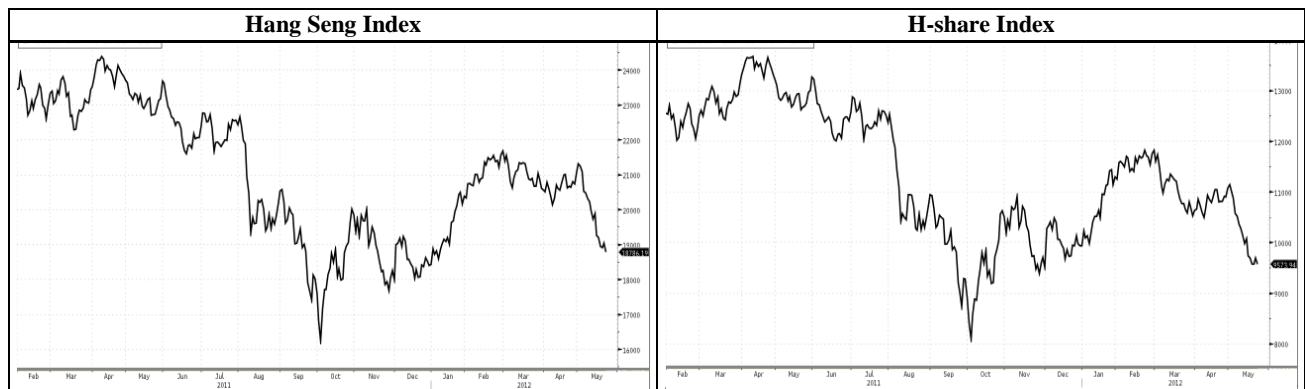




**HONG KONG STOCK MARKET SUMMARY**



**Indexes Performance**

23/05/2012	PER(x)	Close	Chg. (%)	Net Chg.	Day High	Day Low		(HK\$m)	Chg.(%)
Hang Seng Index	8.99	18,786.19	-1.33%	-252.96	18,845.84	18,661.48	Main board turnover	51,271	-2.40%
HSI-Finance	8.60	25,299.02	-1.46%	-375.37	25,439.55	25,168.15	HSI stocks	18,824	1.13%
HSI-Comm & Ind	9.97	11,478.25	-1.17%	-136.45	11,514.24	11,365.77	HSCEI stocks	11,231	-8.04%
HSI-Properties	5.88	22,915.76	-1.56%	-363.61	23,096.03	22,729.44	Derivative warrants	6,350	-4.58%
HSI-Utilities	16.81	44,792.01	-0.96%	-433.41	45,009.42	44,600.45	Callable Bull/Bear	3,897	-21.47%
HSI Volatility Index	-	28.57	6.29%	1.69	29.49	28.04	Short-selling	7,522	47.98%

23/05/2012	PER(x)	Close	Chg. (%)	23/05/2012	Close	Chg. (%)
HS Composite Index	-	2,583.56	-1.37%	HSCI-Financials	2,718.32	-1.42%
Red Chip Index	10.52	3,721.09	-1.22%	HSCI-Services	3,375.77	-2.36%
HS H-share Index	7.98	9,573.94	-1.29%	HSCI-Telecom	1,715.70	-0.75%
H-share Financial Index	7.30	12,774.47	-1.14%	HSCI-Prop & con	2,373.26	-1.11%
				HSCI-Utilities	5,340.95	-0.99%
				HSCI-Energy	12,258.27	-1.23%
				HSCI-Materials	5,894.15	-2.16%
				HSCI-Industrial goods	1,074.46	-1.00%
				HSCI-Consumer goods	4,296.22	-1.60%
				HSCI-I.T.	2,446.87	-0.67%
				HSCI-Conglomerates	1,999.18	-1.99%

**Futures Market**

	Close	Net change	Chg.(%)	Day High	Day Low	Volume	O/I
<b>HSI Futures</b>							
HSI May 12	18,586	-278	-1.47%	18,739	18,515	90,156	104,157
HSI Jun 12	18,387	-275	-1.47%	18,534	18,318	7,360	19,274
<b>HS CEI Futures</b>							
HSCEI May 12	9,480	-153	-1.59%	9,565	9,426	53,756	107,318
HSCEI Jun 12	9,260	-148	-1.57%	9,335	9,206	10,323	22,875

