

DZ20230828

Highlights of the measures announced by CSRC

- Stamp duty half cut on stock trades for the first time since 2008, from 0.1% to 0.05% (our analysts alert the move as ST stimulus for mkt based on past records, suggest sustainable recovery shall be in joint efforts with policy boost from more aspects).
- Margin ratio for margin trading is lowered to 80% from 100%, effective from market closing on Sept. 8 (apply to both new and existing contracts of margin trading).
- For companies with stock prices fallen below IPO levels or net asset levels, or which haven't paid cash dividends or which are paying a total cash dividend lower than 30% of average net profit of the recent three years, the controlling share holders and de facto controlling holders will not be allowed to cut holdings in the secondary market.

Policy

\*MoF and State Administration of Taxation announced that in order to continue supporting banking and financial institutions as well as asset management companies in dealing with non-performing debts and effectively preventing financial risks, continue to implement tax policies related to the repayment of non-performing debts and property debts of banking and financial asset management companies.

Industrial Economy

\*Premier Li Qiang of the State Council presided over the executive meeting on August 25th to review and approve the "Action Plan for High-Quality Development of the Pharmaceutical Industry (2023-2025)", which pointed out to encourage and guide the development and growth of leading pharmaceutical enterprises, and attach great importance to the promotion and application of domestic medical equipment.

\*Premier Li Qiang of the State Council presided over the executive meeting to review and approve "Guiding Opinions on Planning and Construction of Affordable Housing", which emphasized to use reform and innovation methods to promote construction, ensure the quality of housing construction, and pay attention to strengthening supporting facilities construction and public service supply.

\*MIIT and other seven departments jointly issued the "Work Plan for Stable Growth in the Non-ferrous Metal Industry", which proposed to accelerate the development and formulate an overall plan for the strategic minerals in short supply such as lithium.

\*Two departments: Refund the amount of value-added tax at the end of the period formed by taxpayers engaged in the development project of large-scale civil aircraft engines and medium-to-high-power civil turbo-axis engines.

\*Jiaxing City issued 21 measures to further promote the stable and healthy development of the real estate market, which proposed to support the rigid and improved reasonable housing needs of residents' families and cancel administrative restrictive measures. Guide commercial banks to adjust the interest rates of individual housing loans in an orderly manner according to law. No more restrictions on the number of homes purchased and transfers.

\*MIIT: The demonstration and implementation of major petrochemical and modern coal chemical projects will be accelerated. Promote the comprehensive technical transformation of energy-saving, pollution reduction, carbon reduction and old equipment.

#### Financials

\*More than 28 securities firms have announced that they will lower their trading commissions rates starting from August 28th.

#### Aug 25 Block Trade Info

##### \*Discount

- Will (603501 CH) saw 1 block trades worth 189.39mn at 80.88yuan per share, 9.31pct discount from last closing.
- Wuxi Apptec (603259 CH) saw 8 block trades worth 199.50mn at 76.73yuan per share, 2.95pct discount from last closing.
- Nanjing Securities (601990 CH) saw 1 block trades worth 90.00mn at 7.96yuan per share, 5.13pct discount from last closing.
- Zijin Mining (601899 CH) saw 2 block trades worth 293.62mn at 12.27yuan per share, 0.24pct discount from last closing.

##### \*Flat

- Moutai (600519 CH) saw 3 block trades worth 146.18mn at 1824.98yuan per share, flat from last closing.

#### \*Margin Trade (SZ Margin Trade balance not released)

<b>Total Margin Balance</b>	1.4695 trillion	<b>Total Short Selling Balance</b>	87.4 billion
<b>SH Margin Balance</b>	0.7742 trillion	<b>SH Short Selling Balance</b>	55.6 billion
<b>Top Five Margin Trade Net Bought (in CNY)</b>		<b>Top Five Short Selling Net Sold (in shares)</b>	
588000	103mio	588180	44mio
510050	87.3mio	601006	8.3mio
600016	80.4mio	588000	8.1mio
600703	57.9mio	600010	5.6mio
688591	57.6mio	688591	3.7mio
<b>SZ Margin Balance</b>	0.6950 trillion	<b>SZ Short Selling Balance</b>	31.8 billion
<b>Top Five Margin Trade Net Bought (in CNY)</b>		<b>Top Five Short Selling Net Sold (in shares)</b>	

000703	125mio	301175	5.9mio
300094	74.5mio	002500	2.3mio
002670	57.5mio	300070	2.1mio
300015	54.1mio	000069	2.0mio
300274	43.1mio	300450	1.8mio

