

Welcome to the monthly newsletter for Shanghai Connect and Shenzhen Connect programme. Here you can find regular updates on trading statistics of the programme and trading calendars.

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- Latest Updates on Stock Connect
- **Trading Statistics of Shanghai Connect**
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MARKET OVERVIEW

From 1-30 Sep 2016, the Northbound Average Daily Buy and Sell Trade Value was RMB3,198 million, while the Southbound Average Daily Buy and Sell Trade Value was HK\$7,961 million.

LATEST UPDATES ON STOCK CONNECT**STOCK CONNECT – TRADING**

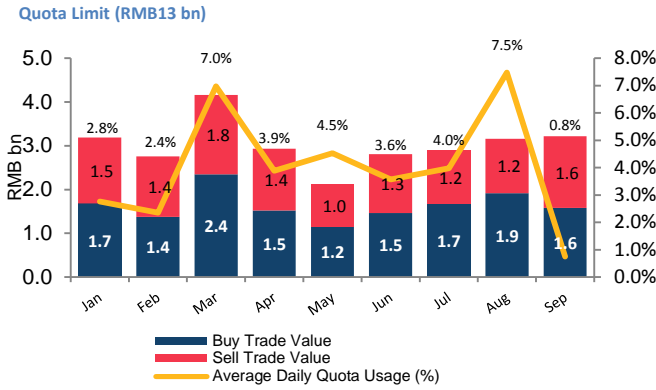
- **8 August 2016 (Ref: CT/041/16)**
Change of China Connect Securities Stock List ([click link](#))
- **16 August 2016 (Ref: LSD/78/2016)**
Amendments to the Rules of the Exchange ([click link](#))
- **16 August 2016 (Ref: CT/043/16)**
Establishment of Shenzhen-Hong Kong Stock Connect and Abolition of Aggregate Quota for Shanghai-Hong Kong Stock Connect ([click link](#))
- **26 August 2016 (Ref: CT/045/16)**
Update on Shenzhen-Hong Kong Stock Connect ([click link](#))
- **9 September 2016 (Ref: CT/049/16)**
Shenzhen-Hong Kong Stock Connect – Market Rehearsal Activities ([click link](#))
- **28 September 2016 (Ref: CT/052/16)**
Shenzhen-Hong Kong Stock Connect – Connectivity Test Updates ([click link](#))
- **19 October 2016 (Ref: CT/060/16)**
Shenzhen-Hong Kong Stock Connect – Further Updates ([click link](#))
- **24 October 2016 (Ref: LSD/105/2016)**
Amendments to the Rules of the Exchange ([click link](#))

STOCK CONNECT – CLEARING

- **8 August 2016 (Ref: CD/CDCO/CCASS/191/2016)**
Northbound Transfer Fee Waiver Arrangement in relation to Shanghai-Hong Kong Stock Connect ([click link](#))
- **19 August 2016 (Ref: CD/CDCO/CCASS/199/2016)**
Stock Admission – China Connect Securities ([click link](#))
- **7 October 2016 (Ref: CD/CDCO/CCASS/251/2016)**
CCASS Service Enhancements (Q1 2017 Batch) ([click link](#))
- **19 October 2016 (Ref: CD/CDCO/CCASS/265/2016)**
Shenzhen-Hong Kong Connect - Pilot-MR Update ([click link](#))
- **24 October 2016 (Ref: LSD/106/2016)**
Amendments to General Rules of CCASS and CCASS Operational Procedures ([click link](#))