**HK Stocks in the U.S.**

Code	Stock	In US (HK\$)	In HK (HK\$)	Chg.	Code	Stock	In US (HK\$)	In HK (HK\$)	Chg.
5	HSBC HOLDINGS	62.97	62.75	0.4%	857	PETROCHINA	10.12	10.14	-0.2%
2888	STANCHART	161.74	163.40	-1.0%	386	SINOPEC CORP	7.11	7.10	0.1%
945	MANULIFE	85.10	85.25	-0.2%	883	CNOOC	14.23	14.28	-0.4%
2628	CHINA LIFE	17.85	18.10	-1.4%	338	SHANGHAI PEICHEM	2.29	2.31	-0.8%
941	CHINA MOBILE	81.81	81.90	-0.1%	670	CHINA EAST AIR	2.29	2.30	-0.3%
762	CHINA UNICOM	11.59	11.66	-0.6%	1055	CHINA SOUTH AIR	3.24	3.25	-0.3%
728	CHINA TELCOM	3.64	3.63	0.3%	902	HUANENG POWER	4.81	4.88	-1.4%
1137	CITY TELECOM	4.08	4.20	-2.8%	1171	YANZHOU COAL	12.88	12.84	0.3%
700	TENCENT	210.04	210.00	0.0%	2600	CHALCO	3.21	3.22	-0.5%
992	LENOVO GROUP	6.75	6.78	-0.5%	525	GUANGSHEN RAIL	2.54	2.70	-5.8%

**HK stock market risks monitor**

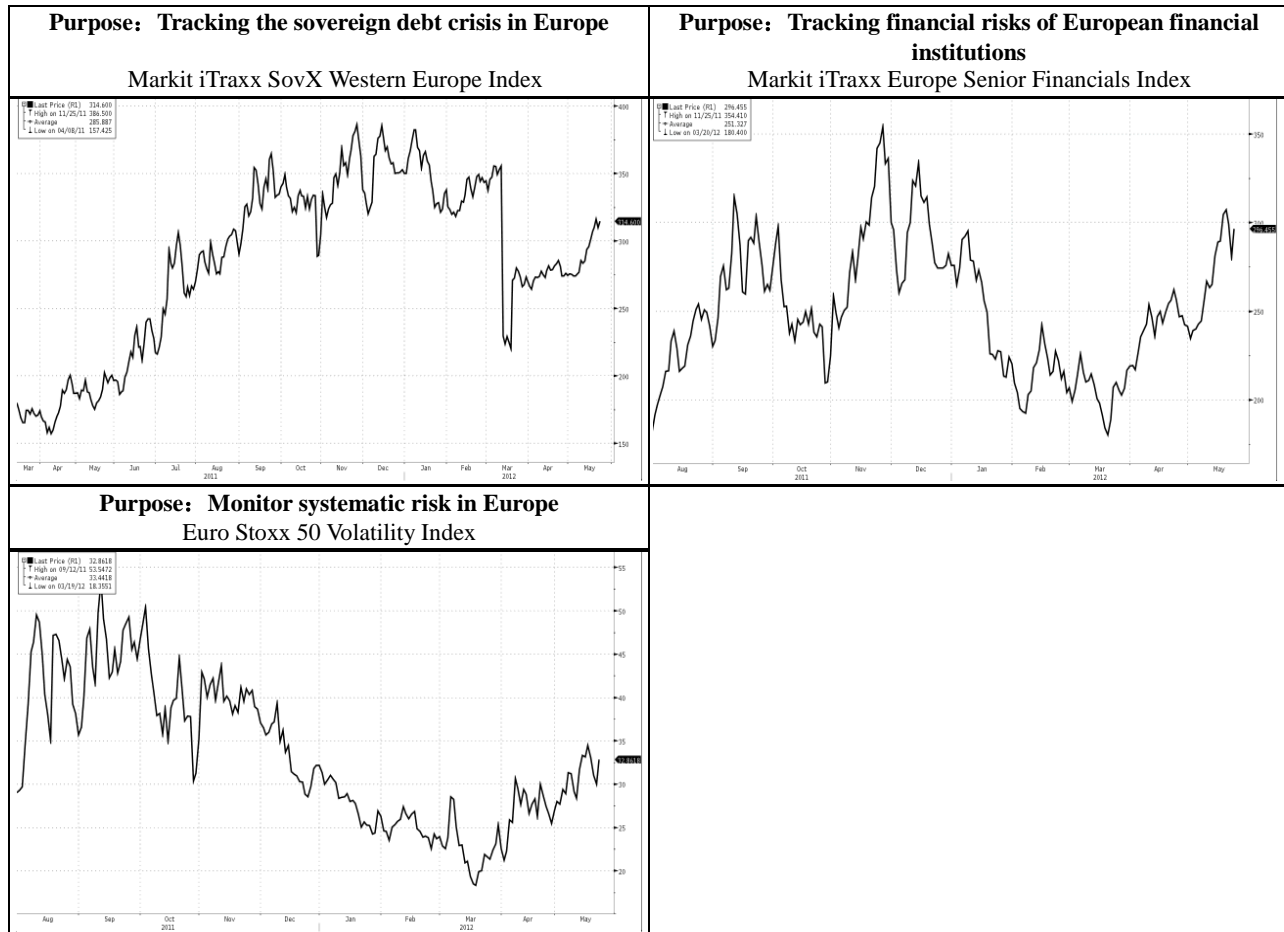
China 5-year CDS and HK 5-year CDS edged down on 23May. The HK\$ against US\$ is traded at 7.7648 in the morning of 24May.



