

Welcome to the bi-weekly newsletter for the Shanghai-Hong Kong Stock Connect programme. Here you can find regular updates on trading statistics of the programme, trading calendars and economic data calendars.

INSIDE THIS ISSUE

- Market Overview
- Latest Updates on Stock Connect
- Northbound & Southbound Daily Trade Value
- Northbound & Southbound Aggregate Quota Usage
- Northbound Trade Value Breakdown
- Top 10 Holdings by % of Issued Shares
- Top 10 SH-HK Stock Connect Holdings by Market Value
- Total Market Average Daily Turnover & Velocity
- Northbound & Southbound Top 10 Stocks by Trade Value
- July & August 2016 Trading Calendar
- July & August 2016 Significant Economic News / Data

MARKET OVERVIEW

- From 4 Jul to 15 Jul 2016, the Northbound Average Daily Buy and Sell Trade Value was RMB3,144 million, while the Southbound Average Daily Buy and Sell Trade Value was HK\$3,487 million
- As of 15 Jul 2016, the Northbound Aggregate Quota Usage was RMB 140.3 billion while Southbound was RMB201.3 billion

Latest Updates on Stock Connect

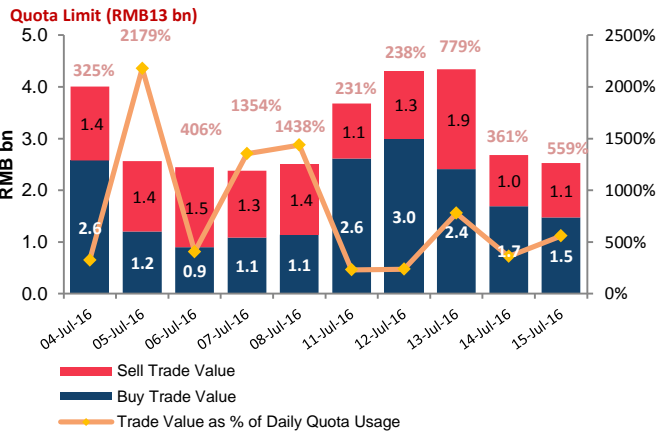
Stock Connect - Clearing

- **08 July 2016 (Ref: CD/DNS/CCASS/166/2016)**
Huayuan Property Co., Ltd. (CCASS Stock code: 90743) (SSE Stock code: 600743) - Key notes to the Proposed Rights Issue

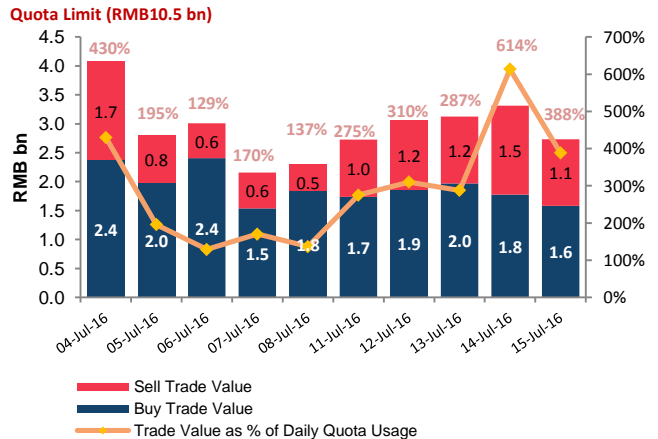
To read the details, please click [link](#)

Northbound & Southbound Daily Trade Value

Daily Trade Value (4 Jul – 15 Jul 2016)
Northbound



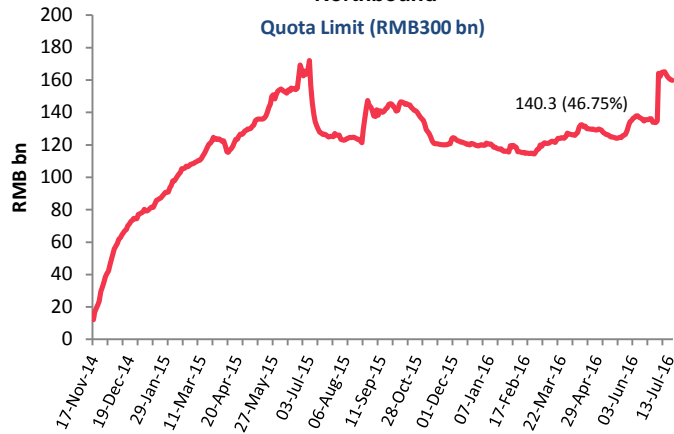
Daily Trade Value (4 Jul - 15 Jul 2016)
Southbound



