

DZ20211027

***Key points**

Carbon Peak:

*The State Council printed and distributed the action plan for carbon peak before 2030. The goal mentioned that by 2025, the proportion of non-fossil energy consumption will reach about 20%, the energy consumption per unit of GDP will be 13.5% lower than that in 2020, and the carbon dioxide emission per unit of GDP will be 18% lower than that in 2020, laying a solid foundation for achieving carbon peak. By 2030, the proportion of non fossil energy consumption will reach about 25%, and the carbon dioxide emission per unit of GDP will be reduced by more than 65% compared with 2005, so as to successfully achieve the carbon peak goal by 2030. Several detailed policies related to industries are:

1. Strictly and reasonably control the growth of coal consumption during the 14th Five Year Plan period and gradually reduce it during the 15th Five Year Plan period.
2. By 2030, the total installed capacity of wind power and solar power will reach more than 1.2 billion kw
3. Vigorously promote new energy vehicles and gradually reduce the proportion of traditional fuel vehicles in the production and sales of new vehicles and vehicle ownership.
4. By 2025, the installed capacity of new energy storage will reach more than 30 million KW

Macro:

*Xi Jinping said that the government needs to strengthen its confidence in innovation, grasp the opportunities for innovation, and accelerate the realization of high level technology and self-reliance.

*President XI Jinping said that the military need to start a new phase of weaponry construction in an all-round way and make positive contributions to the goal of building the army in the future.

*The two departments held a symposium on foreign debt of enterprises in some key industries, which required enterprises to continuously optimize the structure of foreign debt and actively prepare for the payment of principal and interest of overseas bonds.

*Personnel close to the regulator said that under the current foreign exchange policy framework, SAFE would appropriately facilitate the repayment of overseas bonds of enterprises.

Industrial:

*The "14th five year plan" for e-commerce development was released, which mentioned preventing and stopping monopolies and unfair competition in the platform economy. The goal is to achieve 46 trillion yuan of e-commerce transactions and 17 trillion yuan of national online retail sales by 2025.

*The first batch of four MSCI A50 ETFs raised a total of over 30bn yuan, according to people familiar with the matter.

Co Focus:

*The 40 projects under construction of Evergrande have gradually resumed work and production, and the building projects are expected to be delivered on schedule on December 31.

***Block Trade Info**

***Discount**

-China Northern Rare Earth Group (600111,CH) saw 2 block trade worth 28.28 mn at 50.50 yuan per share, 6.39 discount from last closing.

-Yi Hai Kerry Arawana (300999,CH) saw 4 block trade worth 229.90 mn at 60.50 yuan per share, 2.25 discount from last closing.

-Hundson Tech (600570,CH) saw 1 block trade worth 60.00 mn at 60.00 yuan per share, 1.40 discount from last closing.

***Flat**

-PIEN TZE HUANG (600436,CH) saw 1 block trade worth 18.95 mn at 423.99 yuan per share, flat from last closing.

-Midea Group (000333,CH) saw 10 block trade worth 1017.71 mn at 70.02 yuan per share, flat from last closing.

-Tigermed (300347,CH) saw 2 block trade worth 41.84 mn at 162.32 yuan per share, flat from last closing.

-BOE (000725,CH) saw 2 block trade worth 97.24 mn at 4.95 yuan per share, flat from last closing.

***Premium**

-China Minsheng Banking (600016,CH) saw 1 block trade worth 24.55 mn at 4.33 yuan per share, 10.46 premium from last closing..

***Margin Trade**

Total Margin Balance	1.7084 trillion	Total Short Selling Balance	162.1 billion
SH Margin Balance	0.9086 trillion	SH Short Selling Balance	101.5 billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
600111	397mio	600010	7.33mio
600702	278mio	601669	5.14mio
600089	186mio	601988	4.79mio
603799	150mio	601818	2.16mio
600171	140mio	688538	1.98mio
SZ Margin Balance	0.8244trillion	SZ Short Selling Balance	63.3billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
002594	219mio	002610	8.74mio
000333	160mio	300433	3.43mio
002466	153mio	002092	2.58mio
000002	133mio	000998	1.13mio
002415	122mio	002385	1.10mio

***Connection Trade**

SH-HK Connection (bn cny)			SZ-HK Connection (bn cny)		
Northbound Net Cash Flow	-1.44		Northbound Net Cash Flow	2.28	
Southbound Net Cash Flow	-1.93		Southbound Net Cash Flow	-0.10	
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
601669	332	2.85	300750	754	0.53
600436	329	1.26	002008	365	8.55
600516	193	4.97	002230	358	2.93
600010	185	1.38	000009	338	6.71
600406	166	0.75	002709	250	1.79

***Index Futures**

Position of Top 20 members (Unit lots)						
CSI 300 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IF2111	81,682	2,333	45,865	162	49,504	-513
IF2112	30,754	5,328	54,512	216	67,472	-706
IF2203	9,131	817	28,446	1,046	28,006	846
SSE 50 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IH2111	58,421	6,273	32,236	993	36,481	589
IH2112	21,641	2,442	29,401	1,673	36,487	950
IH2203	6,646	-372	8,996	135	11,593	59
CSI 500 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IC2111	64,001	2,051	56,162	531	57,241	521
IC2112	25,767	5,956	71,947	714	83,129	977
IC2203	13,599	845	57,269	496	64,782	132

***Index Options**

Position of Top 20 members (Unit lots)						
CSI 300 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IO2111	121874	32085	59581	2176	59789	1937
IO2112	17133	2675	29610	1919	31857	1625

***Treasury Futures**

Position of Top 20 members (Unit lots)						
2-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TS2112	20,170	3,580	21,075	-8	23,246	263
5-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TF2112	35,657	3,245	64,144	873	62,237	572
10-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
T2112	85,336	7,446	119,822	-2,154	120,906	-1,806
T2203	5437	-340	12634	556	13639	548

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

Top 3 Gainers (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Iron Ore	I2201	714.0	+2%	240,059	470,476
Bitumen	BU2112	3,186.0	+1.4%	201,677	294,756
White Sugar	SR201	5,990.0	+1.32%	302,037	365,160
Top 3 Loser (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Coking Coal	JM2201	2,731.0	-8.06%	52,575	76,280
Thermal Coal	ZC201	1,188.4	-6.56%	27,060	35,915
Coke	J2201	3,531.0	-6.31%	42,877	70,594

* The December contract of WTI rose by 0.81%, quoted at \$84.44/barrel. Likewise, Brent Oil went 0.35% higher to \$85.47/barrel. As of Oct 22, the weekly crude oil inventory increased 2.318 million barrels, which is more than expected.

* Coal related products has been widely concerned by the market lately, differing from the previous soaring situation, combined with the impact of continuous policies issued by multiple departments, thermal coal prices has switched to a rapid decline, which has fallen back to the level at the end of September.

* For the night session on Oct 26, thermal coal, coke and coking coal continued to fall with main contracts of thermal coal dropped below 1,200 yuan/ton, more than 6% intraday decline. While iron ore went up for approximately 2%. Regarding chemical & energy sector, soda ash, natural rubber and bitumen all went up more than 1%. PVC, EG and LPG dropped over 2% and closed down.

* LME metals mostly closed down with LME copper fell 1.07% to \$9,762/ton, LME zinc down by 1.78% to \$3,398/ton, LME nickel down by 0.67% to \$20,170 / ton, LME aluminum down by 1.51% quoted at \$2,832/ton, while LME tin rose by 0.52% to \$37,650/ ton, lead fell by 0.96% to \$2,415/ton.

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