

# Shanghai Market Outlook - 28 March 2023

The China stock market has moved lower in consecutive trading days, sinking more than 35 points or 1.1 percent along the way. The Shanghai Composite Index now sits just above the 3,250-point plateau although it figures to find traction on Tuesday.

For the day, the index shed 14.26 points or 0.44 percent to finish at 3,251.40 after trading between 3,229.70 and 3,261.82.

The SCI finished modestly lower on Monday following losses from the oil companies, financial shares and property stocks.

Among the actives, Industrial and Commercial Bank of China shed 0.45 percent, while Bank of China skidded 1.18 percent, China Construction Bank sank 0.83 percent, China Merchants Bank lost 0.64 percent, Bank of Communications fell 0.39 percent, China Life Insurance jumped 1.90 percent.

Jiangxi Copper added 0.62 percent, Aluminum Corp of China (Chalco) plunged 2.85 percent, Yankuang Energy skyrocketed 10.02 percent, PetroChina declined 1.06 percent, China Petroleum and Chemical (Sinopec) plummeted 3.08 percent, Huaneng Power retreated 1.50 percent, China Shenhua Energy tanked 4.49 percent, Gemdale tumbled 1.96 percent, Poly Developments slumped 1.32 percent and China Vanke surrendered 2.15 percent.

The decline in China's industrial profits deepened in the first two months of 2023 on weaker demand and falling prices, official data showed Monday.

The slump in Chinese industrial firms' profits deepened in the first two months of 2023, weighed by lacklustre demand and stubbornly high costs as the world's second-largest economy struggled to fully shake the long-term effects of COVID.

To strengthen the yuan in the international monetary system and counter the US dollar's global dominance, China must boldly innovate in not only technology but also policy, according to a prominent economist at Tsinghua University.

China should build high-value-added industrial clusters to strengthen its position in the global supply chain and counter the US-led decoupling, former top officials said on the weekend, as they downplayed concerns over factory relocations to Asian neighbours.

Located 50 km from Shanghai, Kunshan used to boast up to 30 per cent higher wages than other provinces, but now the companies there are cutting back their production amid the slowing economy of China.

China's yuan was trade at 0.145238 to the dollar.

## Top Gainers

Company	Last Price	Change%
Guangdong Fuxin Technology Co. Ltd. A	¥35.04	12.13%
Beijing Haitian Ruisheng Science Technology Ltd. A	¥214.99	10.82%
Hangzhou Arcvideo Technology Co. Ltd. A	¥93.00	10.77%
Shanghai Hollywave Electronic System Co. Ltd. A	¥108.35	10.57%
Ningbo Construction Co. Ltd.	¥5.89	10.09%

## Top Losers

Company	Last Price	Change%
Shanghai Huitong Energy Co. Ltd.	¥12.84	-6.48%
Shenzhen Expressway Corp. Ltd. A	¥8.64	-6.39%
Hangzhou Honghua Digital Technology Stock Co. Ltd. A	¥183.13	-6.09%
Jiangsu Feymer Technology Co. Ltd. A	¥22.03	-6.02%
Shanghai Fudan Microelectronics Group Co. Ltd. A	¥67.26	-5.27%

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