Source: Bloomberg

**Europe debt crisis monitor (Update to 23/05/2012)**

Markit iTraxx SovX Western Europe Index which tracks CDS of 15 Western European and Markit iTraxx Europe Senior Financials Index which tracks CDS of major financial institutions in Europe edged up on 23May.



Remarks: Indices indicate the default risks of sovereign debt and debts of financial institutions. Increase in index implies risk of debt crisis is rising and vice versa.

Source: Bloomberg, Markit

**SHORT SELLING ACTIVITIES (23/05/2012)**

Code	Stock	Price (HK\$)	Price Chg	Short sell ratio	Notes:
23	BANK EAST ASIA	26.70	-1.66%	64%	The main short selling sector: <ul style="list-style-type: none"> <li>Financial- Bank of East Asia(23), HSBC(5)</li> </ul>
330	ESPRIT HLDGS	12.36	-2.83%	55%	
19	SWIRE PACIFIC-A	82.90	-1.31%	51%	
5	HSBC HLDGS PLC	62.75	-1.18%	51%	
144	CHINA MERCHANT	23.00	-1.50%	46%	
2	CLP HLDGS LTD	63.85	-0.31%	45%	
291	CHINA RES ENTERP	25.25	-2.32%	45%	
267	CITIC PACIFIC	11.22	-2.09%	44%	
3808	SINOTRUK HK LTD	4.24	-3.20%	44%	
66	MTR CORP	25.25	-0.98%	42%	
494	LI & FUNG LTD	14.60	-2.41%	41%	
941	CHINA MOBILE	81.90	-0.79%	40%	
13	HUTCHISON WHAMPO	65.90	-2.15%	40%	
1099	SINOPHARM-H	17.46	-3.22%	38%	
1988	CHINA MINSHENG-H	7.43	1.23%	37%	

