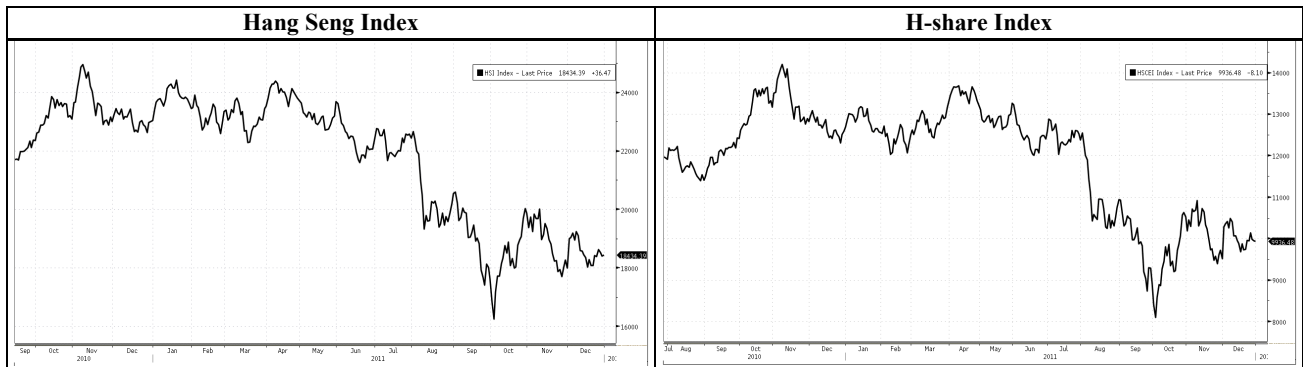




HONG KONG STOCK MARKET SUMMARY



Indexes Performance

30/ 12/2011	PER(x)	Close	Chg. (%)	Net Chg.	Day High	Day Low		(HK\$m)	Chg.(%)
Hang Seng Index	8.35	18,434.39	0.20%	36.47	18,506.27	18,415.85	Main board turnover	24,466	-15.65%
HSI-Finance	8.07	24,903.00	0.40%	98.57	25,016.84	24,873.73	HSI stocks	9,972	-22.31%
HSI-Comm & Ind	8.89	11,126.69	-0.02%	-1.81	11,174.28	11,108.08	HSCEI stocks	5,515	-37.11%
HSI-Properties	5.76	22,812.24	-0.38%	-86.50	23,071.32	22,764.38	Derivative warrants	2,895	-15.87%
HSI-Utilities	16.74	45,400.86	0.97%	434.88	45,513.37	44,983.10	Callable Bull/Bear	2,349	4.67%
HSI Volatility Index	-	24.62	-1.40%	-0.35	24.94	23.75	Short-selling	2,282	-30.42%

30/ 12/2011	PER(x)	Close	Chg. (%)	30/ 12/2011	PER(x)	Close	Chg. (%)
HS Composite Index	8.45	2,546.60	0.27%	HSCI-Financials	8.13	2,693.84	0.37%
Red Chip Index	10.34	3,682.18	0.23%	HSCI-Services	11.71	3,326.20	0.66%
HS H-share Index	8.27	9,936.48	-0.08%	HSCI-Telecom	11.81	1,701.92	0.83%
H-share Financial Index	7.58	12,928.77	0.06%	HSCI-Prop & con	5.15	2,238.43	-0.01%
				HSCI-Utilities	14.49	5,407.59	0.82%
				HSCI-Energy	8.83	12,678.40	-0.28%
				HSCI-Materials	8.11	6,507.47	0.43%
				HSCI-Industrial goods	8.53	1,068.90	0.47%
				HSCI-Consumer goods	15.05	4,282.71	-0.13%
				HSCI-I.T.	17.51	2,022.26	0.33%
				HSCI-Conglomerates	4.31	1,984.07	0.04%

Futures Market

	Close	Net change	Chg.(%)	Day High	Day Low	Volume	O/I
HSI Futures							
HSI Jan 12		145	0.79%	-	-	-	81,195
HSI Feb 12	18,454	18,454	-	-	-	-	159
HS CEI Futures							
HSCEI Jan 12	9,971	22	0.22%	-	-	-	103,150
HSCEI Feb 12	9,978	9,978	-	-	-	-	99

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	59.18	59.00	0.3%	857	PETROCHINA	9.66	9.67	-0.2%
2888	STANCHART	169.01	169.90	-0.5%	386	SINOPEC CORP	8.16	8.17	-0.1%
945	MANULIFE	82.49	80.90	2.0%	883	CNOOC	13.57	13.58	-0.1%
2628	CHINA LIFE	19.14	19.20	-0.3%	338	SHANGHAI PEICHEM	2.57	2.59	-0.8%
941	CHINA MOBILE	75.32	75.90	-0.8%	670	CHINA EAST AIR	2.76	2.76	0.0%
762	CHINA UNICOM	16.41	16.34	0.4%	1055	CHINA SOUTH AIR	3.95	3.93	0.6%
728	CHINA TELCOM	4.44	4.42	0.4%	902	HUANENG POWER	4.08	4.13	-1.2%
1137	CITY TELECOM	4.08	4.06	0.5%	1171	YANZHOU COAL	16.47	16.58	-0.6%
700	TENCENT	156.43	156.10	0.2%	2600	CHALCO	3.36	3.38	-0.7%
992	LENOVO GROUP	5.11	5.18	-1.4%	525	GUANGSHEN RAIL	2.74	2.75	-0.4%

Event: Ex-factory prices of iron ore declined at faster pace than ex-factory steel prices in the Q4 2011, according to National Bureau of Statistics. Cost pressure of steel producers is easing.

