

DZ20211020

***Key points**

Macro:

*President XI Jinping pointed out that the government should promote the integration and development of the digital economy and the real economy, and use the new Internet technology to transform the traditional industries in an all-round way and a whole chain, so as to raise total factor productivity. Moreover, the government should promote the deep integration of the Internet, big data and artificial intelligence with the industry, and accelerate the cultivation of a number of "specialized, special and new" enterprises and single champion enterprises in the manufacturing industry.

*President XI Jinping emphasized that the government should accelerate the construction of new infrastructure, accelerate the construction of intelligent and comprehensive digital information infrastructure, focus on breaking through key software, promote the expansion and strengthening of the software industry, and improve the technological innovation and supply capacity of key software.

*Vice Premier Han Zheng proposed to implement the policy of expanding the floating range of coal-fired electricity price, and study and improve the market-oriented formation mechanism of coal-fired electricity price.

Financial:

*Guo Shuqing, chairman of CBIRC, demanded that financial businesses must be licensed. In the rectification of 14 Internet platforms, more significant substantive progress will be made by the end of this year. Next, it will continue to strive to create a better financial environment for the development of private economy. First, encourage banks to accelerate digital transformation. Second, continue to promote banking institutions to sink their service focus. Third, give full play to the potential of the securities market, private equity funds and angel funds, broaden the financing channels and channels of private enterprises, and make the financial supply better match the needs of enterprises in terms of financing cycle.

Industrial:

*NDRC conducted an investigation in ZCE, emphasizing strengthening supervision according to law and strictly investigating and dealing with malicious speculation of power coal futures by capital.

*NDRC has launched eight measures to promote key enterprises operating coal, electricity, oil and gas to ensure supply and stabilize prices. It said to study the implementation of intervention measures on coal prices in accordance with the law to promote the coal prices returning to a reasonable range.

*Ministry of Commerce and other 24 departments issued the "14th five year plan" for the development of service trade, which proposed that the high-quality development pattern of service trade would be fully established by 2035 and will relax market access in the service sector and expand foreign investment access. Moreover, the government will issue and implement the negative list of cross-border service trade of Hainan Free Trade Port.

***Block Trade Info**
***Discount**

- Bank of Jiangsu (600919 CH) saw 1 block trade worth 224 mn at 5.97 yuan per share, 2.45pct discount from last closing.
- Yihai Kerry Arawana (300999 CH) saw 3 block trade worth 108.5mn at 51.5/60.1yuan per share, 3.76/17.53(cny30mio)pct discount from last closing.
- Imeik (300896 CH) saw 21 block trade worth 193.7mn at 580.85/620.73yuan per share, 1.68/8(cny94mio)pct discount from last closing.
- Bank of Changsha (601577 CH) saw 1 block trade worth 112mn at 8yuan per share, 8.68pct discount from last closing.
- Chipscreen Biosci (688321 CH) saw 4 block trade worth 23.6mn at 35.76yuan per share, 13.2pct discount from last closing.
- Cdl Precision Tech (300686 CH) saw 4 block trade worth 50mn at 10.32yuan per share, 33.33pct discount from last closing.

***Premium**

- Opt Machine Vision (688686 CH) saw 2 block trade worth 189mn at 377.86yuan per share, 0.71pct discount from last closing.
- Zhongji Innolight (300308 CH) saw 1 block trade worth 87mn at 38yuan per share, 13.7pct discount from last closing.