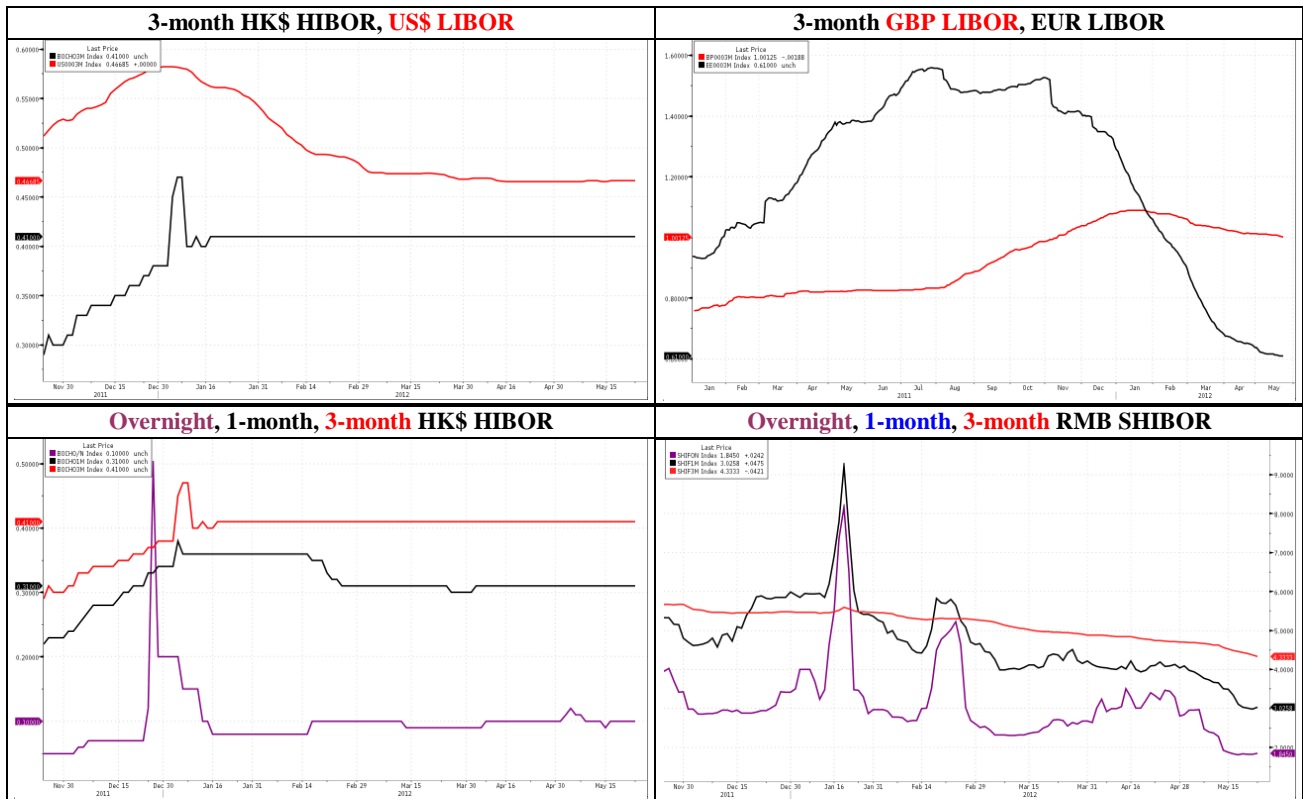
Remark: Ranked by top 15 short-selling turnover to total stock turnover ratios among Hang Seng Index, Red-chip index or H-share index. Short sell ratio = Short selling transaction value of the stock/total transaction value of the stock

