UTC | Updated Mar 1, 2018 at 12:41 UTC NEWS

China's police force is reportedly expanding its internet monitoring to include international cryptocurrency activities.

According to business news outlet [Yicai](#), China's Public Information Network Security Supervision agency under the Ministry of Public Security, the country's police force, has been closely watching foreign cryptocurrency exchanges, as well as domestic platforms that have shifted overseas.

The report said the effort comes as part of the Chinese government's efforts to prevent potential money laundering, pyramid schemes and investment fraud from platforms accessible to Chinese investors.

The latest sign that China's regulators are actively scrutinizing cryptocurrency exchanges, the report further explained that the execution plan came into effect in September last year when People's Bank of China (PBoC) put out its ban on initial coin offerings (ICO) and ordered closure of fiat-to-crypto trading.

Following the clampdown, ICO organizers and crypto exchanges have shifted their focus to overseas platforms. And yet Chinese regulators have issued multiple warnings on risks associated with global cryptocurrency activities.

As reported by CoinDesk, China's National Internet Finance Association, a self-regulatory organization under the PBoC, [spoke out](#) in early January against "disguised" ICO activities that went overseas and yet were accessible to domestic investors.

**Bitcoin** \$10,3

**Ethereum** \$8

**Bitcoin Cash** \$1,2

**Litecoin** \$

**XRP** \$0

The SEC's analysis of DAO tokens being securities will have what impact on token sales going forward? (select all that apply)

☐ Token sales will fall in quantity but quality

☐ More token sales will start requiring accreditation

☐ More token sales will start excluding potential U.S. investors

☐ Investors will be more cautious and on the token sales they invest in

☐ Exchanges will not list tokens as quickly and nonchalantly

☐ Venture capital funding will rise relative to token sale funding

☐ None of the above, token sales will continue similarly to how they have been

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SEC ICO Probe

Following that, the country's Ministry of Public Security [said](#) in a statement on Jan. 19 that the agency intends to crack down on pyramid schemes that involve cryptocurrency.

[China police department](#) image via Shutterstock

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A newspaper that serves as the mouthpiece for China's government is arguing that blockchain needs regulation before it can be better utilized.

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"The report said the effort comes as part of the Chinese government's efforts to prevent potential money laundering, pyramid schemes and investment fraud from platforms accessible to Chinese investors."

False. The Chinese government is worried about capital flight and capital controls. Crypto is disrupting their control over the people's money.

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yflu · 4 hours ago

China is doing something good to protect its citizens from crypto frauds

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