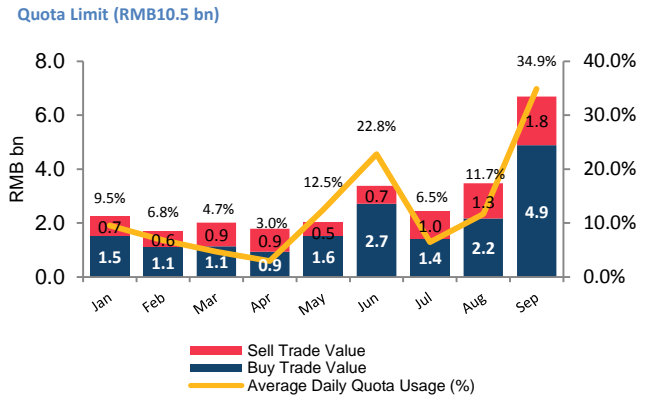
TRADING STATISTICS OF SHANGHAI CONNECT

Northbound Average Daily Traded Value for the Month

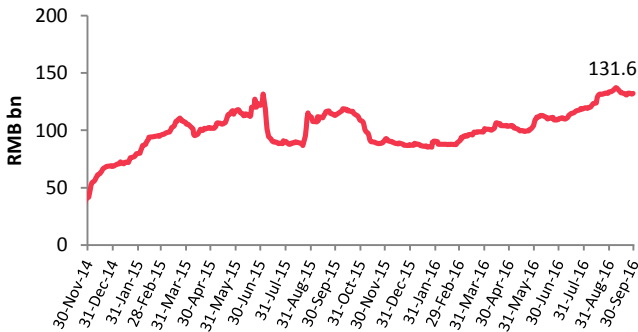


Source: HKEX as of 30 September 2016

Southbound Average Daily Traded Value for the Month

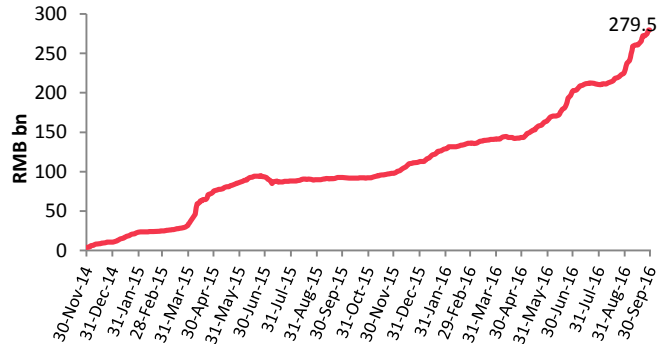


Northbound Aggregated Net Buy Since Inception



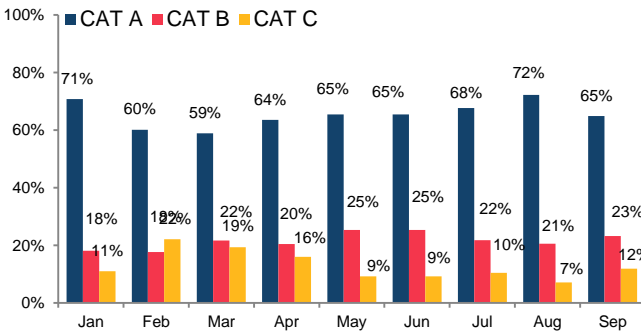
Source: HKEX as of 30 September 2016

Southbound Aggregated Net Buy Since Inception



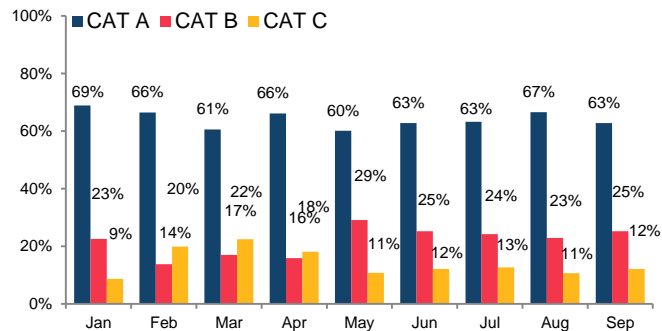
Northbound Buy Trade Value Breakdown by EPs' Market Share

(1 Jan – 30 Sep 2016)



Northbound Sell Trade Value Breakdown by EPs' Market Share

(1 Jan – 30 Sep 2016)

