

DZ20220729

#### Macro

\*Key points from China politburo meeting held on July 28th. 1) real estate market to be kept stable with policy tool box well used and rigid/improving housing demand supported. 2) China will strive for "best outcome" for 2H economic growth with economic operation maintained at reasonable range. 3) Macro policy shall be played on basis of demand expansion with fiscal monetary policy issued to effectively made up shortage of social demand. 4) Rectification of platform economy to be completed with normalized supervision adopted and a batch of green light investment cases to be promoted. 5) 3-year action plan of state-owned reform to be carried forward. 6) China will stick to covid zero policy.

#### Industrial Economy

\*Shanghai recently issued opinions on carbon neutral and peak which clarified top design of work and aims to see energy consumption per unit of GDP down by 14% in 2025 vs 2020 with proportion of non-fossil reach 20%/30% and forest coverage over 19.5%/21% respectively in 2025 and 2030. Ten actions of carbon peak to be carried forward, including green low carbon transformation, development of wind, solar and biomass energy as well as offshore wind power and PV+.

\*Shanghai issued plan to promote innovative development of smart internet connected vehicles which pointed out to cultivate leading firms, take Linggang new district as breaking point and to build up development highland of hydrogen industry.

#### Co Focus

\*Northern Rare Earth (600111 CH) and Inner Mongolia Baotou Steel Union (600010 CH) were in discussion to lift offering price of rare earth concentrate by over 40%, which has been voted down by medium-small shareholders of the former company.

\*President of China Integrated Circuit Industry Investment Fund is under investigation by authorities and still has no contact, according to someone familiar with this matter.

#### July 28th Block Trade

\*Block Trade Info

\*Discount

- SMIC (688981 CH) saw 1 block trade worth 40mn at 40.37 yuan per share, 1.49 discount from last closing.

- Zhongshan Public (000685 CH) saw 3 block trades worth 20mn at 6.74 yuan per share, 10.37 discount from last closing.

- Chiway Industry (002374 CH) saw 2 block trades worth 99mn at 4.8 yuan per share, 8.05 discount from last closing.

- iRay Tech (688301 CH) saw 2 block trades worth 69mn at 458.69 yuan per share, 1.25 discount from last closing.

- Vantone Neo Development (600246 CH) saw 4 block trades worth 39mn at 9.67yuan per share, 8.43 discount from last closing.

- Trina Solar Co. (688599 CH) saw 6 block trades worth 82mn at 77.83 yuan per share, 7.33 discount from last closing.

\*Flat

- Yonyou Network (600588 CH) saw 2 block trades worth 47mn at 21 yuan per share, 0.00 discount from last closing.

- Anysoft IT (300571 CH) saw 6 block trades worth 41mn at 40.17 yuan per share, 13.13 discount from last closing.

**\*Margin Trade**

<b>Total Margin Balance</b>	1.5313 trillion	<b>Total Short Selling Balance</b>	100.8 billion
<b>SH Margin Balance</b>	0.8201 trillion	<b>SH Short Selling Balance</b>	64.6 billion
<b>Top Five Margin Trade Net Bought (in CNY)</b>		<b>Top Five Short Selling Net Sold (in shares)</b>	
600348	157mio	603885	12.08mio
600519	124mio	600010	4.35mio
600549	121mio	688253	3.23mio
600418	102mio	601788	1.77mio
688017	85.6mio	600029	1.74mio
<b>SZ Margin Balance</b>	0.7112 trillion	<b>SZ Short Selling Balance</b>	36.2 billion
<b>Top Five Margin Trade Net Bought (in CNY)</b>		<b>Top Five Short Selling Net Sold (in shares)</b>	
000035	199mio	000893	5.16mio
002050	181mio	000100	1.72mio
002714	171mio	000625	1.36mio
002176	160mio	002460	1.18mio
300760	147mio	002156	1.07mio