**Top 10 Percentage Gainers and Losers (23/05/2012)**

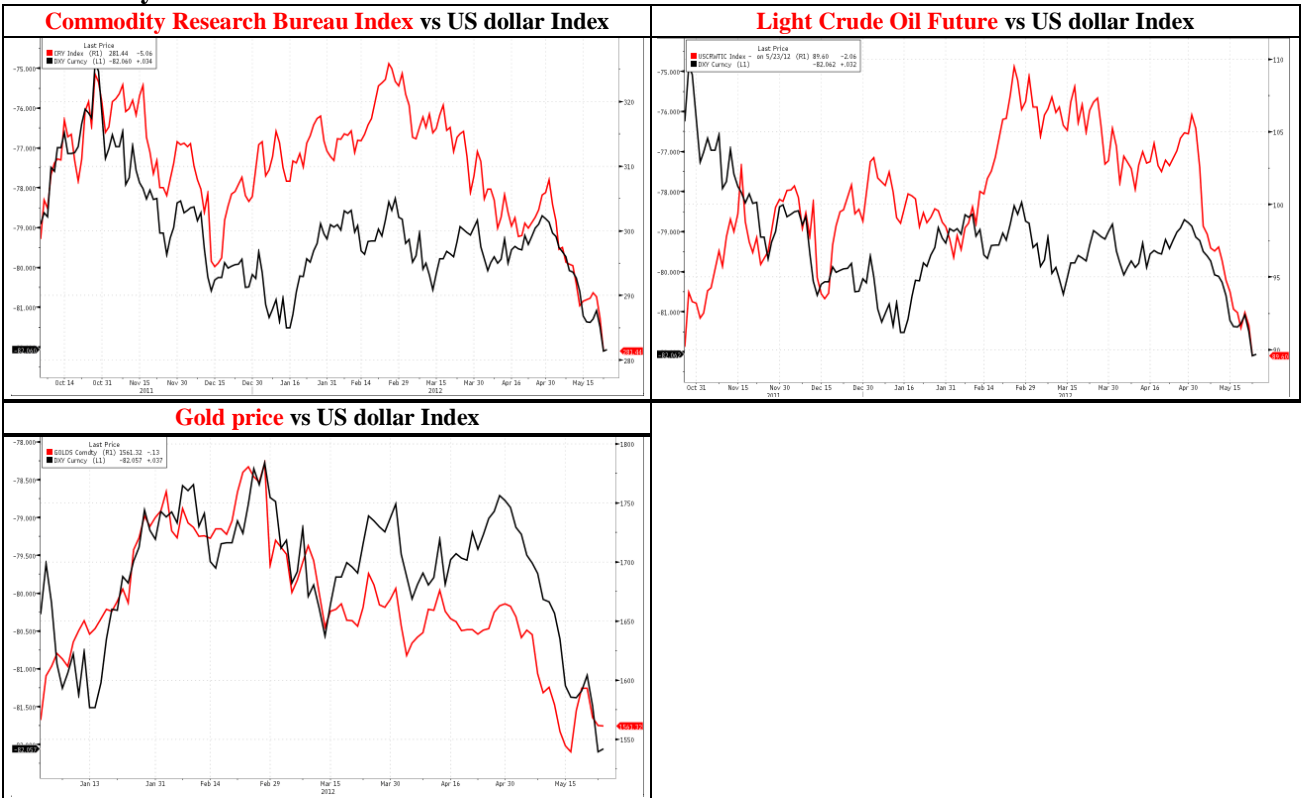
Hang Seng Index stocks								
Top 10 percent gain stocks					Top 10 percent loss stocks			
Rank	Code	Stock	Price (HK\$)	Change	Code	Stock	Price (HK\$)	Change
1	151	WANT WANT CHINA	9.69	0.41%	83	SINO LAND CO	10.74	-4.79%
2	688	CHINA OVERSEAS	15.70	0.38%	1199	COSCO PAC LTD	9.09	-4.01%
3	762	CHINA UNICOM HON	11.66	0.17%	17	NEW WORLD DEV	8.16	-3.55%
4	6	POWER ASSETS HOL	57.70	0.09%	101	HANG LUNG PROPER	24.1	-3.41%
5					836	CHINA RES POWER	13.88	-2.94%
6					4	WHARF HLDG	40.2	-2.90%
7					330	ESPRIT HLDGS	12.36	-2.83%
8					2600	ALUMINUM CORP-H	3.22	-2.72%
9					12	HENDERSON LAND D	38.4	-2.54%
10					1898	CHINA COAL ENE-H	7.24	-2.43%
H-share Index stocks								
Top 10 percent gain stocks					Top 10 percent loss stocks			
Rank	Code	Stock	Price (HK\$)	Change	Code	Stock	Price (HK\$)	Change
1	1157	ZOOMLION HEAVY-H	10.80	4.65%	1171	YANZHOU COAL-H	12.84	-4.04%
2	1988	CHINA MINSHENG-H	7.43	1.23%	1099	SINOPHARM-H	17.46	-3.22%
3	902	HUANENG POWER-H	4.88	0.21%	916	CHINA LONGYUAN-H	4.49	-3.02%
4	168	TSINGTAO BREW-H	46.80	0.11%	2328	PICC PROPERTY &	8.14	-2.98%
5					2883	CHINA OILFIELD-H	10.06	-2.90%
6					763	ZTE CORP-H	15.16	-2.82%
7					2899	ZIJIN MINING-H	2.46	-2.77%
8					2600	ALUMINUM CORP-H	3.22	-2.72%
9					1898	CHINA COAL ENE-H	7.24	-2.43%
10					753	AIR CHINA LTD-H	4.83	-2.42%
Red Chip Index stocks								
Top 10 percent gain stocks					Top 10 percent loss stocks			
Rank	Code	Stock	Price (HK\$)	Change	Code	Stock	Price (HK\$)	Change
1	270	GUANGDONG INVEST	5.36	3.28%	392	BEIJING ENTERPRI	41.80	-4.35%
2	817	FRANSHION PROP	2.14	2.39%	1199	COSCO PAC LTD	9.09	-4.01%
3	119	POLY HONG KONG	3.36	1.20%	3360	FAR EAST HORIZON	5.45	-3.71%
4	688	CHINA OVERSEAS	15.70	0.38%	966	CHINA TAIPING IN	13.80	-3.23%
5	762	CHINA UNICOM HON	11.66	0.17%	3808	SINOTRUK HK LTD	4.24	-3.20%
6					836	CHINA RES POWER	13.88	-2.94%
7					297	SINOFERT HOLDING	1.41	-2.76%
8					291	CHINA RES ENTERP	25.25	-2.32%
9					1313	CHINA RES CEMENT	5.21	-2.25%
10					267	CITIC PACIFIC	11.22	-2.09%