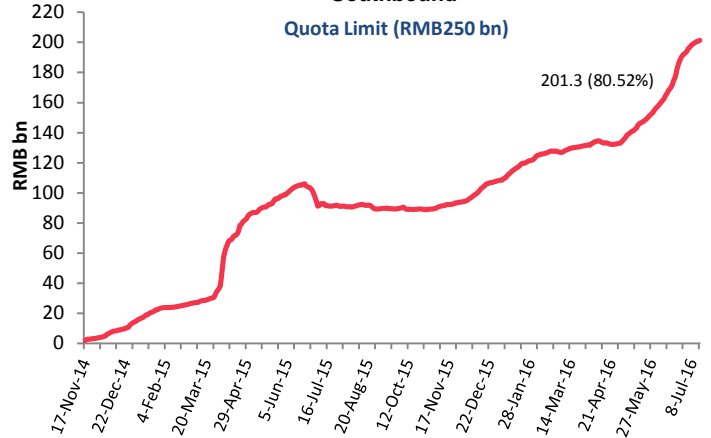
Source: HKEX as of 15 Jul 2016, Trade Value for 4 Jul-15 Jul 2016

Northbound & Southbound Aggregate Quota Usage

Aggregate Quota Usage (17 Nov 2014 – 15 Jul 2016)
Northbound



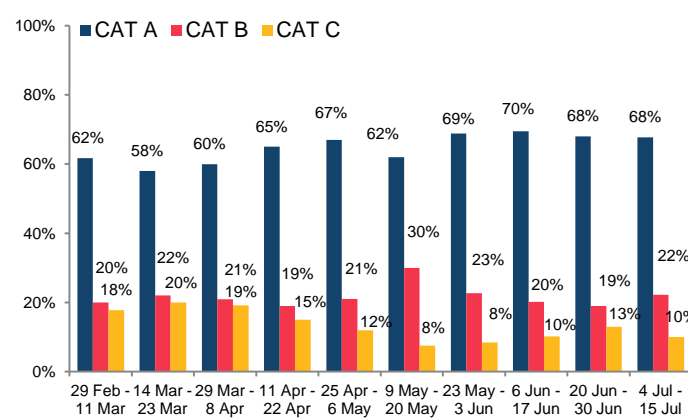
Aggregate Quota Usage (17 Nov 2014 – 15 Jul 2016)
Southbound



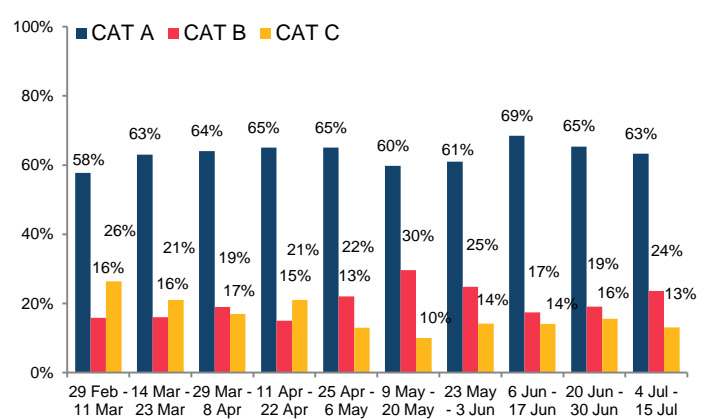
Source: HKEX, as of 15 Jul 2016

Northbound Trade Value Breakdown

Buy Trade Value Breakdown by EPs' Market Share
(29 Feb 2016 – 15 Jul 2016)



Sell Trade Value Breakdown by EPs' Market Share
(29 Feb 2016 – 15 Jul 2016)



Note: CAT A Exchange Participants (Position 1 to 14), CAT B Exchange Participants (Position 15 to 65) and CAT C Exchange Participants (Position >65).

