

Shanghai Market Outlook - 13 September 2021

After U.S. President Joe Biden and his Chinese counterpart Xi Jinping's "candid" conversation Shanghai stocks witnessed their biggest weekly gain in seven months and closed up on Friday.

The Shanghai Composite Index increased by 0.3 percent to 3,703.11, while the blue-chip CSI300 index increased by 0.9 percent to 5,013.52.

Due to China's plan to establish a new exchange in Beijing, a sub-index tracking brokerages surged 1.2 percent to its highest level in nearly eight months. Banks increased by 2.4 percent.

With a gain of 4.4 percent, the semiconductors sub-index led the gains on the Chinese market.

The energy sub-index fell 4.1 percent after China's state reserves management said that it would auction off crude oil reserves to the market to relieve domestic refiners of high feedstock costs.

After industry statistics on Friday revealed China's vehicle sales fell 17.8% year over year in August, the cars sub-index fell 1.1 percent.

Despite Beijing's efforts to lower raw material prices, China's factory gate inflation touched a 13-year high in August, placing extra pressure on manufacturers in the world's second-largest economy. In August, the producer price index (PPI) increased by 9.5 percent over the previous year.

Data from the People's Bank of China on Friday, stated that China's bank lending climbed less than expected in August. From CNY 1.08 trillion in July, the new yuan loan has climbed to CNY 1.22 trillion. The M2 money supply grew at an annual pace of 8.2%, which was lower than the predicted rate of 8.4%.

China's industry ministry has instructed internet providers to perform self-examinations on the issue of website link blocking and will take measures action against those who do not fully remedy the situation.

China has "too many" electric vehicle (EV) manufacturers, and hence the government will urge consolidation.

Till now China has reported 95,248 covid cases of which 89,861 were recovered and 4636 people were dead.

Top Gainers

Company	Last Price	Change%
Xi'An Manareco New Materials Co. Ltd. A	¥126.00	20.00%
Kingsemi Co. Ltd. A	¥229.00	12.25%
Metro Land Corp. Ltd.	¥7.11	10.06%
JDM JingDa Machine Ningbo Co. Ltd.	¥7.11	10.06%
Xinjiang Youhao Group Co. Ltd.	¥5.37	10.04%

Top Losers

Company	Last Price	Change%
Henan Taloph Pharmaceutical Stock Co. Ltd.	¥9.05	-10.04%
Zhongman Petroleum & Natural Gas Group Corp. Ltd. A	¥14.06%	-9.99%
China National Chemical Engineering Co. Ltd.	¥13.58	-9.89%
Shanghai Electric Power Co. Ltd. A	¥9.05	-9.32%
China CSSC Holdings Ltd. A	¥26.19	-9.31%

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