

Shanghai Market Outlook - 7 March 2022

China stocks fell on Friday, weighed down by worries over the worsening Ukraine crisis and the domestic property market, while investors nervously awaited clues on policy easing steps from the upcoming Congress meeting.

At close of trade, the benchmark Shanghai Composite Index slumped 33.46 points, or 1 percent, to 3,447.65, while the blue-chip CSI300 index fell 1.2 percent, to 4,496.43 points.

Real estate developers lost 1.4%, and banks edged down 1.1%.

The CSI Computer Index retreated 2%, new energy shares declined 1.8%, while machinery stocks closed 1.9% lower.

Jiangxi Copper retreated 1.51 percent, Aluminum Corp of China sank 0.56 percent, Yankuang Energy climbed 1.17 percent, PetroChina tumbled 2.02 percent, China Petroleum and Chemical declined 1.35 percent, Huaneng Power spiked 2.68 percent, China Shenhua Energy advanced 0.93 percent, Gemdale added 0.65 percent, Beijing Capital Development rallied 2.12 percent and Bank of China was unchanged.

Delegates from China's property developers, the nation's largest debtors, are likely to be feeling the pressure when they show up at the Great Hall of the People for the annual legislative meeting in Beijing in the coming days. Six of the 13 real estate company chairmen attending the "two sessions" will be representing developers that have either officially defaulted on their debts or have asked creditors to give them more time to pull together the money they owe.

China will release February figures for imports, exports and trade balance later this morning. Imports are expected to rise 16.5 percent on year, slowing from 19.5 percent in January. Exports are called higher by an annual 15.0 percent, down from 20.9 percent in the previous month. The trade surplus is pegged at \$99.5 billion, up from \$94.46 billion a month earlier.

In currency, Spot yuan opened at 6.3201 per dollar and was changing hands at 6.3199 at midday, just nine pips firmer than the previous late session close. The offshore yuan was trading at 6.3225 per dollar, firming from a close of 6.3232 on Thursday.

Top Gainers

Company	Last Price	Change%
Jiangsu Jiangnan Water Co. Ltd.	¥6.78	10.06%
Dali Pharmaceutical Co. Ltd. A	¥10.08	10.04%
Lanzhou Greatwall Electrical Co. Ltd.	¥6.03	10.04%
Ningbo Marine Co. Ltd. A	¥6.14	10.04%
Ningbo United Group Co. Ltd. A	¥9.65	10.03%

Top Losers

Company	Last Price	Change%
Ningbo Construction Co. Ltd.	¥7.70	-10.05%
Shanghai Lonyer Fuels Co. Ltd.	¥8.60	-10.04%
Nanjing Canatal Data Centre Environmental Tech Co. Ltd. A	¥23.75	-10.00%
Ningbo Fubang Jingye Group Co. Ltd. A	¥12.24	-10.00%
Lanpec Technologies Ltd.	¥8.47	-9.99%

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