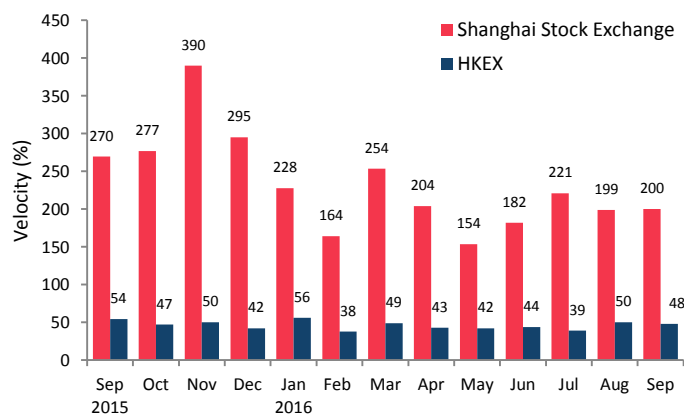
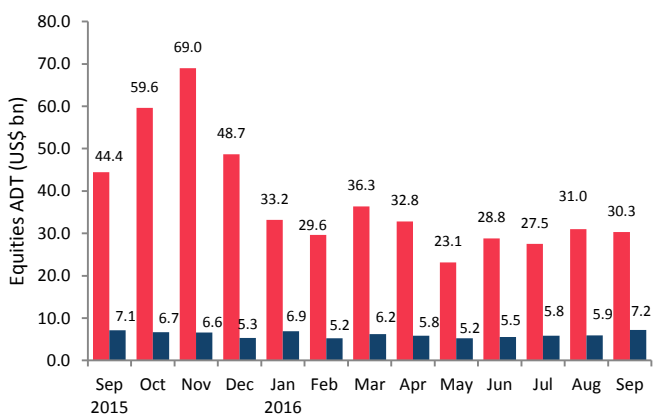


Note: CAT A Exchange Participants (Position 1 to 14), CAT B Exchange Participants (Position 15 to 65) and CAT C Exchange Participants (Position >65).

For details, please click [here](#)

Source: HKEX as of 30 September 2016

Total Market Average Daily Turnover (ADT) & Velocity



Source: WFE & HKEX as of 30 Sep 2016, ADT and Velocity figures of HKEX include ETF products but excludes warrants
*Please note that September data is not available for SSE, hence the September data is taken as YTD average

SHANGHAI CONNECT – TOP 10 HOLDINGS BY % OF ISSUED SHARES

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	Dividend Yield (%)	H to A Premium / Discount
1	603288	Foshan Haitian Flavouring And Food	28.50	0.19	12.31	31x	1.98	N/A
2	600009	Shanghai International Airport	28.40	1.01	7.79	20x	1.59	N/A
3	600066	Zhengzhou Yutong Bus	14.59	1.21	7.32	13x	6.80	N/A
4	600660	Fuyao Glass Industry Group.	12.44	0.99	5.07	17x	4.44	8.01%
5	600690	Qingdao Haier	8.70	1.11	9.27	12x	2.09	N/A
6	600887	Inner Mongolia Yili	6.90	1.46	14.64	N/A	N/A	N/A
7	601021	Spring Airlines	6.81	0.15	5.42	25x	0.46	N/A
8	600900	China Yangtze Power	6.46	1.36	43.86	17x	3.01	N/A
9	600276	Jiangsu Hengrui Medicine	6.44	1.09	15.50	43x	0.19	N/A
10	600585	Anhui Conch Cement	6.13	1.92	10.10	16x	2.55	8.52%

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	Dividend Yield (%)	H to A Premium / Discount
1	861	Digital China Holdings	38.38	0.58	1.13	12x	N/A	N/A
2	553	Nanjing Panda Electronics	25.40	0.07	0.25	43x	0.99	N/A
3	564	Zhengzhou Coal Mining Machinery	21.76	0.03	0.11	117x	0.26	-47.32%
4	874	Guangzhou Baiyunshan Pharmaceutical Holdings	20.78	0.13	0.54	16x	1.83	-32.96%
5	187	Beijing Jingcheng Machinery Electric	20.66	0.04	0.04	N/A	N/A	-70.21%
6	2880	Dalian Port (PDA)	20.50	0.08	0.89	24x	2.87	-51.14%
7	1072	Dongfang Electric	19.86	0.08	0.27	27x	1.16	-45.05%
8	107	Sichuan Expressway Shares	19.19	0.09	0.34	8x	3.21	-46.33%
9	1053	Chongqing Iron & Steel Shares	19.04	0.06	0.16	N/A	N/A	N/A
10	1108	Luoyang Glass	18.24	0.23	0.19	18x	N/A	N/A

*Historical P/E Ratio

**For China Connect Securities, the % represents number of CCASS shareholding under the Shanghai 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 SEHK.