**\*Connection Trade**

SH-HK Connection (bn cny)			SZ-HK Connection (bn cny)		
Northbound Net Cash Flow	-0.673		Northbound Net Cash Flow	-1.728	
Southbound Net Cash Flow	+1.847		Southbound Net Cash Flow	+1.539	
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
002049	283	3.66	000858	412	0.65
002230	278	2.25	300059	211	0.85
300308	267	2.74	300750	207	0.21
300502	194	5.82	600809	198	0.71
000988	187	6.13	300015	171	1.02

**\*Index Futures**

Position of Top 20 members (Unit lots)						
CSI 300 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IF2309	121,672	8,401	122,831	1,508	155,787	1,462
IF2312	27,680	1,977	39,130	495	55,182	382
IF2403	8,356	3,846	8,155	1,746	9,469	1,655
SSE 50 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IH2309	77,584	6,082	67,109	1,204	90,762	1,336
IH2312	19,910	3,786	25,694	1,070	35,781	1,268
CSI 500 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IC2309	89,286	16,663	137,630	1,683	138,769	1,549
IC2312	22,843	430	79,642	-82	80,765	-298
IC2403	12,123	644	27,765	1,839	31,035	2,256
CSI 1000 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IM2309	92,595	21,232	91,392	3,382	93,766	3,046

IM2312	26,589	6,525	53,381	969	58,163	483
IM2403	11,214	3,512	20,763	1,811	22,906	1,823

### \*Index Options

Position of Top 20 members (Unit lots)						
CSI 300 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IO2309	178650	16755	114153	3419	123718	3358
IO2312	6270	172	25730	505	28755	486
CSI 1000 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
MO2309	186886	53747	51433	2846	60927	3359
SSE50 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
HO2309	86602	19993	51312	2039	56639	2936

### \*Treasury Futures

Position of Top 20 members (Unit lots)						
2-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TS2309	14,062	-7,980	23,940	-284	23,878	-676
TS2312	39,862	9,967	38,309	1,415	41,785	651
5-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TF2309	16,248	-6,032	34,995	-3,009	34,876	-3,484
TF2312	86,995	-2,455	81,054	1,567	84,581	-84
10-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
T2309	21,182	-4,066	59,004	-2,340	58,127	-2,116
T2312	111,840	19,315	144,295	1,591	144,251	355
30-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TL2309	2,294	-2,343	6,091	-128	6,035	-69
TL2312	34,006	6,064	21,879	340	22,565	-6

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

Top 3 Gainers (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
RBD Palm Olein	P2401	7,852.0	+2.05%	364,088	473,144
Soybean Oil	Y2401	8,570.0	+2.02%	460,044	673,003
Cotton	CF401	17,630.0	+1.94%	348,493	611,063
Top 3 Loser (Dominant Contract)					

Product	Contract	Price	Change %	Trading Volume	Open Interests
EG	EG2401	4,124.0	-1.15%	182,860	385,751
Ethynylbenzene	EB2310	8,332.0	-1%	179,851	275,095
Soda Ash	SA401	1,944.0	-0.87%	1,110,072	978,050

**\* Commodities (night session):**

\* Global crude oil price closed up collectively. October NYMEX crude oil contract up 1.27% to closed at \$80.05/b, October Brent contract up 1.63% to closed at \$84.27/b. INE crude oil active contract up 1.66% to 637.6 yuan/b.

\* Precious metals closed down collectively. COMEX gold active contract down 0.2% to closed at \$1943.3/oz. SHFE gold active contract down 0.13% and closed at 458.6 yuan/gram.

\* Metals closed down mostly, LME tin down 1.1%, LME lead down 1.05%, LME aluminum down 0.25%. SHFE tin down 0.78%, SHFE lead down 0.34%, bonded copper down 0.25%, SHFE aluminum up 0.13%.

\* Commodity futures closed up mostly. Chemistry and energy products closed up collectively, low sulfur fuel oil up 1.93%, fuel oil up 1.87%, LPG up 1.64%. Black series closed mixed. Agricultural products closed up mostly, RBD palm olein up 2.05%, soybean oil up 2.02%, cotton up 1.94%.

**DISCLAIMER**

The report is issued by Orient Securities Co. LTD (Orient Securities) and Shanghai Orient Futures Co. LTD (Orient Futures) to institutional investors. Opinions expressed may differ from those of other divisions of Orient Securities, including Orient Securities Research Institute. Orient Securities may trade as principal in instruments identified herein and may accumulate/have accumulated a long or short position in instruments or derivatives thereof. Orient Securities has policies designed to negate conflicts of interest. This e-mail is not an official confirmation of terms and unless stated, is not a recommendation, offer or solicitation to buy or sell. Any prices or quotations contained herein are indicative only. Communications may be monitored.

