

DZ20220606

*Key points

Policy

*Beijing issued plan on pandemic control and stable economic growth which pointed out to 1) expand productive investment, accelerate construction of major functional districts and urban sub-centers with a batch of key projects in integrated circuit, NEV and medical health fields promoted; 2) special bonds to be issued by end-June and to be fully used by end-Aug; 3) listing of qualified REITs in infrastructure filed to be promoted; 4) circulation of second-hand cars and elimination of old cars to be optimized with subsidies to be given on NEV purchase; 5) “housing is for living rather than speculation” to be insisted with rigid and improving housing demand ensured and price stabilized.

*The export-import bank of China issued 28 measures to play the role of finance on short board repair and cross-cyclical adjustments to support high-quality development of economy via rate and fee cuts.

Industrial Economy

*NDRC issued notice to promote construction of modern cold-chain logistics system with three-level network supported and a batch of leading firms with global competitiveness cultivated.

*Suzhou local government issued plan of public charging facilities of electric vehicles during the 14th FY and plans to build up 200k units of charging facilities by 2025 to satisfy demand of 380k electric vehicles in total investment of cny 6bn with market value of around cny 80bn electric vehicles and cny 30bn power battery to be driven.

Data

*China domestic tourists during the dragon boat festival of 79.61mio, down 10.7% y/y, recovered to 86.8% level in 2019 and domestic tourism revenue of cny 25.82bn, down 12.2% y/y, back to 65.6% level in 2019, according to Ministry of Culture and Tourism, Securities Journal reported.

Rumors

*Market rumors saying STAR board to cut investor entry barrier from 500k yuan to 200k or even 100k yuan, while no heard of such info as responded by related supervisory dept.

June 2nd Block Trade

*Discount

- SMIC (688981 CH) saw 2 block trades worth 82mn at 43.23yuan per share, 2.9 discount from last closing.

- Cnrg Advanced Material (300919 CH) saw 8 block trades worth 179mn at 107.64yuan per share, 1.25 discount from last closing.

- Supcon Tech (688777 CH) saw 6 block trades worth 118mn at 74.15yuan per share, 6.14 discount from last closing.

- Intretech Inc (002925 CH) saw 1 block trade worth 54mn at 17.9yuan per share, 13.78 discount from last closing.

- Ming Yang Smart (601615 CH) saw 5 block trades worth 39mn at 23.11yuan per share, 11.59 discount from last closing.

*Flat

- China Shipbuilding (601989 CH) saw 1 block trade worth 236mn at 3.69yuan per share, 0.00 discount from last closing.

***Margin Trade**

Total Margin Balance	1.4407 trillion	Total Short Selling Balance	73.7 billion
SH Margin Balance	0.7740 trillion	SH Short Selling Balance	51.1 billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
601127	196mio	512100	13.7mio
600096	94mio	601988	4.7mio
600809	83mio	688285	1.9mio
600036	75mio	601328	1.8mio
601633	71mio	512660	1.6mio
SZ Margin Balance	0.6667 trillion	SZ Short Selling Balance	22.5 billion
Top Five Margin Trade Net Bought (in CNY)		Top Five Short Selling Net Sold (in shares)	
300274	316mio	300059	3.0mio
002594	137mio	002500	2.8mio
002460	87mio	000333	1.9mio
002709	84mio	000665	1.2mio
002183	82mio	000158	1.0mio

***Connection Trade**

SH-HK Connection (bn cny)			SZ-HK Connection (bn cny)		
Northbound Net Cash Flow	+2.1		Northbound Net Cash Flow	+1.1	
Southbound Net Cash Flow	+1.0		Southbound Net Cash Flow	-0.3	
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	342	0.15	600585	402	2.04
002271	262	2.24	300750	328	0.33
600256	214	3.20	601012	284	0.67
600233	195	2.95	300274	278	2.32
601088	175	0.26	601318	210	0.26

***Index Futures**

Position of Top 20 members (Unit lots)						
CSI 300 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IF2206	93,210	-1,360	89,583	1,488	95,325	2,030
IF2207	7318	1286	8898	942	10241	925
IF2209	19,685	697	44,374	1,205	53,377	1,226
IF2212	3,997	-56	11,179	-4	11,580	175
SSE 50 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IH2206	48,032	773	39,283	1,534	44,910	895
IH2209	15,255	4,401	20,638	1,218	28,992	913
IH2212	4,143	904	8,495	644	9,270	902
CSI 500 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IC2206	108,154	2,169	122,761	-838	129,692	-862
IC2207	13928	5255	14418	3590	13946	3665
IC2209	32,312	3,239	90,498	895	96,174	1,051
IC2212	15,605	4,552	44,235	2,476	43,021	2,021

***Index Options**

Position of Top 20 members (Unit lots)						
CSI 300 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IO2206	106645	5906	81059	1094	89764	2393

***Treasury Futures**

Position of Top 20 members (Unit lots)						
2-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TS2206	20	20	987	0	987	0
TS2209	31285	14339	34508	1366	37378	914
5-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TF2206	380	104	1,172	-10	1,172	-10
TF2209	64618	19214	80595	2389	92576	3665
10-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
T2206	336	-127	75	-68	75	-68
T2209	91822	26701	123847	3230	129012	3325

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

Top 3 Gainers (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Iron Ore	I2209	935.5	+3.77%	486,212	732,944
Bleached Softwood Kraft Pulp	SP2209	7,248.0	+3.66%	368,594	192,032
Coke	J2209	3,669.0	+3.44%	31,620	32,032
Top 3 Loser (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
LPG	PG2207	5,831.0	-4.25%	151,670	58,538
Fuel Oil	FU2209	4,022.0	-3.89%	740,147	378,486
Crude Oil	SC2207	714.5	-3.76%	203,933	30,233

* Global oil prices mostly closed up as July contract of WTI rose by 2.9%, quoted at \$120.26/barrel. The August contract of Brent shifted higher by 2.95%, closed at \$121.08/barrel. Crude oil settled with gains for 6 weeks.

* COMEX gold futures closed 0.94% lower at \$1,853.9 per ounce, and COMEX silver futures settled at \$21.94 per ounce, down by 1.5%. The decrease mainly came as a result of rising US dollars. The gold holding position of SPDR Gold Trust dropped by 1.16 tons to 1066.04 tons.

* To resolve the global energy supply crisis, OPEC+ agreed to add the production rate by about 50%, and increase the output by 648,000 barrels per day in July and August.

* According to Gainesville Coins Precious Metals Analyst, the Fed's aggressive approach still poses risks to the gold structure, as well as quantitative tightening and interest rate cut will possibly intensify the pressure on gold prices in the short term.

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