

Shanghai Market Outlook - 18 February 2022

The China stock market has finished higher in three straight sessions as gains from the energy and resource stocks were capped by weakness from the properties and a mixed picture from the financial sector.

At close of trade, the index rose 2.20 points or 0.06 percent to finish at 3,468.04 after trading between 3,454.28 and 3,480.97. The Shenzhen Composite Index added 5.17 points or 0.23 percent to end at 2,302.16

Financial stocks gained amid expectations that Beijing will step up stimulus to boost economic growth. Bank of China and China Construction Bank each rose 0.3%. Developments relating to the China-Hong Kong border reopening will likely be in focus after China's Xi told Hong Kong to take all necessary steps to contain Covid-19, KGI Securities says, which investors think could mean an acceleration in the resumption of normal travel between the two.

China Life Insurance skidded 1.07 percent, Jiangxi Copper rose 0.18 percent, Aluminum Corp of China (Chalco) spiked 2.32 percent and Yankuang Energy added 0.73 percent.

Last Thursday, China's National Development and Reform Commission (NDRC) and National Energy Administration (NEA) – the state economic planner and energy planner, respectively – jointly published a set of “opinions” to guide the nation's energy transition. The document lays out a “clearer” roadmap on the nation's efforts to decarbonize its energy system, according to People's Daily, the official newspaper of the Communist Party of China

China warns its local governments don't be overambitious in carrying out 'common prosperity' drive National Development and Reform Commission (NDRC) warns local authorities against over-promising on social welfare amid Beijing's push to reduce inequality. Local governments should focus on essential services such as education, housing, medical and elderly care, says the nation's top economic planning agency

The yuan 0.15788 per dollar on Thursday.

Top Gainers

Company	Last Price	Change%
Rightway Holdings Co. Ltd. A	¥2.38	10.19%
Huaihe Energy (Group) Co. Ltd. A	¥2.61	10.13%
Sunny Loan Top Co. Ltd.	¥5.90	10.07%
Yuancheng Environment Co. Ltd. A	¥9.30	10.06%
NingBo Construction Co. Ltd.	¥5.69	10.06%

Top Losers

Company	Last Price	Change%
Zhewen Pictures Group Co. Ltd.	¥3.56	-10.10%
Xian Quijiang Cultural Tourism Co. Ltd. A	¥12.56	-10.03%
China United Travel Co. Ltd.	¥6.47	-10.01%
Tibet Tourism Co. Ltd. A	¥12.48	-9.17%
Guizhou Wire Rope Co. Ltd. A	¥12.81	-7.77%

Shanghai Market Outlook - 18 February 2022

Disclaimer and General Advice Instructions:

This document is provided by Laverne Securities Pty Ltd T/as Laverne Investing the Corporate Authorized Representative No. CAR No. 001269781 of Laverne Capital Pty Ltd AFSL 482937. The Research Analyst who prepared this report/article hereby certifies that the views expressed in this document accurately reflect the analyst's personal views about the Company and its financial products. The information provided in the Report/Article is provided by Morningstar. Laverne Fund is not a fund manager, however, the portfolio and the document is for general advice only, prepared by the Analysts and Research team for our clients.

This report/article have Different Assumptions, Views, Analytical Method of the analyst with no guarantee of reliability and accuracy of the content. The Research Analyst has not been, is not, and will not be receiving direct or indirect compensation for expressing the specific recommendations or views in this report/article. Laverne Securities has its own Research methodology, with regards to the rating and is confirmed by the team for long term Strategic rating of the concerned security as an Investment for Portfolios with High Growth High Risk Profile. Individual Stock is Speculative and of High Risk in nature and strongly

This Document is provided for the Advisors, their Clients, and Financial Professionals for information only and should not be considered an offer or solicitation of an offer to buy or sell a particular security or financial product or instrument.

The information or services provided in this report/article may not be suitable for you and we strongly recommend taking the advice of your Financial Planner or Investment advisors. Laverne Investing will not treat the recipients as its customer by virtue of their receiving the report/article and should seek the advice of their consultant, prior to making any investment decision considering this report/article