

DZ20221219

The Central Economic Working Conference

*The Central Economic Working Conference was held during Dec 15th to 16th and some key takeaways as follow. 1) overall deepen reform and opening up with integration of domestic demand expansion and structural reform of supply. Stable growth, employment and product price will be maintained, major risk to be effectively prevented to realize reasonable growth with quality. 2) active fiscal policy and stable monetary policy to be implemented with macro policy adjustment to be enhanced to keep controllable debt risk and maintain abundant liquidity. 3) Expansion of domestic demand to be prioritized with residential income to be increased. 4) Housing is for living rather than speculation. 5) development of digital economy is under supports with normalized supervision to be improved. 6) renovation and upgrade of traditional industries to be promoted along with cultivation of strategic emerging industries for virtuous cycle of tech, industry and finance.

Financials

*Financial stability law already entered legislative process and likely to be issued in 2023, which to play a significant role in prevention of financial risk, said by vice head of PBoC.

Industrial Economy

*NDRC suggested pork price has exited alert range of excessive price hike after weekly retail price gained lower than 30% y/y during Dec 5th to 9th.

*National Energy Administration: China coal capacity in Jan-Nov of 4.09bn ton, up 9.7% y/y and by 360mio ton, to new high for record.

*National Energy Administration: China total capacity of power installment around 2.51bn kw as of end-Nov, up 8.1% y/y. Wind power installment contributed around 350mio kw, up 15.1% y/y and solar power installment accounts for around 370mio kw, up 29.4% y/y.

*Dec 16th Block Trade

*Block Trade Info

*Discount

- Zhongji Innolight Co. (300308 CH) saw 8 block trades worth 99mn at 26.09 yuan per share, 6.11 discount from last closing.
- Avic Jonhon Optronics Tech (002179 CH) saw 1 block trade worth 54mn at 56.47 yuan per share, 2.89 discount from last closing.
- Weifang Rainbow Chemical Co. (301035 CH) saw 1 block trade worth 83mn at 71.77 yuan per share, 19.97 discount from last closing.
- Red Star Macalline (601828 CH) saw 6 block trades worth 23mn at 4.72 yuan per share, 10.61 discount from last closing.
- Meijin Energy Co. (000723 CH) saw 2 block trades worth 50mn at 9.22 yuan per share, 2.02 discount from last closing.
- Montage Technology Co. (688008 CH) saw 7 block trades worth 32mn at 60.6 yuan per share, 7.34 discount from last closing.

***Premium**

- Will Semiconductor Co. (603501 CH) saw 1 block trade worth 37mn at 85 yuan per share, 2.13 premium from last closing.
- Telling Telecommunication Holding Co. (000829 CH) saw 2 block trades worth 81mn at 10.79 yuan per share, 4.15 premium from last closing.

***Margin Trade**

Total Margin Balance	1.4772 trillion	Total Short Selling Balance	95.3 billion
SH Margin Balance	0.7747 trillion	SH Short Selling Balance	59.4billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
600048	69mio	512480	9.46mio
603906	63mio	560010	9.37mio
688172	62mio	600313	8.48mio
588000	54mio	512800	7.89mio
601003	50mio	600919	5.38mio
SZ Margin Balance	0.6971 trillion	SZ Short Selling Balance	35.2 billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
000756	194mio	300459	3.03mio
000301	175mio	000755	2.46mio
002579	117mio	002078	2.00mio
002385	106mio	000301	1.7mio
002317	101mio	002340	0.95mio

***Connection Trade**

SH-HK Connection (bn cny)			SZ-HK Connection (bn cny)		
Northbound Net Cash Flow	+4.0		Northbound Net Cash Flow	+0.3	
Southbound Net Cash Flow	-0.9		Southbound Net Cash Flow	-0.6	
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
600519	852	0.38	002460	213	2.25
000858	619	0.88	600438	160	0.86
601318	303	0.6	300750	156	0.19
600036	286	0.38	002466	140	1.09
600009	264	4.04	002738	111	3.44

