

Today's Forecast

HSI Expected Range	25,400 – 25,800pts
Market Focus	TMT sector Retailing sector HKEX (00388)

Last Trading Day Performance

HSI Range	25,558-25,720pts
Turnover	HKD 79.840bn

Global Market performance

HSI	25,626.5	+0.24%
HSCE	10,384.9	+0.37%
CSI 300	3,518.8	-0.28%
Shanghai Comp	3,123.2	-0.30%
DJIA	21,384.3	+0.11%
S&P 500	2,433.2	+0.03%
Nasdaq Composite	6,151.8	-0.22%
FTSE 100	7,463.5	+0.60%
DAX	12,752.7	+0.48%
CAC40	5,263.3	+0.89%

SH-HK and SZ-HK Stock Connect
Daily Quota Balance

(in RMB Bn)	SH-HK	SZ-HK
Northbound	12.347	12.511
Southbound	9.806	10.254

HSI Futures

	Current	Next
	Month	Month
Last Price	25,498	25,378
Up(Down)	+63	+59
Volume	76,603	953

Forex

EUR/USD	1.1198
GBP/USD	1.2783
AUD/USD	0.7621
USD/JPY	110.88
USD/CNY	6.8105
USD/HKD	7.8008

Commodities

WTI Crude Oil	44.74
Brent Oil	47.37
Gold Spot	1,253.73
COMEX Copper	256.40

Data Source : Aastocks 、 Bloomberg 、 Et-net 、 Hkex

Today's View : HSI is expected to range trade at 25,700 pts
Today's Forecast:

- The performance of ADRs on HK stocks indicated HSI may open 29pts higher this morning but capped by 25,700pts. The index is expected to range trade at the captioned level today.
- Besides, investors are advised to keep an eye on the announcement about whether A-shares will be included by MSCI in its emerging market index in this Wednesday's (21 Jun 2017) morning; which is expected to bring indications for A-shares and Hong Kong stocks later on.

Market Review :

Global market : European and US stocks advanced generally.

- European stocks rose generally last Friday helped by a Greek debt deal which eased political uncertainty in European region amid weak performance of retailing sector. Therefore, the three major stock indexes ended higher eventually.
- US stocks ended mixed as the bounce of energy sector supported the performance of blue chips although the acquisition of Whole Foods Market from Amazon weighed down retailing sector. Finally, DJI and S&P500 Index closed up while Nasdaq Index closed down.

Mainland Market : Ended lower in a choppy session.

- Shanghai Composite Index (SHCI) and Shenzhen Composite Index (SZCI) ended lower in a choppy session last Friday. Eventually, both SHCI and SZCI ended lower by 0.30%. Amongst, catering and software related sectors underperformed the market.

HK Market : Stabilized.

- HSI opened 37pts higher and stayed strong last Friday. Eventually, HSI closed up by 0.24% while HSCEI rose by 0.37%. Market turnover recorded as HKD 79.840bn. On the other hand, HENGAN INT'L (01044) ended higher by 1.38%, being the best performing blue chip.

Sector/Company news :

Sector/Company	Event	Content
HKEX (00388)	Operating info	HKEX launched a consultation to seek public feedback on a package of proposals to broaden capital markets access in Hong Kong and strengthen Hong Kong's listing regime on 16 June 2017. In particular, HKEX proposed to setup New Board that includes two segments namely New Board PREMIUM and New Board PRO. The new boards were designed to attract companies that currently prohibit them from listing in the HK stock market. On the other hand, the Exchange proposed to change its rules for the Growth Enterprise Market ("GEM"), clearing the distinction between the Main Board and GEM. Key provisions of the proposals included (1) the removal of the streamlined process for GEM transfers to the Main Board; (2) the introduction of a mandatory public offering requirement of at least 10 percent of the total offer size for all GEM IPOs; and (3) the extension of the post-IPO lock-up requirement on controlling shareholders from one year to two years for GEM.
CHENMING PAPER (01812)	Operating info	The Company received a winding up petition dated 15 June 2017 filed by the defendant to the High Court of the HKSAR. The Company stressed that the production and operation of the Company remain normal with significant growth in production, sales volume, revenue and profit. The Board expected that the aforesaid events will not be material adverse effect on the ordinary production and operation of the Company.
HUABAO INTL (00336)	Result release	The Company released its annual result ended Mar 2017. Turnover rose 8.8% YoY to RMB 3.483bn while net profit declined 9.8% YoY to RMB 1.065bn. The Company declared a final dividend of HKD 0.22.

