

Shanghai Market Outlook - 16 March 2023

The China stock market has moved higher in two of three trading days since the end of the five-day losing streak in which it had surrendered almost 100 points or 2.8 percent. The Shanghai Composite Index now sits just above the 3,260-point plateau although it's predicted to open in the red again on Thursday.

For the day, the index collected 18.00 points or 0.55 percent to finish at 3,263.31 after trading between 3,256.86 and 3,273.12. The Shenzhen Composite Index increased 5.33 points or 0.26 percent to end at 2,081.26.

The SCI finished modestly higher on Wednesday following gains from the financial shares, property stocks and resource companies.

Among the actives, Industrial and Commercial Bank of China climbed 1.13 percent, while Bank of China and PetroChina both jumped 1.80 percent, China Construction Bank rallied 2.06 percent, China Merchants Bank advanced 0.87 percent, Bank of Communications collected 0.79 percent, China Life Insurance improved 1.09 percent.

Jiangxi Copper perked 0.05 percent, Aluminum Corp of China (Chalco) accelerated 1.78 percent, Yankuang Energy retreated 1.23 percent, China Petroleum and Chemical (Sinopec) rose 0.18 percent, Huaneng Power soared 3.84 percent, China Shenhua Energy added 0.38 percent, Gemdale gathered 0.81 percent, Poly Developments spiked 1.34 percent, China Vanke was up 0.70 percent and China Fortune Land gained 0.39 percent.

China's industrial production growth strengthened in January to February period and retail sales rebounded after the relaxation of the pandemic related restrictions, official data revealed Wednesday.

Chinese consumers, unshackled from COVID-19 restrictions, are returning to hotels, restaurants and some shops, but they are choosy about what they buy, disappointing hopes for an immediate post-pandemic splurge.

China's embattled property sector made new progress in its climb out of a months-long slump as official data for January-February on Wednesday showed much narrower declines in home sales, developer investment and construction starts.

China's coal output rose by 5.8% in the first two months of 2023 from the same period a year earlier, government data showed on Wednesday, as new mining capacity came online and Beijing encouraged miners to boost production to improve energy security.

China's demand for Australian coking coal for steelmaking remains lacklustre even after Beijing removed import restrictions, as supplies from local mines, Mongolia and Russia are cheaper, traders say.

China's yuan was traded at 0.00751137 to the dollar.

Top Gainers

Company	Last Price	Change%
China Petroleum Engineering Corp. A	¥3.69	10.15%
China Aluminum International Engineering Corp. Ltd.	¥5.45	10.10%
Tianjin Bohai Chemical Co. Ltd. A	¥4.26	10.08%
HuaDian Heavy Industries Co. Ltd.	¥8.42	10.07%
Aeolus Tyre Co. Ltd. A	¥5.80	10.06%

Top Losers

Company	Last Price	Change%
Shanghai Haohai Biological Technology Co. Ltd.	¥93.86	-7.47%
Hangzhou Arcvideo Technology Co. Ltd. A	¥62.98	-7.44%
CIG Shanghai Co. Ltd. A	¥22.60	-6.11%
Suzhou Harmontronics Automation Technology Co. Ltd. A	¥62.02	-5.74%
AVIC Heavy Machinery Co. Ltd.	¥25.75	-5.44%

Shanghai Market Outlook - 16 March 2023

DISCLAIMER for General Advice: (This document is for general advice only).

This document is provided by Laverne Securities Pty Ltd T/as Investor Desk. Laverne Securities Pty Ltd, CAR 001269781 of Laverne Capital Pty Ltd AFSL No. 482937.

The material in this document may contain general advice or recommendations which, while believed to be accurate at the time of publication, are not appropriate for all persons or accounts. This document does not purport to contain all the information that a prospective investor may require. The material contained in this document does not take into consideration an investor's objectives, financial situation or needs. Before acting on the advice, investors should consider the appropriateness of the advice, having regard to the investor's objectives, financial situation, and needs. The material contained in this document is for sales purposes. The material contained in this document is for information purposes only and is not an offer, solicitation or recommendation with respect to the subscription for, purchase or sale of securities or financial products and neither or anything in it shall form the basis of any contract or commitment. This document should not be regarded by recipients as a substitute for the exercise of their own judgment and recipients should seek independent advice.

The material in this document has been obtained from sources believed to be true but neither Investor Desk and Banyan Tree nor its associates make any recommendation or warranty concerning the accuracy or reliability or completeness of the information or the performance of the companies referred to in this document. Past performance is not indicative of future performance. Any opinions and or recommendations expressed in this material are subject to change without notice and, Investor Desk and Banyan Tree are not under any obligation to update or keep current the information contained herein. References made to third parties are based on information believed to be reliable but are not guaranteed as being accurate.

Investor Desk and Banyan Tree and its respective officers may have an interest in the securities or derivatives of any entities referred to in this material. Investor Desk and Banyan Tree do and seek to do, business with companies that are the subject of its research reports. The analyst(s) hereby certify that all the views expressed in this report accurately reflect their personal views about the subject investment theme and/or company securities.

Although every attempt has been made to verify the accuracy of the information contained in the document, liability for any errors or omissions (except any statutory liability which cannot be excluded) is specifically excluded by Investor Desk and Banyan Tree, its associates, officers, directors, employees, and agents. Except for any liability which cannot be excluded, Investor Desk and Banyan Tree, its directors, employees and agents accept no liability or responsibility for any loss or damage of any kind, direct or indirect, arising out of the use of all or any part of this material. Recipients of this document agree in advance that Investor Desk and Banyan Tree are not liable to recipients in any matters whatsoever otherwise; recipients should disregard, destroy or delete this document. All information is correct at the time of publication. Investor Desk and Banyan Tree do not guarantee reliability and accuracy of the material contained in this document and is not liable for any unintentional errors in the document.

The securities of any company(ies) mentioned in this document may not be eligible for sale in all jurisdictions or to all categories of investors. This document is provided to the recipient only and is not to be distributed to third parties without the prior consent of Investor Desk and Banyan Tree.