For details, please click [here](#)

Source: HKEX as of 15 Jul 2016, Trade Value for 29 Feb - 15 Jul 2016

Top 10 SSE Holdings Through Northbound

	Stock Code	Company Name	% of **Issued and/or Tradable Shares	% of Total Buy & Sell Trade Value	Market Cap (US\$bn)	*PE Ratio	Dividend Yield (%)	H to A Premium / Discount
1	603288	Foshan Haitian Flavouring And Food	25.78	0.27	11.99	32x	1.88	N/A
2	600009	Shanghai International Airport	25.77	1.17	8.03	21x	1.58	N/A
3	600066	Zhengzhou Yutong Bus	12.84	1.98	6.89	14x	6.86	N/A
4	600660	Fuyao Glass Industry Group	11.13	2.39	4.21	15x	4.87	5.14%
5	603698	Changzheng Engineering	9.85	0.90	1.72	45x	0.66	N/A
6	600690	Qingdao Haier	7.28	1.44	7.58	13x	2.05	N/A
7	600887	Inner Mongolia Yili	6.16	3.11	13.15	23x	2.43	N/A
8	600519	Kweichow Moutai	5.88	11.29	47.22	25x	1.94	N/A
9	600276	Jiangsu Hengrui Medicine	5.86	1.51	13.68	44x	0.19	N/A
10	600900	China Yangtze Power	5.59	1.64	40.23	19x	3.02	N/A

Top 10 HKEX Holdings Through Southbound

	Stock Code	Company Name	% of **Issued and/or Tradable Shares	% of Total Buy & Sell Trade Value	Market Cap (US\$bn)	*PE Ratio	Dividend Yield (%)	H to A Premium / Discount
1	861	Digital China Holdings	27.44	0.72	0.92	10x	N/A	N/A
2	187	Beijing Jingcheng Machinery Electric	25.51	0.15	0.04	N/A	N/A	-71.28%
3	553	Nanjing Panda Electronics	23.57	0.07	0.19	32x	1.32	-68.80%
4	1072	Dongfang Electric	22.73	0.11	0.27	27x	1.15	-47.56%
5	564	Zhengzhou Coal Mining Machinery	22.00	0.03	0.11	109x	0.28	-51.34%
6	874	Guangzhou Baiyunshan Pharmaceutical Holdings	21.41	0.76	0.57	17x	N/A	-36.08%
7	2880	Dalian Port (PDA)	20.33	0.04	0.99	26x	2.57	-51.50%
8	107	Sichuan Expressway	19.45	0.10	0.31	7x	3.49	-51.35%
9	588	Beijing North Star	17.17	0.08	0.23	9x	2.86	-50.36%
10	2727	Shanghai Electric	16.64	0.47	1.26	17x	N/A	-64.50%

*Historical P/E Ratio

**For China Connect Securities, the % represents number of CCASS shareholding under the Shanghai-Hong Kong Stock Connect against the total number of issued and tradable A shares on SSE (excluding any B shares, H shares and other non-circulating shares). For other shares, the % represents number of CCASS shareholding against the total number of shares listed on the Stock Exchange of Hong Kong ("SEHK").

Source: SSE & HKEX as of 15 Jul 2016, Trade Value for 4 Jul-15 Jul 2016

Top 10 SH-HK Stock Connect Holdings by Market Value

Northbound (NB) Top 10 SH-HK Stock Connect Holdings

	Stock Code	Company Name	Market Value (US\$ m)	% of *Total Market Value	Shareholding Held in NB (mil)	% of **Issued and/or Tradable Shares	H to A Premium / Discount
1	600519	Kweichow Moutai	3,496	15.55	74	5.88	N/A
2	600009	Shanghai International Airport	1,144	5.09	282	25.77	N/A
3	600900	China Yangtze Power	1,075	4.78	545	5.59	N/A
4	600887	Inner Mongolia Yili	1,025	4.56	372	6.16	N/A
5	600276	Jiangsu Hengrui Medicine	882	3.92	137	5.86	N/A
6	600066	Zhengzhou Yutong Bus	797	3.54	244	12.84	N/A
7	601318	Ping An Insurance	764	3.40	157	1.45	-2.99%
8	600030	CITIC Securities	684	3.04	273	2.78	-10.71%
9	600690	Qingdao Haier	617	2.74	400	7.28	N/A
10	600036	China Merchants Bank	552	2.45	216	1.05	-19.84%