Global market performance

HSI performance in last 3 months



HSCE performance in last 3 months



Shanghai Composite performance in last 3 months



Dow Jones Industry Avg Index in last 3 months



USD/HKD performance in last 3 months



US 10-year treasury yield in last 3 months



Data source : Yahoo Finance 、 Google Finance 、 Investing.com 、 US Department of Treasury

Top 5 stocks

Top Gainer

Code	Name	Price	%	Turn(HKD) ^
01415	COWELL	2.810	+19.1%	2.094
00279	FREEMAN FINTECH	0.570	+17.5%	0.394
03326	PERFECT GROUP	3.910	+15.0%	0.056
00575	REGENT PACIFIC	0.330	+11.9%	0.188
01335	SHEEN TAI	0.400	+11.1%	0.027

Top Loser

Code	Name	Price	%	Turn(HKD) ^
01145	COURAGEMARINE	4.380	-25.4%	0.154
00197	HENG TAI	0.380	-21.6%	0.805
00500	FRONTIER SER	1.480	-10.3%	0.068
00482	SANDMARTIN INTL	0.155	-9.9%	4.634
01146	CH OUTFITTERS	0.275	-9.8%	0.024

Top Volume

Code	Name	Price	%	Volume ^
00702	SINO OIL & GAS	0.184	+0.5%	6.225
00582	LANDING INTL	0.088	+4.8%	6.154
01398	ICBC	5.190	+1.2%	4.585
01194	MUNSUN CAPITAL	0.102	-8.1%	4.549
00707	CO-PROSPERITY	0.239	+5.3%	4.212

Top Turnover

Code	Name	Price	%	Turn(HKD) ^
00700	TENCENT	272.60	-0.1%	57.30
01398	ICBC	5.190	+1.2%	23.77
02800	Tracker Fund of HK	26.00	+0.2%	16.26
00939	CCB	6.390	+0.8%	15.24
00005	HSBC HOLDINGS	68.35	+0.8%	15.22

^ in100 million

AH Share

Top 10 H shares with the highest discount

	H Share Code	A Share Code	H-share Price (HKD)	A-share Price (RMB)	H-share Premium (Discount)
LUOYANG GLASS	01108	600876	4.59	19.51	-79.5%
TIANJIN CAPITAL	01065	600874	5.15	20.36	-78.0%
SHANDONG MOLONG	00568	002490	1.22	4.54	-76.6%
ZHEJIANG SHIBAO	01057	002703	7.43	24.57	-73.7%
JINGCHENG MAC	00187	600860	2.21	6.78	-71.6%
SINOPEC SSC	01033	600871	1.25	3.53	-69.2%
NE ELECTRIC	00042	000585	2.14	6.03	-69.1%
CC SECURITIES	01375	601375	3.74	10.01	-67.5%
XINHUA WINSHARE	00811	601811	6.63	16.22	-64.4%
NANJING PANDA	00553	600775	4.48	10.31	-62.2%

Top 10 H shares with the highest premium

	H Share Code	A Share Code	H-share Price (HKD)	A-share Price (RMB)	H-share Premium (Discount)
ANHUI CONCH	00914	600585	25.60	20.95	+6.4%
FUYAO GLASS	03606	600660	29.90	25.08	+3.8%
JIANGSU EXPRESS	00177	600377	10.86	9.46	-0.1%
PING AN	02318	601318	50.15	46.70	-6.5%
WEICHAI POWER	02338	000338	12.30	11.49	-6.8%
SINOPEC CORP	00386	600028	6.30	5.93	-7.5%
BANK OF CHINA	03988	601988	3.81	3.62	-8.4%
ABC	01288	601288	3.61	3.45	-8.9%
CCB	00939	601939	6.39	6.12	-9.1%
TSINGTAO BREW	00168	600600	35.20	33.98	-9.8%

Data Source: Et-net

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