

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.

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MARKET OVERVIEW

- From 18 Jul to 29 Jul 2016, the Northbound Average Daily Buy and Sell Trade Value was RMB2,646 million, while the Southbound Average Daily Buy and Sell Trade Value was HK\$2,302 million
- As of 29 Jul 2016, the Northbound Aggregate Quota Usage was RMB 144.7 billion while Southbound was RMB 200.8 billion

Latest Updates on Stock Connect

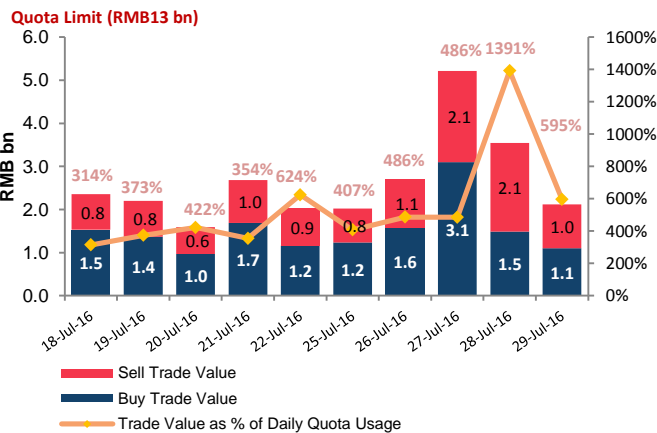
Stock Connect - Trading

- **28 July 2016 (Ref: CT/038/16)**
Regular AMS/3 and CSC Rehearsal for System Recovery under Emergency Situation on 27 August 2016

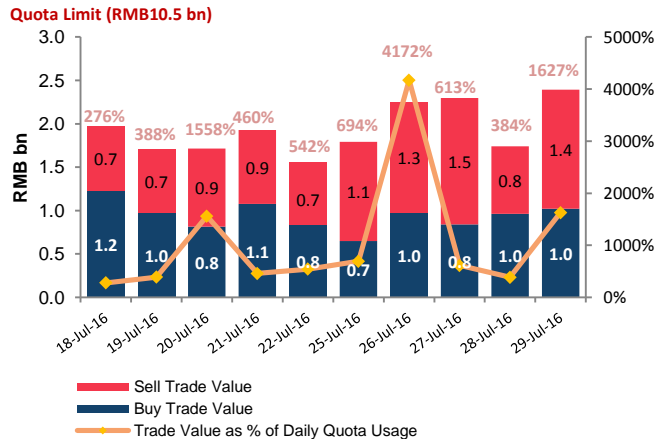
To read the details, please click [link](#)

Northbound & Southbound Daily Trade Value

Daily Trade Value (18 Jul – 29 Jul 2016)
Northbound



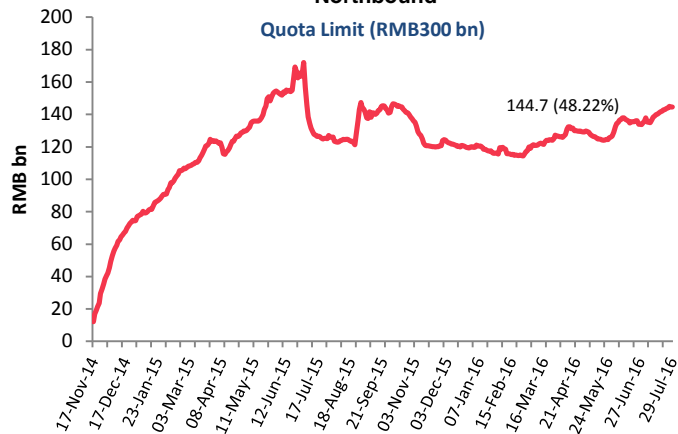
Daily Trade Value (18 Jul – 29 Jul 2016)
Southbound