Southbound (SB) Top 10 SH-HK Stock Connect Holdings

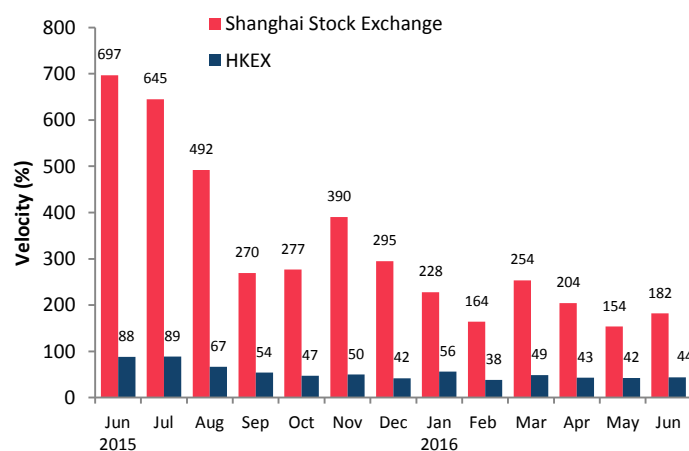
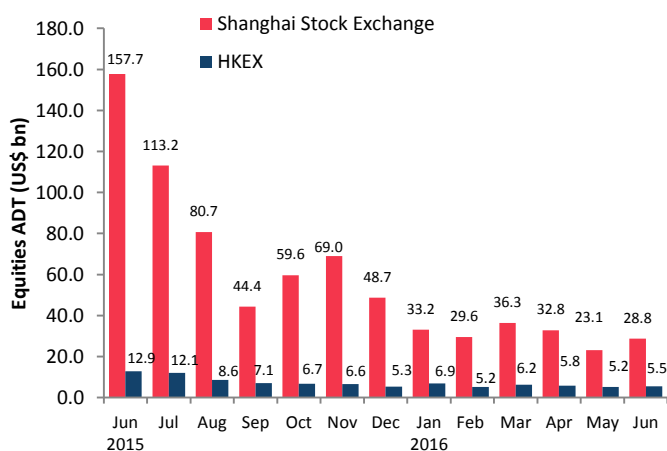
	Stock Code	Company Name	Market Value (US\$ m)	% of *Total Market Value	Shareholding Held in SB (mil)	% of **Issued and/or Tradable Shares	H to A Premium / Discount
1	5	HSBC	3,201	10.68	501	2.53	N/A
2	939	CCB	3,084	10.29	4,424	1.84	-8.03%
3	1398	ICBC	1,679	5.60	3,002	3.46	-13.07%
4	3968	China Merchants Bank	949	3.17	427	9.29	-12.87%
5	700	Tencent Holdings	759	2.53	32	0.34	N/A
6	3988	Bank of China	537	1.79	1,310	1.57	-17.37%
7	998	China CITIC Bank	521	1.74	829	5.57	-30.32%
8	1378	China Hongqiao	451	1.50	621	8.56	N/A
9	386	China Petroleum & Chemical	395	1.32	529	2.07	2.84%
10	2238	Guangzhou Automobile	339	1.13	258	11.67	-61.31%

*Total Market Value is the mark-to-market value of all Northbound / Southbound holdings under SH-HK Stock Connect Programme

**For China Connect Securities, the % represents number of CCASS shareholding under the Shanghai-Hong Kong Stock Connect against the total number of issued and tradable A shares on SSE (excluding any B shares, H shares and other non-circulating shares). For other shares, the % represents number of CCASS shareholding against the total number of shares listed on the Stock Exchange of Hong Kong ("SEHK").

Source: SSE & HKEX as of 15 Jul 2016, Trade Value for 4 Jul-15 Jul 2016

Total Market Average Daily Turnover (ADT) & Velocity



Source: WFE & HKEX as of 30 Jun 2016, ADT and Velocity figures of HKEX include ETF products but excludes warrants

Top 10 A shares by Total Buy & Sell Trade Value in Northbound

Stock Name / Stock Code	Average Trade Size (US\$)	Buy Trade Value (US\$ m)	Sell Trade Value (US\$ m)	Total Trade Value (US\$ m)	% of Total Trade Value	Market Cap (US\$ bn)	*P/E Ratio	Dividend Yield (%)
1. Kweichow Moutai (SH.600519)	11,283	186	276	462	11.29	59	25x	1.94
2. Inner Mongolia Yili (SH.600887)	4,974	43	84	127	3.11	17	23x	2.43
3. Anhui Conch Cement (SH.600585)	4,000	70	34	104	2.54	9	12x	2.74
4. SAIC Motor (SH.600104)	4,905	85	15	100	2.45	35	8x	6.35
5. CITIC Securities (SH.600030)	8,090	64	36	100	2.45	25	11x	2.97
6. Ping An Insurance (SH.601318)	9,156	54	45	98	2.41	53	10x	2.15
7. FuYao Glass Industry (SH.600660)	3,422	74	24	98	2.39	5	15x	4.87
8. China Minsheng Banking (SH.600016)	8,071	44	43	87	2.12	41	7x	3.46
9. Zhengzhou Yutong Bus (SH.600066)	2,729	40	41	81	1.98	7	14x	6.86
10. China Yangtze Power (SH.600900)	6,703	51	16	67	1.64	43	19x	3.02