Source: Bloomberg

**Interest Rates Monitor**



**Commodity Monitor**



Source: Bloomberg

**Appendix: H-Share and A-share Price Comparison Table (23/05/2012)**

H-share Code	A-share Code	Stock Name	H-share		A-share		H-share		2011 PER	2012 PER	2013 PER	2011 P/B
			Price (HK\$)	price chg (%)	Price (RMB)	price chg (%)	premium (discount) to A-share					
939	601939	CCB	5.14	-2.1%	4.50	-0.9%	-6.9%	6.16	5.68	5.07	1.29	
1398	601398	ICBC	4.64	-1.5%	4.18	-1.2%	-9.5%	6.41	5.71	5.13	1.38	
1288	601288	ABC	3.20	-0.6%	2.65	-0.4%	-1.5%	6.36	5.57	4.89	1.22	
3988	601988	BANK OF CHINA	2.83	-1.7%	2.99	0.0%	-22.8%	5.16	4.87	4.50	0.89	
3328	601328	BANKCOMM	5.09	-0.8%	4.71	-0.4%	-11.9%	5.06	4.84	4.57	0.94	
3968	600036	CM BANK	14.76	-1.2%	11.74	-0.6%	2.5%	7.21	6.67	6.06	1.57	
998	601998	CITIC BANK	4.18	-1.2%	4.29	-1.2%	-20.6%	4.80	4.73	4.31	0.91	
1988	600016	MINSHENG BANK	7.43	1.2%	6.55	-1.4%	-7.5%	5.25	5.30	4.78	1.17	
2628	601628	CHINA LIFE	18.10	-1.6%	17.69	-0.5%	-16.6%	22.70	14.54	11.97	2.18	
2318	601318	PING AN	57.55	-0.1%	42.21	-0.8%	11.2%	18.63	14.16	11.81	2.84	
2601	601601	CPIC	22.40	-1.1%	21.09	-1.4%	-13.4%	18.83	14.41	11.89	2.05	
1336	601336	NEW CHINA LIFE	27.20	-4.1%	33.55	-0.4%	-33.9%	17.88	17.84	14.53	2.21	
6030	600030	CITIC SEC	15.16	0.7%	13.60	2.3%	-9.1%	10.05	21.99	17.24	1.57	
6837	600837	HAITONG SEC	10.20	0.2%	10.37	1.8%	-19.8%	-	19.57	14.85	-	
857	601857	PETROCHINA	10.14	-0.8%	9.56	0.0%	-13.5%	11.32	9.56	8.83	1.51	
386	600028	SINOPEC CORP	7.10	-0.7%	6.99	-0.3%	-17.2%	6.85	6.56	6.07	1.06	
338	600688	SHANGHAI PEICHEM	2.31	-2.5%	5.97	-1.3%	-68.5%	14.16	10.95	6.75	0.76	
1033	600871	YIZHENG CHEM	1.56	-2.5%	6.89	-1.6%	-81.5%	6.06	7.07	6.87	0.57	
2883	601808	CHINA OILFIELD	10.06	-2.9%	18.74	0.4%	-56.2%	9.14	7.91	7.06	1.30	
568	002490	SHANDONG MOLONG	4.88	-1.0%	16.93	0.8%	-76.5%	9.47	-	-	0.59	
1088	601088	SHENHUA ENERGY	28.10	-1.6%	25.93	-1.3%	-11.6%	10.17	9.24	8.26	2.02	
1898	601898	CHINA COAL	7.24	-2.4%	9.10	-1.3%	-35.1%	7.98	7.17	6.22	0.96	
1171	600188	YANZHOU COAL	12.84	-4.0%	22.79	-1.3%	-54.1%	5.78	6.18	5.67	1.21	