**\*Connection Trade**

SH-HK Connection (bn cny)			SZ-HK Connection (bn cny)		
Northbound Net Cash Flow	+1.2		Northbound Net Cash Flow	+1.5	
Southbound Net Cash Flow	-0.2		Southbound Net Cash Flow	+0.15	
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	504	0.21	002594	361	0.95
002475	463	2.12	002714	321	1.53
002241	275	2.98	002050	258	2.3
000725	270	1.92	600438	250	1.0
002466	256	1.46	000625	243	1.84

**\*Index Futures**

Position of Top 20 members (Unit lots)						
CSI 300 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IF2208	101,436	19,733	51,670	5,821	54,165	5,674
IF2209	46,884	19,044	58,730	-528	68,739	1,076
IF2212	14,489	4,199	26,884	2,238	29,952	1,739
SSE 50 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IH2208	57,896	17,356	29,556	4,288	33,272	4,193
IH2209	23,173	9,888	25,562	2,923	35,174	3,548
IH2212	8,327	4,066	13,457	1,181	15,624	1,508
CSI 500 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IC2208	82,673	12,661	66,610	1,517	67,710	424
IC2209	39,295	7,949	103,079	10	105,556	-850
IC2212	18,329	5,895	80,469	1,232	79,603	1,976
IC2303	6,822	1,154	10,844	565	10,298	1,051
CSI 1000 Index Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IM2208	34,670	6,731	19,429	3,196	19,289	3,015

**\*Index Options**

Position of Top 20 members (Unit lots)						
CSI 300 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
IO2208	127826	31101	69225	2543	67489	1878
IO2209	24628	10005	37489	30	42844	547
CSI 1000 Index Options	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
MO2208	44517	14138	10318	1573	12487	1802

**\*Treasury Futures**

Position of Top 20 members (Unit lots)						
2-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TS2209	55,020	16,588	44,107	3,653	47,507	3,406
5-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
TF2209	69,618	8,608	92,025	-1,776	95,796	-1,633
TF2212	5,458	362	12,925	758	13,597	855

10-Year Treasury Bond Futures	Trading Volume	Change*	Long OI	Change*	Short OI	Change*
T2209	122,843	32,880	146,370	2,799	150,120	1,748
T2212	14,338	5,334	25,650	994	28,131	1,264

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

Top 3 Gainers (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Coking Coal	JM2209	2,168.0	+4.99%	40,760	46,064
RBD Palm Olein	P2209	8,532.0	+4.51%	533,119	312,836
Silver	AG2212	4,425.0	+4.49%	545,973	541,126
Top 3 Loser (Dominant Contract)					
Product	Contract	Price	Change %	Trading Volume	Open Interests
Rapeseed Meal	RM301	2,733.0	-0.87%	286,092	286,727
PTA	TA209	5,866.0	-0.54%	760,117	815,375
Soybean Meal	M2209	3,961.0	-0.23%	274,206	886,393

**Commodities (night session):**

\* Global crude oil price closed up collectively. September NYMEX crude oil contract up 0.04% to closed at \$97.30/b, September Brent contract up 0.72% to closed at \$102.40/b.

\* Precious metals closed up collectively. COMEX gold active contract up 2% to closed at \$1753.4/oz, SHFE gold active contract up 1.35% to closed at 383.18 yuan/gram.

\* Metals closed mixed. LME zinc up 4.01%, LME aluminum up 1.75%, LME copper up 1.34%, LME lead down 0.35% on the contrast. SHFE zinc up 2.8%, SHFE aluminum up 1.99%, SHFE copper up 0.98%. SHFE lead down 0.1%.

\* Commodity futures closed up mostly. Energy & chemistry futures showed a strong performance, glass up 4.3%, PVC up 3.73%, methanol up 3%, soda ash up 2.4%, fuel oil up 2.29%, MEG up 1.75%. Black series went up collectively, coking coal up 4.99%, iron ore up 2.67%, coke up 2.52%, thermal coal up 1.54%, hot-rolled coil up 1.32%. Agricultural products closed up mostly, RBD palm olein up 4.51%, soybean oil up 2.67%, rapeseed oil up 2.47%, No.1 soybeans up 1.13%, sugar up 0.96%.

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