

DZ20211213

***Key points**

Macro

*The Central Economic Work Conference was held during Dec 8th to 10th which mapped out plans for next year under pressure of demand shrinkage, supply shock and weak expectation. It is pointed out that 1) progress in stability shall be emphasized with active fiscal policy and stable monetary policy to be implemented in coordination; 2) house is for living rather than speculation with new development pattern to be explored, rental and government subsidized housings to be promoted; 3) registration mechanism of stock issuance will be adopted; 4) three-year action plan of state-owned enterprise reform to be completed and reform in monopoly industries like power grid, railway to be push forward; 5) “green red lights” to be set up to oversight over capital with supervision to be strengthened; 6) carbon neutral to be realized and the steady exit of traditional energy will be based on substitute basis of safe new energy; 7) expand high-level of opening-up with national treatment implemented and promote major foreign capital projects.

*Han Wenxiu, senior officer of Central Finance Committee pointed out on the 2021-2022 China Economic Annual Conference that the key work for the Central Economic Work Conference held is stability. Strategic of domestic demand expansion will be implemented for consumption recovery with effective investment to be expanded. Infrastructure construction shall be carried out in advance at appropriate level with investment in pollution/carbon reduction, new energy, new tech and industrial cluster strengthened.

Financials

*CBIRC issued administration of insurance asset management company on Dec 10th and is seeking for public opinions which lowered max stake holding proportion of shareholders and no longer restrict upper limit of stake held by foreign insurance companies.

*Han Zheng, vice premier emphasized on the Hainan overall deepen reform and opening up conference that new progress in construction of Hainan free trade port will be promoted with development basis of major platforms and industries consolidated and to carry out pressure test to explore facilitated trade investment rule.

Industrial Economy

*Xinhua net organized group meeting of 26 virtual characters for talent show on Dec 10th.

Co Focus

*Three presidents of Moutai investigated Wuliangye and reached mutual consent that communication mechanism between the two parties shall be optimized with new phase of cooperation to be created for high-quality development of baijiu industry.

*138 covid cases were reported in Zhejiang province and some listed companies, 301193, 300411, 002931, 300943 and 002915 for instance, have announced temporary production suspension.

*Block Trade Info

*Discount

-SMIC (688981 CH) saw 2 block trade worth 40mn at 55.55/45yuan per share, 1.51/20.21pct discount from last closing.

-Zhongnan Heavy (002445 CH) saw 2 block trade worth 103mn at 2.63 yuan per share, 11.45pct discount from last closing.

-Ping An Insurance (601318 CH) saw 2 block trade worth 7.7mn at 46.4 yuan per share, 9.41pct discount from last closing.

-Offcn Education (002607 CH) saw 1 block trade worth 92mn at 9.17yuan per share, 11.57pct discount from last closing.

-Seeyon Internet (688369 CH) saw 2 block trade worth 16mn at 61.5yuan per share, 4.22pct discount from last closing.

-Vantone Development (600246 CH) saw 3 block trade worth 12mn at 9.59-9.91yuan per share, 14.91/12.07pct discount from last closing.

-Tinci Materials (002709 CH) saw 1 block trade worth 99mn at 127.51yuan per share, 1.61pct discount from last closing.

Premium

-Bank of Communications (601328 CH) saw 1 block trade worth 14.5mn at 5.05 yuan per share, 9.54pct premium from last closing.

-Gold Mantis (002081 CH) saw 1 block trade worth 16.5mn at 6.61 yuan per share, 10.72pct premium from last closing.

*Margin Trade

Total Margin Balance	1.7240trillion	Total Short Selling Balance	118.4billion
SH Margin Balance	0.9100trillion	SH Short Selling Balance	77.7billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
600905	508mio	512100	14mio
600702	437mio	688110	4.55mio
600522	218mio	512800	3.98mio
601919	191mio	601988	2.95mio
688110	174mio	601991	2.77mio
SZ Margin Balance	0.8139trillion	SZ Short Selling Balance	40.7billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
000858	259mio	002434	1.36mio
002340	194mio	002340	0.7mio
300274	119mio	002610	0.66mio
300015	113mio	300987	0.64mio
002129	111mio	002204	0.49mio

***Connection Trade**

SH-HK Connection (bn cny)			SZ-HK Connection (bn cny)		
Northbound Net Cash Flow	6.2		Northbound Net Cash Flow	2.9	
Southbound Net Cash Flow	1.7		Southbound Net Cash Flow	1.2	
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	121.6	0.46	300750	237	1.84
300059	115.8	3.64	002049	68	5.09
600036	93.9	0.86	300760	56	1.24
600887	79.9	3.24	600298	38	7.78
601318	60.5	1.09	002271	25	2.76

***Index Futures**

Position of Top 20 members (Unit lots)						
CSI 300 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IF2112	85,907	-35,747	64,832	-7,571	69,716	-10,338
IF2201	18,553	1,322	14,833	3,530	16,078	4,526
IF2203	29,851	-7,194	50,444	267	61,593	2,384
IF2206	6,985	-1,617	12,019	618	15,006	987
SSE 50 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IH2112	54,620	-19,002	38,556	-4,703	42,063	-5,379
IH2203	15,060	-5,848	20,883	658	26,831	1,041
IH2206	3,786	-3,229	7,845	-300	11,071	-25
CSI 500 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IC2112	67,429	-5,838	66,940	-4,807	71,781	-7,874
IC2201	13,689	2,403	21,487	2,526	20,431	2,440
IC2203	21,788	3,303	61,394	1,320	76,591	1,102
IC2206	13,466	2,183	43,744	980	53,637	2,244

***Index Options**

Position of Top 20 members (Unit lots)						
CSI 300 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IO2112	145120	-148411	66302	-1039	72331	-1372
IO2201	49156	-53760	38911	3897	37274	4316

***Treasury Futures**

Position of Top 20 members (Unit lots)						
2-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TS2112	0	0	0	-240	0	-240
TS2203	29,610	12,969	30,823	884	32,913	1,365
5-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TF2112	40	-68	0	-2,604	0	-2,604
TF2203	33,320	-7,377	59,239	1,522	65,046	2,346
10-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
T2112	0	-20	0	-480	0	-480
T2203	85,568	-20,867	108,984	1,365	118,120	-16

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

Top 3 Gainers (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
LPG	pg2201	4,509.0	+3.68%	65,529	38,452
Ethynylbenzene	eb2201	8,186.0	+2.15%	87,990	76,661
Rapeseed Meal	rm201	2,859.0	+1.71%	192,782	168,076
Top 3 Loser (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Coking Coal	jm2205	1,916.0	-4.2%	29,126	34,101
Bleached Softwood Kraft Pulp	sp2201	5,634.0	-3.73%	145,935	87,414
PVC	v2205	8,009.0	-1.92%	432,610	271,655

Commodities (night session):

* Global crude oil price rose collectively. January NYMEX crude oil contract up 1.44% to closed at \$71.96/b, February Brent contract up 1.22% to closed at \$75.33/b, INE crude oil active contract up 0.49% to closed at 474.7yuan/b.

* SHFE gold active contract closed at 368.5 yuan/gram (up 0.41%).

* Metals mostly closed down. LME aluminum down 0.59%, copper down 0.84%. SHFE aluminum down 0.37%, copper down 0.13%.

* Commodity futures performed mixed. Energy & chemistry sector saw diverge performance, LPG rose 3.68%, ethenylbenzene went up 2.15%, bitumen up 1.6%. Back series mostly closed down, coking coal declined 4.2%, coke down 1.49%. Agriculture commodity futures mostly closed up, rapeseed meal up 1.71%, corn up 1.37%.

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