***Margin Trade**

Total Margin Balance	1.6998trillion	Total Short Selling Balance	163.6billion
SH Margin Balance	0.9027trillion	SH Short Selling Balance	102.0billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
601899	406mio	510500	36.3mio
600702	222mio	688722	8.7mio
600096	147mio	510300	8.1mio
600196	128mio	515220	5.9mio
600863	120mio	512500	3.2mio
SZ Margin Balance	0.7971trillion	SZ Short Selling Balance	61.6billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
300750	499mio	002129	4.6mio
300059	281mio	000425	3.1mio
002385	130mio	159919	2.6mio
002176	118mio	300433	2.3mio
000831	113mio	000552	1.6mio

***Connection Trade**

SH-HK Connection (bn cny)			SZ-HK Connection (bn cny)		
Northbound Net Cash Flow	1.76		Northbound Net Cash Flow	2.15	
Southbound Net Cash Flow	-0.48		Southbound Net Cash Flow	-0.11	
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
300750	710	0.51	601919	351	1.38
002475	434	1.77	600958	241	2.37
600309	384	1.17	600519	223	0.10
601318	334	0.37	600196	200	1.55
600036	328	0.25	603986	185	1.86

***Index Futures**

Position of Top 20 members (Unit lots)						
CSI 300 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IF2111	74,701	-23,145	43,538	-5,220	47,279	-4,825
IF2112	25,220	-6,571	55,176	-1,191	68,617	-223
IF2203	8,541	-2,580	25,057	45	24,509	-176
SSE 50 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IH2111	49,292	-16,940	28,972	-4,448	30,852	-4,305
IH2112	19,612	-6,515	29,074	-270	36,684	-525
IH2203	5,177	-2,886	8,528	-397	11,364	-513
CSI 500 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IC2111	60,124	-16,727	53,126	-3,545	55,605	-3,026
IC2112	27,244	-4,371	74,033	-2,914	87,163	-3,088
IC2203	12,968	-4,420	57,768	-653	65,891	-910

***Index Options**

Position of Top 20 members (Unit lots)						
CSI 300 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IO2111	94633	-29431	52885	1704	52586	1701
IO2112	10047	-6125	23920	386	25995	103

***Treasury Futures**

Position of Top 20 members (Unit lots)						
2-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TS2112	25,317	1,739	22,424	225	23,818	357
5-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TF2112	53,339	10,656	63,750	1,075	61,946	1,788
10-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
T2112	110,992	12,118	123,976	701	124,883	1,959
T2203	8156	-5413	9397	1264	9954	1319

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

Top 3 Gainers (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Rapeseed Meal	RM201	2,632.0	+1.82%	560,484	431,593
Glass	FG201	2,346.0	+1.56%	287,408	219,789
Soybean Meal	m2201	3,267.0	+1.49%	514,046	1,195,436
Top 3 Loser (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Methanol	MA201	3,475.0	-9.01%	1,906,215	919,876
Coking coal	jm2201	3,441.5	-8.99%	71,773	96,957
Coke	j2201	4,039.0	-8.99%	89,932	79,397

* With the spread of energy crisis, especially for the crude oil surging sharply that most of commodities in Japan started to rise due to its high dependence on energy. The recent rise in most commodities seems to have broken the deflation situation in Japan for years.

* The December contract of WTI rose by 0.94%, quoted at \$82.46/barrel. Likewise, Brent Oil went 0.97% higher to \$85.15/barrel. According to Morgan Stanley, the expected price of Brent Oil for Q1 of 2022 has been raised to \$95/barrel, and the long term price will be adjusted from \$60/barrel to \$70/barrel.

* For the night session on Oct 19, thermal coal, coking coal and cokes all dropped sharply over 8% to the price limit. Likewise, most of products in chemical and energy sector closed down, main contracts of methanol fell by 9.01%, EG down by 7.99%, PVC quoted 6.99% lower and soda ash closed with a 5.2% decrease. Crude oil slightly went down by 0.99%, quoted at 527.8 yuan/barrel, while iron ore up by 0.5%.

* LME metals mostly closed down with LME copper down 0.76% to \$10,119/ton, LME zinc fell by 3.95% to \$3,550.5/ton, LME nickel up by 0.37% to \$20,070 / ton, LME aluminum down by 2.04% quoted at \$3,103/ton, LME tin decreased by 0.14% to \$37,760 / ton, lead fell by 0.59% to \$2,364/ton.

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