***Index Futures**

Position of Top 20 members (Unit lots)						
CSI 300 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IF2212	42,240	-35,314	0	-16,794	0	-15,204
IF2301	98,222	30,673	63,033	15,920	72,526	18,752
IF2303	32,162	7,924	51,825	3,686	61,352	3,919
IF2306	8,752	1,030	19,984	601	28,844	1,344
SSE 50 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IH2212	29,144	-25,768	0	-10,406	0	-7,786
IH2301	63,503	12,869	45,299	8,490	56,899	9,410
IH2303	21,403	521	29,702	1,753	38,908	1,844
IH2306	7,398	1,989	8,587	1,165	12,483	1,546
CSI 500 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IC2212	38,242	-27,347	0	-13,721	0	-15,280
IC2301	81,045	25,659	81,381	14,568	77,439	13,582
IC2303	28,833	3,182	98,157	1,779	94,056	1,000
IC2306	15,261	3,352	65,678	4,068	71,453	3,833
CSI 1000 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IM2212	21,873	-13,364	0	-6,489	0	-6,065
IM2301	46,894	14,752	34,291	8,296	36,846	9,091
IM2303	19,423	3,674	34,085	779	36,451	933
IM2306	8,382	1,208	23,361	1,379	28,368	1,653

***Index Options**

Position of Top 20 members (Unit lots)						
CSI 300 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IO2212	124243	-25573	0	-33667	0	-36678
IO2301	72564	31747	48498	6145	46302	6168
CSI 1000 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
MO2212	80902	-15907	0	-16578	0	-19782
MO2301	37739	37739	18247	18247	19522	19522

***Treasury Futures**

Position of Top 20 members (Unit lots)						
2-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TS2303	72,783	-8,700	33,936	696	38,157	732
5-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TF2303	91,079	-28,748	79,561	-1,623	80,560	-1,925
10-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
T2303	107,547	-42,326	130,514	-459	128,920	-605
T2306	8,651	-5,083	10,586	190	11,047	46

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

Top 3 Gainers (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Rapeseed Meal	RM305	3,048.0	+0.83%	228,844	402,596
Soybean Meal	M2305	3,782.0	+0.69%	316,241	1,058,813
Gold	AU2302	404.2	+0.47%	58,390	145,301
Top 3 Loser (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Coke	J2305	2,768.5	-4.17%	22,101	28,632
Fuel Oil	FU2305	2,470.0	-4.04%	658,394	487,733
Coking Coal	JM2305	1,911.0	-3.56%	38,913	74,897

Commodities (night session):

* Global crude oil price closed down collectively. January NYMEX contract down 2.12% to closed at \$74.50/b, February Brent contract down 2.44% to closed at \$79.23/b. INE crude oil active contract down 2.27% to closed at 524.5 yuan/b.

* Precious metals closed up collectively. COMEX gold contract up 0.85% to closed at \$1803/oz. SHFE gold active contract up 0.47% to closed at 404.24 yuan/gram.

* Metals closed down mostly, LME zinc down 3.5%, LME lead down 0.35%, LME aluminum down 0.21%. SHFE zinc down 1.59%, bonded copper down 1.06%, SHFE copper down 0.69%, SHFE aluminum down 0.32%.

* Commodity futures closed down collectively. Energy & chemistry futures saw weak performance, fuel oil down 4.04%, soda ash down 2.39%, glass down 2.25%, PVC down 1.62%, bleached softwood kraft pulp down 1.41%. Black series closed down collectively, coke down 4.17%, coking coal down 3.56%, hot-rolled coil down 3.07%, steel rebar down 2.83%, iron ore down 2.73%. Agricultural products closed mixed, cotton down 2.15%, rapeseed oil down 1.94%, RBD palm olein down 1.55%, soybean oil down 1.48%, cotton yarn down 1.32%.

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