Top 10 HK Stocks by Total Buy & Sell Trade Value in Southbound

Stock Name / Stock Code	Average Trade Size (US\$)	Buy Trade Value (US\$ m)	Sell Trade Value (US\$ m)	Total Trade Value (US\$ m)	% of Total Trade Value	Market Cap (US\$ bn)	*P/E Ratio	Dividend Yield (%)
1. CCB (HK.939)	37,092	737	94	830	18.68	168	5x	6.04
2. HSBC (HK.5)	27,386	395	21	416	9.37	127	10x	7.98
3. ICBC (HK.1398)	33,078	60	91	151	3.40	49	5x	6.34
4. Tencent (HK.700)	26,106	104	32	135	3.05	224	50x	0.25
5. Zijin Mining Group (HK.2899)	11,696	40	66	106	2.38	2	33x	2.36
6. China CITIC Bank (HK.998)	9,265	60	29	89	2.00	9	5x	5.15
7. China Merchants Bank (HK.3968)	14,237	48	27	75	1.69	10	6x	4.70
8. Fullshare Holdings (HK.607)	12,987	35	26	61	1.38	7	32x	0.35
9. Huaneng Power International (HK.902)	8,320	38	20	58	1.30	3	4x	12.17
10. Geely Automobile (HK.175)	11,437	41	10	50	1.14	5	15x	0.82

*Historical P/E Ratio

Source: SSE & HKEX as of 15 Jul 2016, Trade Value for 4 Jul-15 Jul 2016

July & August 2016 Trading Calendar

July 2016						
Mon	Tue	Wed	Thu	Fri	Sat	Sun
				★ 1	2	3
■ 4	■ 5	■ 6	■ 7	■ 8	9	10
■ 11	■ 12	■ 13	■ 14	■ 15	16	17
■ 18	■ 19	■ 20	■ 21	■ 22	23	24
■ 25	■ 26	■ 27	■ 28	■ 29	30	31

★ Hong Kong Public Holiday (Market Close for Northbound & Southbound Trading)
 ■ Two-way (Northbound & Southbound) Trading

August 2016						
Mon	Tue	Wed	Thu	Fri	Sat	Sun
■ 1	■ 2	■ 3	■ 4	■ 5	6	7
■ 8	■ 9	■ 10	■ 11	■ 12	13	14
■ 15	■ 16	■ 17	■ 18	■ 19	20	21
■ 22	■ 23	■ 24	■ 25	■ 26	27	28
■ 29	■ 30	■ 31				

■ Two-way (Northbound & Southbound) Trading

Source: SSE click [here](#) (Chinese version only), HKEX click [here](#)

July & August 2016 Significant Economic News/Data

July – August 2016

26/07/2016	<ul style="list-style-type: none"> HK: Exports YoY HK: Imports YoY HK: Trade Balance 	03/08/2016	<ul style="list-style-type: none"> CN: Caixin China PMI Services CN: Caixin China PMI Composite
29/07/2016	<ul style="list-style-type: none"> HK: Money Supply M1/M2/M3 HKD YoY 	05/08/2016	<ul style="list-style-type: none"> HK: Foreign Reserves
01/08/2016	<ul style="list-style-type: none"> CN: Manufacturing PMI CN: Caixin China PMI Mfg 	07/08/2016	<ul style="list-style-type: none"> CN: Foreign Reserves
02/08/2016	<ul style="list-style-type: none"> HK: Retail Sales Value YoY 	08/08/2016	<ul style="list-style-type: none"> CN: Trade Balance CN: Exports YoY CN: Imports YoY CN: Foreign Direct Investment YoY RMB

Note: CN – China, HK – Hong Kong

For More Information on
Shanghai – Hong Kong Stock Connect

Visit: www.hkex.com.hk/chinaconnect

Email: info@hkex.com.hk

Newsletter: [Previous Issues](#)

News Release: [17 Nov 2015](#)

For the full list of China Connect Exchange Participants please click [here](#) and Trade-through Exchange Participants please click [here](#)

Disclaimer

This newsletter is for information only and does not constitute legal or tax advice. Investors should exercise caution when dealing in securities which are eligible for trading under Shanghai-Hong Kong Stock Connect. Hong Kong Exchanges and Clearing Ltd and its subsidiaries shall not be liable for any loss or damage incurred or suffered by any person arising from the use of or reliance on this newsletter.