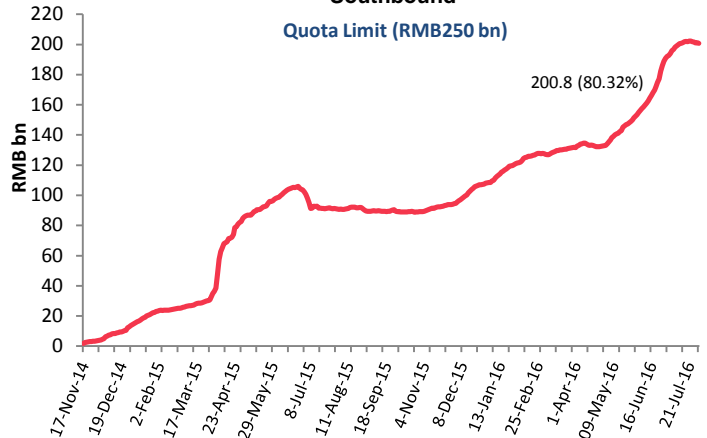
Source: HKE as of 29 Jul 2016, Trade Value for 18 Jul - 29 Jul 2016

Northbound & Southbound Aggregate Quota Usage

Aggregate Quota Usage (17 Nov 2014 – 29 Jul 2016)
Northbound



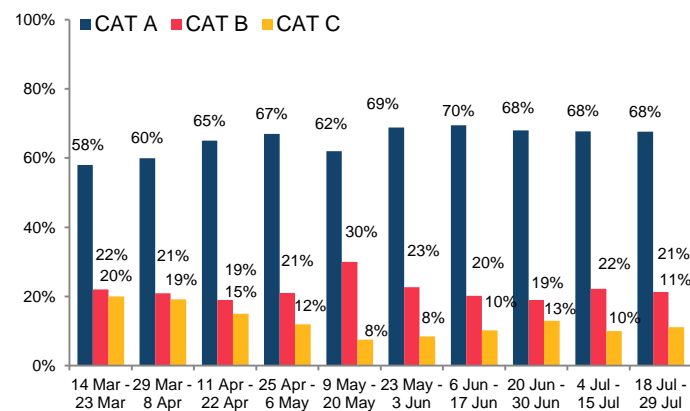
Aggregate Quota Usage (17 Nov 2014 – 29 Jul 2016)
Southbound



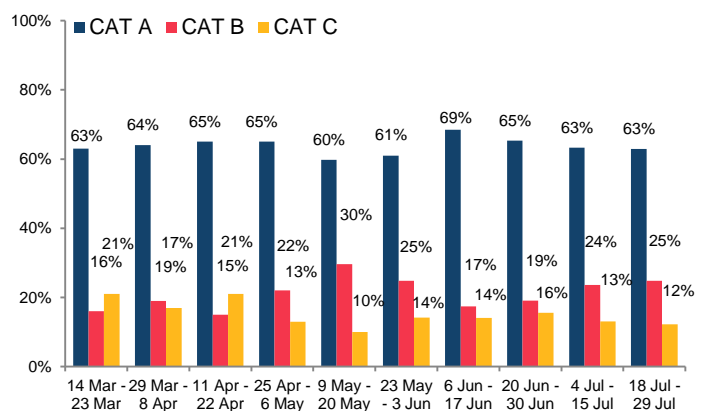
Source: HKEX, as of 29 Jul 2016

Northbound Trade Value Breakdown

Buy Trade Value Breakdown by EPs' Market Share
(14 Mar 2016 – 29 Jul 2016)



