

DZ20220928

Policy

* The State Council general meeting held on Sept 27th focus on burden alleviation and bailout of market entities which suggest 1) payment deferral of 14 administrative fees, worth cny 53bn in total and margins of project quality, worth around cny 63bn; 2) preferential treatment on policy supported and commercially operated personal pension funds with cny 12k pre-tax deduction quota set, no tax collection on investment gains and income tax burden cut from 7.5% to 3%; 3) draft in promoting development of individual business was approved which clarified fair treatment and protection of legitimate rights; 4) whole year food capacity over 0.65tn kg to be realized.

Financials

* National Council for Social Security Fund said to enrich investment pattern through investment scale expansion of market-oriented equity funds and increasing proportion of industrial investment in asset allocation.

* MoF and 2 other depts jointly issued announcement to step up supports on pre-tax deduction of tech innovation and equipment purchased by high-tech firms during Oct 1st 2022 to Dec 31st 2022 are allowed to be deducted in calculation of tax payable. Firms apply to R&D pre-tax deduction of 75% to be lifted to 100%.

Industrial Economy

* The 3rd batch of centralized procurement of high-value medical supplies announced bidding results and saw average price cut by 84% with annual expense of cny 26bn to be saved, 688161, 002901 and 688085 are all on the list.

* The 3rd round of centralized land auction in Shanghai saw total traded value of cny 105.4bn at average premium rate of 2.45%, slightly down vs the last round.

Sep 27th Block Trade

*Block Trade Info

*Discount

- Chongqing Construction (002419 CH) saw 1 block trade worth 136mn at 3.71 yuan per share, 0.8 discount from last closing.

- China Shipbuilding Industry (601989 CH) saw 1 block trade worth 719mn at 3.5 yuan per share, 0.57 discount from last closing.

- Power Construction (601669 CH) saw 1 block trade worth 795mn at 7.01 yuan per share, 0.57 discount from last closing.

- Shanghai Gentech Co. (688596 CH) saw 7 block trades worth 48mn at 34.44 yuan per share, 19.91 discount from last closing.

- Joynn Laboratories (603127 CH) saw 4 block trades worth 104mn at 59.64 yuan per share, 2.74 discount from last closing.

*Flat

- Zijin Mining (601899 CH) saw 2 block trades worth 115mn at 7.85 yuan per share, 0.00 discount from last closing.

- Zaiheng Tech (603601 CH) saw 5 block trade worth 49mn at 5.71 yuan per share, 0.00 discount from last closing.

-Wanhua Chemical(600309 CH) saw 1 block trade worth 628mn at 78.55 yuan per share, 10.39 discount from last closing.

***Margin Trade**

Total Margin Balance	1.4712 trillion	Total Short Selling Balance	101.6 billion
SH Margin Balance	0.7852 trillion	SH Short Selling Balance	66.1billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
688392	126mio	600276	5.95mio
601888	91mio	601916	4.91mio
600256	69mio	603885	2.19mio
601012	65mio	600900	2.05mio
600536	65mio	600380	2.02mio
SZ Margin Balance	0.6860 trillion	SZ Short Selling Balance	35.5 billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
002466	246mio	002481	7.52mio
002415	124mio	002156	3.76mio
002594	82mio	002340	1.26mio
300782	75mio	002185	1.1mio
300750	74mio	301050	0.82mio

***Connection Trade**

SH-HK Connection (bn cny)			SZ-HK Connection (bn cny)		
Northbound Net Cash Flow	+2.5		Northbound Net Cash Flow	+0.7	
Southbound Net Cash Flow	+0.93		Southbound Net Cash Flow	-0.14	
Top 5 Northbound Inflow			Top 5 Northbound Outflow		
Name	Market Value (mio cny)	% out of ttl share outstanding	Name	Market Value (mio cny)	% out of ttl share outstanding
000858	647	1.03	300750	467	0.55
600519	553	0.32	002594	438	1.38
600150	257	14.57	002129	434	3.04
000792	220	8.09	300274	412	3.04
600276	214	1.37	002466	315	1.95

***Index Futures**

Position of Top 20 members (Unit lots)						
CSI 300 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IF2210	87,543	-11,413	55,062	-964	58,168	-1,436
IF2212	23,561	-18	48,415	260	61,609	715
IF2303	5,749	-2,368	16,435	-136	19,180	-102
SSE 50 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IH2210	49,132	-9,725	38,121	-2,633	48,075	-1,743
IH2212	15,863	-879	33,328	731	46,267	492
IH2303	3,684	-1,155	10,402	-189	12,584	-321
CSI 500 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IC2210	93,512	-5,992	78,163	-3,269	74,646	-4,024
IC2212	33,330	4,492	116,270	-299	115,738	-1,830
IC2303	16,239	3,876	64,157	1,514	62,392	1,408
CSI 1000 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IM2210	63,089	1,045	32,197	-435	32,512	-350
IM2212	19,436	1,867	20,332	1,522	22,923	1,405
IM2303	9,069	2,579	18,273	1,323	17,536	925

***Index Options**

Position of Top 20 members (Unit lots)						
CSI 300 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IO2210	118004	-10924	56257	1113	62351	1194
CSI 1000 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
MO2210	88914	3756	25489	1494	29287	1178

***Treasury Futures**

Position of Top 20 members (Unit lots)						
2-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TS2212	79,496	4,250	49,094	-271	50,574	-521
5-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TF2212	107,502	-4,527	106,904	564	106,853	1,546
10-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*

T2212	133,915	-13,659	144,705	-1,167	148,493	-459
T2303	3,469	-563	9,369	154	10,074	205

***Night Session Commodities Market (As of 02:30 am)**

Top 3 Gainers (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Rapeseed Oil	OI301	10,714.0	+2.94%	206,720	167,264
Methanol	MA301	2,743.0	+2.2%	551,355	1,049,739
Soda Ash	SA301	2,472.0	+1.69%	387,447	586,689
Top 3 Loser (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Nickel	NI2210	181,000.0	-2.35%	52,319	28,801
Zinc	ZN2211	23,635.0	-1.36%	104,359	111,697
LPG	PG2211	4,959.0	-0.96%	58,616	81,481

Commodities (night session):

* Global crude oil price closed up collectively. November NYMEX contract up 1.63% to closed at \$77.96/b, December Brent contract up 1.89% to closed at \$84.43/b. INE crude oil active contract up 0.41% to 615.4 yuan/b. Global oil price rebounded from a nine moth's low point. Message showed that Russia is going to clamour for a production reduction by 100 b/day on OPEC+ meeting.

* Precious metals closed mixed. COMEX gold contract up 0.19% to closed at \$1636.5/oz. SHFE gold active contract up 0.12% to closed at 384.74 yuan/gram.

* Metals closed down mostly, LME zinc down 2.53%, LME nickel down 2.05%, LME aluminum down 1.75%. SHFE nickel down 2.35%, SHFE zinc down 1.36%, SHFE aluminum down 0.5%.

* Commodity futures closed mixed. Energy & chemistry futures saw a strong performance, methanol up 2.2%, soda ash up 1.69%, glass up 1.51%, TSR 20 up 1.46%, bitumen up 1.41% fuel oil up 1.1%. Black series went up collectively, hot-rolled coil up 0.96%, iron ore up 0.84%. Agricultural products closed mixed, rapeseed oil up 2.94%, rapeseed meal up 1.65%.

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