Source: SSE & HKEX as of 30 September 2016

SHANGHAI CONNECT – TOP 10 HOLDINGS BY MARKET VALUE

Top 10 Shanghai Connect Holdings – Northbound

	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	3,159	12.91	73	5.83	N/A
2	600009	Shanghai International Airport	1,242	5.08	311	28.40	N/A
3	600900	China Yangtze Power	1,238	5.06	629	6.46	N/A
4	601318	Ping An Insurance Group	1,220	4.98	241	2.22	1.27%
5	600887	Inner Mongolia Yili Industrial Group	994	4.06	416	6.90	N/A
6	600276	Jiangsu Hengrui Medicine	982	4.01	151	6.44	N/A
7	600066	Zhengzhou Yutong Bus	906	3.70	278	14.59	N/A
8	600690	Qingdao Haier	716	2.92	478	8.70	N/A
9	600036	China Merchants Bank	637	2.60	239	1.16	-6.59%
10	600660	Fuyao Glass Industry Group	621	2.54	249	12.44	8.01%

Top 10 Shanghai Connect Holdings – Southbound

	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	5,280	12.77	717	3.57	N/A
2	939	China Construction Bank Corporation	4,973	12.02	6,708	2.79	-4.48%
3	1398	Industrial and Commercial Bank of China	3,357	8.12	5,369	6.19	-5.79%
4	700	Tencent	1,270	3.07	46	0.49	N/A
5	3968	China Merchants Bank	1,017	2.46	404	8.80	-6.59%
6	1288	Agricultural Bank of China	844	2.04	1,971	6.41	-8.73%
7	998	China CITIC Bank	735	1.78	1,108	7.44	-25.89%
8	2318	Ping An Insurance	720	1.74	139	1.86	1.27%
9	175	Geely Automobile	705	1.71	791	8.94	N/A
10	1378	China Hongqiao	545	1.32	605	8.34	N/A

*Total Market Value is the mark-to-market value of all Northbound / Southbound holdings under Shanghai Connect

**For China Connect Securities, the % represents number of CCASS shareholding under the Shanghai 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 SEHK.

Source: SSE & HKEX as of 30 September 2016

SHANGHAI CONNECT – TOP 10 STOCKS BY TRADE VALUE (NORTHBOUND & SOUTHBOUND)

Top 10 A shares by Total Buy & Sell Trade Value in Northbound										
	Stock Code	Stock Name	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	Dividend Yield (%)
1	601318	Ping An Insurance	10,535	435	277	712	7.82%	55	10x	1.17
2	600519	Kweichow Moutai	10,562	212	319	531	5.83%	56	23x	2.07
3	600030	CITIC Securities	7,302	62	241	303	3.32%	24	16x	3.10
4	600487	Hengtong Optic-electric	7,500	107	100	207	2.27%	4	30x	0.24
5	601166	Industrial Bank	10,741	61	138	199	2.19%	46	6x	3.82
6	600036	China Merchants Bank	5,773	85	97	182	2.00%	56	8x	3.83
7	601939	China Construction Bank	7,162	95	84	180	1.97%	7	5x	5.29
8	600016	China Minsheng Banking	9,893	62	116	178	1.95%	41	7x	2.48
9	600585	Anhui Conch Cement	3,445	106	68	174	1.92%	10	16x	2.55
10	600104	SAIC Motor	3,951	103	69	171	1.88%	36	8x	6.22

Top 10 HK Stocks by Total Buy & Sell Trade Value in Southbound										
	Stock Code	Stock Name	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	Dividend Yield (%)
1	5	HSBC Holdings	51,173	1,544	375	1,919	11.76%	148	11x	6.92
2	1398	ICBC	43,663	1,170	238	1,408	8.63%	54	5x	5.67
3	2318	Ping An Insurance	43,612	745	366	1,111	6.81%	39	11x	1.61
4	939	China Construction Bank	36,987	901	184	1,086	6.66%	178	5x	5.68
5	3988	Bank of China	34,790	847	202	1,049	6.43%	38	5x	5.85
6	1288	Agricultural Bank of China	23,208	599	124	723	4.43%	13	5x	5.87
7	700	Tencent Holdings	31,806	554	122	676	4.14%	260	58x	0.22
8	688	China Overseas Land & Investment	35,234	408	7	415	2.55%	37	7x	2.89
9	1109	China Resources Land	21,282	246	12	258	1.58%	19	8x	2.68
10	1359	China Cinda Asset Management	14,749	189	61	250	1.53%	4	6x	4.96

*Historical P/E Ratio

Source: SSE & HKEX as of 30 September 2016

OCTOBER & NOVEMBER 2016 TRADING CALENDAR

October 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						

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

November 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				

■ Two-way (Northbound & Southbound) Trading

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

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