Sell Trade Value Breakdown by EPs' Market Share
(14 Mar 2016 – 29 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 29 Jul 2016, Trade Value for 14 Mar - 29 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	26.65	0.27	11.99	30x	1.97	N/A
2	600009	Shanghai International	26.50	1.17	8.03	21x	1.54	N/A
3	600066	Zhengzhou Yutong Bus	12.94	1.98	6.89	14x	6.53	N/A
4	600660	FuYao Glass Industry Group	11.74	2.39	4.21	15x	4.56	1.93%
5	603698	Changzheng Engineering	10.35	0.90	1.72	44x	0.67	N/A
6	600690	Qingdao Haier	7.48	1.44	7.58	14x	1.94	N/A
7	600887	Inner Mongolia Yili	6.59	3.11	13.15	23x	2.43	N/A
8	601021	Spring Airlines	6.27	0.23	6.31	29x	0.43	N/A
9	600900	China Yangtze Power	5.96	1.64	40.23	19x	3.02	N/A
10	600519	Kweichow moutai	5.90	11.29	47.22	25x	1.97	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	28.54	0.53	0.91	10x	N/A	N/A
2	187	Beijing Jingcheng Machinery Electric	23.66	0.03	0.04	N/A	N/A	-75.03%
3	553	Nanjing Panda Electronics	23.32	0.03	0.18	31x	1.35	-67.23%
4	564	Zhengzhou Coal Mining Machinery	22.06	0.02	0.10	104x	0.30	-51.17%
5	1072	Dongfang Electric	21.80	0.09	0.27	27x	1.16	-46.84%
6	874	Guangzhou Baiyunshan Pharmaceutical Holdings	21.80	0.34	0.54	16x	N/A	-39.86%
7	107	Sichuan Expressway	19.11	0.08	0.31	7x	3.56	-51.64%
8	588	Beijing North Star	16.91	0.04	0.22	9x	3.00	-50.64%
9	2727	Shanghai Electric Group	16.87	0.63	1.23	17x	N/A	-65.13%
10	1108	Luoyang Glass	16.07	0.09	0.14	13x	N/A	-85.62%

*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 29 Jul 2016, Trade Value for 18 Jul-29 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	3,500	15.03	74	5.90	N/A
2	600009	Shanghai International Airport	1,217	5.23	290	26.50	N/A
3	600900	China Yangtze Power	1,160	4.98	581	5.96	N/A
4	600887	Inner Mongolia Yili	1,111	4.77	398	6.59	N/A
5	600276	Jiangsu Hengrui Medicine	887	3.81	135	5.75	N/A
6	600066	Zhengzhou Yutong Bus	853	3.66	246	12.94	N/A
7	601318	Ping An Insurance	775	3.33	159	1.47	-4.44%
8	600030	CITIC Securities	741	3.18	303	3.09	-13.08%
9	600690	Qingdao Haier	677	2.91	411	7.48	N/A
10	600660	FuYao Glass	583	2.50	235	11.74	1.93%

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

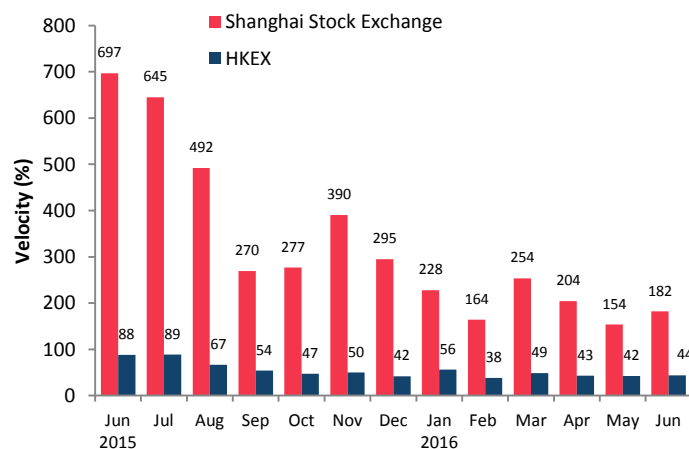
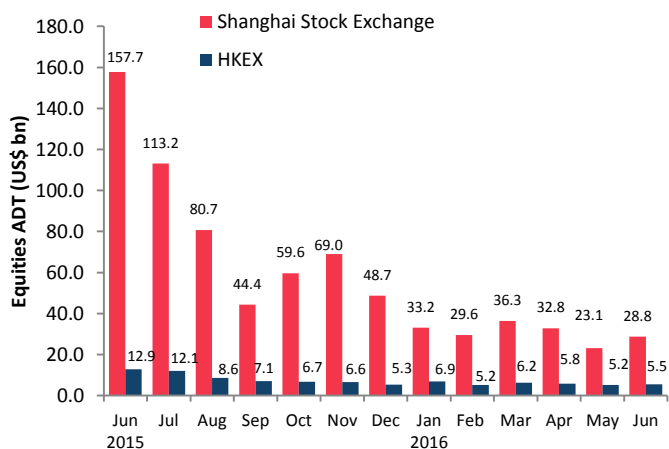
	Stock Code	Company Name	Market Value (US\$ m)	% of *Total Market Value	Shareholding Held in SB (mil)	% of **Issued and/or Tradable Shares	H to A Premium / Discount
1	5	HSBC	3,431	11.51	527	2.64	N/A
2	939	CCB	2,859	9.59	4,266	1.77	-12.19%
3	1398	ICBC	1,650	5.54	2,916	3.36	-12.76%
4	3968	China Merchants Bank	906	3.04	424	9.23	-17.34%
5	700	Tencent Holdings	763	2.56	32	0.34	N/A
6	998	China CITIC Bank	558	1.87	883	5.94	-30.10%
7	3988	Bank of China	522	1.75	1,270	1.52	-18.39%
8	1378	China Hongqiao	413	1.39	619	8.53	N/A
9	386	China Petroleum & Chemical	363	1.22	512	2.01	-1.71%
10	2238	Guangzhou Automobile	335	1.13	261	11.80	-64.06%