902	600011	HUANENG POWER	4.88	0.2%	5.57	-0.5%	-28.6%	47.63	11.95	10.55	1.10	
991	601991	DATANG POWER	2.68	-0.7%	5.25	0.0%	-58.4%	14.30	9.50	7.78	0.75	
1071	600027	HUADIAN POWER	1.73	-0.6%	3.24	0.3%	-56.5%	128.22	8.45	6.85	0.59	
670	600115	CHINA EAST AIR	2.30	-2.1%	4.10	0.5%	-54.3%	4.65	6.25	5.18	1.05	
1055	600029	CHINA SOUTH AIR	3.25	-1.8%	4.63	-0.6%	-42.8%	5.10	7.72	6.86	0.81	
753	601111	AIR CHINA	4.83	-2.4%	6.07	-0.7%	-35.1%	6.51	8.60	7.35	1.10	
1800	601800	CHINA COMM CONS	7.19	-0.3%	5.60	-1.1%	4.7%	7.42	7.36	6.47	1.24	
390	601390	CHINA RAILWAY	2.95	-0.3%	2.71	-1.1%	-11.2%	7.66	7.94	7.09	0.71	
1186	601186	CHINA RAIL CONS	6.22	-1.0%	4.48	-0.4%	13.2%	7.92	8.55	7.73	0.97	
1766	601766	CSR	6.18	0.5%	4.95	1.0%	1.8%	15.45	15.46	13.09	2.64	
525	601333	GUANGSHEN RAIL	2.70	-2.2%	3.31	-1.5%	-33.5%	8.80	9.87	8.63	0.62	
177	600377	JIANGSU EXPRESS	6.81	-1.6%	5.98	-0.5%	-7.2%	11.52	10.66	9.76	1.54	
548	600548	SHENZHEN EXPRESS	2.92	-1.7%	4.01	-1.7%	-40.6%	5.94	6.72	6.04	0.56	
995	600012	ANHUI EXPRESSWAY	3.69	-0.3%	4.54	-1.1%	-33.7%	5.88	5.72	5.52	0.78	
107	601107	SICHUAN EXPRESS	2.86	0.4%	3.86	-1.8%	-39.6%	5.47	5.67	5.55	0.76	
895	002672	DONGJIANG	30.50	-1.0%	48.52	5.2%	-48.7%	21.11	13.30	11.28	4.65	
1065	600874	TIANJIN CAPITAL	1.77	-1.1%	5.48	-1.6%	-73.7%	7.59	8.25	8.75	0.58	
1211	002594	BYD COMPANY	15.92	-2.3%	24.79	-0.3%	-47.6%	21.96	23.18	18.03	1.45	
2238	601238	GUANGZHOU AUTO	6.33	-0.9%	8.13	0.1%	-36.5%	7.43	7.16	6.02	1.09	
2333	601633	GREATWALL MOTOR	14.70	0.8%	16.38	4.3%	-26.8%	9.82	8.65	7.87	2.92	
2338	000338	WEICHAI POWER	31.65	-2.3%	32.29	0.3%	-20.1%	7.68	8.01	6.91	1.88	
1157	000157	ZOOMLION	10.80	4.7%	10.31	0.1%	-14.6%	8.39	7.76	6.75	1.92	
187	600860	BEIREN PRINTING	1.59	0.0%	-	-	-	54.86	-	-	0.72	
300	600806	JIAODA HIGHTECH	2.02	1.5%	6.75	-0.1%	-75.6%	16.07	3.43	9.69	0.63	
42	000585	NE ELECTRIC	0.62	0.0%	2.17	-2.7%	-76.7%	-	-	-	1.64	
1072	600875	DONGFANG ELEC	17.26	-1.6%	21.61	-1.5%	-34.9%	9.20	8.40	7.95	2.04	
2727	600627	SH ELECTRIC	3.18	-4.8%	5.42	-2.2%	-52.2%	10.17	9.23	8.36	1.14	
2208	002202	GOLDWIND	3.27	-1.8%	7.19	-1.6%	-62.9%	11.59	14.73	13.13	0.56	