*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 29 Jul 2016, Trade Value for 18 Jul-29 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. Inner Mongolia Yili (SH.600887)	4,869	113	42	156	3.90	17	23x	2.43
2. Kweichow Moutai (SH.600519)	9,422	81	67	148	3.71	59	25x	1.97
3. CITIC Securities (SH.600030)	8,666	105	29	134	3.37	24	11x	3.08
4. SAIC Motor (SH.600104)	3,891	73	34	107	2.69	39	8x	5.85
5. Ping An Insurance (SH.601318)	10,641	54	47	101	2.53	53	10x	2.16
6. Anhui Conch Cement (SH.600585)	3,800	72	24	95	2.39	10	12x	2.71
7. HAITONG Securities (SH.600837)	6,281	13	80	93	2.33	19	N/A	2.95
8. China Yangtze Power (SH.600900)	4,984	80	9	89	2.22	44	19x	3.02
9. Zhengzhou Yutong Bus (SH.600066)	2,869	42	37	80	1.99	8	14x	6.53
10. China Minsheng Banking (SH.600016)	7,734	28	49	77	1.93	41	7x	3.49

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)	32,244	17	287	305	10.27	161	5x	6.28
2. HSBC (HK.5)	27,618	85	20	105	3.55	130	10x	7.83
3. China CITIC Bank (HK.998)	9,396	61	24	86	2.89	9	5x	5.13
4. Sunac China (HK.1918)	7,847	62	21	82	2.78	2	4x	4.72
5. Huaneng Power International (HK.902)	8,623	29	48	77	2.59	3	4x	11.83
6. Tencent (HK.700)	19,976	27	43	70	2.35	226	51x	0.25
7. Geely Automobile (HK.175)	11,451	36	18	53	1.80	6	17x	0.75
8. Ping An Insurance (HK.2318)	17,411	17	36	52	1.76	35	10x	1.75
9. Digital China Holdings (HK.861)	8,711	40	7	47	1.57	1	10x	0.00
10. China Minsheng Banking (HK.1988)	8,690	8	39	46	1.56	7	5x	3.44

*Historical P/E Ratio

Source: SSE & HKEX as of 29 Jul 2016, Trade Value for 18 Jul-29 Jul 2016

August & September 2016 Trading Calendar

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

September 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		

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

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

August Significant Economic News/Data

August 2016

05/08/2016	• HK: Foreign Reserves	10/08/2016	• CN: Money Supply M0/M1/M2 YoY • CN: New RMB Loans
07/08/2016	• CN: Foreign Reserves	12/08/2016	• CN: Industrial Production YTD YoY • CN: Retail Sales YTD YoY • HK: GDP YoY
08/08/2016	• CN: Trade Balance • CN: Exports YoY • CN: Imports YoY • CN: Foreign Direct Investment YoY RMB	18/08/2016	• HK: Unemployment Rate • HK: Composite Interest Rate
09/08/2016	• CN: CPI YoY	22/08/2016	• HK: CPI Composite YoY

Note: CN – China, HK – Hong Kong

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