350	000666	JINGWEI TEXTILE	4.42	0.2%	13.76	4.1%	-73.8%	4.45	-	-	0.64
168	600600	TSINGTAO BREW	46.80	0.1%	37.00	-0.4%	3.1%	29.65	25.35	21.35	4.64
719	000756	SHANDONG XINHUA	1.77	-4.3%	5.49	-0.7%	-73.7%	8.59	-	-	0.38
874	600332	GUANGZHOU PHAR	11.48	6.1%	24.43	10.0%	-61.7%	26.36	20.66	17.02	2.01
2607	601607	SH PHARMA	9.11	-24.3%	10.75	-10.0%	-30.9%	8.84	10.01	8.67	0.87
1618	601618	MCC	1.61	1.3%	2.61	-1.1%	-49.7%	6.02	5.40	4.53	0.52
347	000898	ANGANG STEEL	4.14	-3.0%	4.18	-0.9%	-19.3%	-	125.01	17.40	0.48
323	600808	MAANSHAN IRON	1.78	-2.7%	2.42	-0.8%	-40.0%	161.24	32.98	10.29	0.41
1053	601005	CHONGQING IRON	1.38	0.0%	-	-	-	-	-	-	0.48
2600	601600	CHALCO	3.22	-2.7%	6.81	-1.7%	-61.4%	131.26	-	38.05	0.68
358	600362	JIANGXI COPPER	15.98	-1.8%	25.59	-1.1%	-49.1%	6.86	6.71	6.69	1.15
2899	601899	ZIJIN MINING	2.46	-2.8%	4.08	-1.4%	-50.8%	7.71	6.82	6.27	1.75
914	600585	ANHUI CONCH	21.90	-1.8%	16.69	0.1%	7.0%	8.15	10.16	8.54	2.13
2009	601992	BBMG	5.56	-5.0%	7.93	0.5%	-42.8%	5.60	5.15	4.35	0.96
588	601588	BEIJING N STAR	1.38	-0.7%	2.91	-0.7%	-61.3%	3.23	-	-	0.27
763	000063	ZTE	15.16	-2.8%	15.63	-0.4%	-20.9%	19.01	12.66	10.04	1.75
553	600775	NANJING PANDA	1.64	-4.1%	6.27	1.1%	-78.7%	7.96	-	-	0.55
317	600685	GUANGZHOU SHIP	5.27	-2.8%	15.79	-0.8%	-72.8%	5.34	3.64	5.24	0.80
1919	601919	CHINA COSCO	3.38	-2.0%	4.97	-0.6%	-44.6%	-	-	17.01	0.81
2866	601866	CSCL	1.90	-5.0%	2.97	-2.6%	-47.8%	-	91.12	14.75	0.70
1138	600026	CHINA SHIP DEV	4.24	-0.9%	5.87	-1.0%	-41.1%	11.24	15.78	8.37	0.50
2880	601880	DALIAN PORT	1.67	0.6%	3.07	0.7%	-55.6%	8.83	7.44	6.98	0.48
921	000921	HISENSE KELON	1.55	0.6%	4.18	-2.3%	-69.8%	7.54	-	-	2.13
1108	600876	LUOYANG GLASS	1.34	-5.0%	6.07	-1.3%	-82.0%	13.66	-	-	5.41
1812	000488	CHENMING PAPER	3.35	-2.3%	4.73	-0.4%	-42.3%	9.42	6.28	4.83	0.42

Source: Bloomberg

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## **Analyst Certification and Disclosure**

### **Analyst Certification**

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