Our comment:

- According to the survey “PPI of Main Manufactured Goods” conducted by National Bureau of Statistics, we estimate that average ex-factory prices of rolled steel declined by 9.9% from late Sep to late Dec in 2011. Meanwhile, average ex-factory prices of iron ore declined by 17.6% during the corresponding period.
- The cost pressure of steel producers will ease. We expect the reduction of raw material costs to factor into steel producers’ income statements in the Q1 2012 after steel producers consume their inventories which purchased at high costs in previous months. However, the gross profit margin of steel producers in the Q4 2011 will be squeezed by the decline in steel prices.

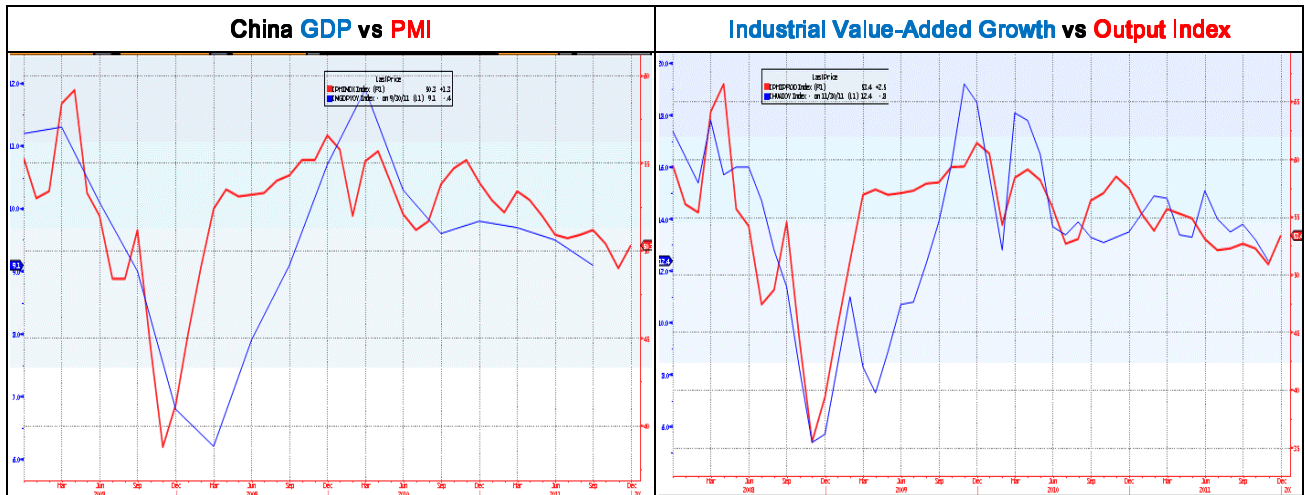
Products	Dec 20, 2011 (Rmb/ton)	Dec 20, 2011 vs Dec 20, 2010	Dec 20, 2011 vs Nov 20, 2011	Dec 20, 2011 vs Sep 20, 2011
Rolled Steel - Avg. change		-4.45%	-2.23%	-9.93%
General Large-Sized Rolled Steel				
Round (Square) Steel	3,681.4	-14.17%	-2.05%	-10.87%
Angle Steel	3,735.0	-2.24%	-2.25%	-9.52%
Flat Steel	3,675.0	-2.52%	0.00%	-10.37%
Channel Steel	3,607.0	-3.43%	-2.30%	-10.78%
General Medium-Sized Rolled Steel				
Round (Square) Steel	3,786.8	-4.27%	-0.10%	-10.21%
I-Beam	4,171.0	2.31%	0.00%	-4.31%
Channel Steel	3,699.7	-4.39%	-2.98%	-9.60%
Angle Steel	3,737.3	-2.36%	-1.37%	-8.18%
Screw Steel	3,731.4	-8.60%	-2.62%	-14.25%
General Small-Sized Rolled Steel				
Round (Square) Steel	3,894.5	2.85%	-0.73%	-7.30%
Screw Steel	3,736.8	-7.19%	-2.68%	-14.96%
Solid Steel	3,704.0	-5.05%	-3.50%	-11.68%
Sheet Steel				
Carbon Hot-Rolled Sheet Steel	4,107.0	-7.54%	-3.80%	-9.56%
Carbon Cold-Rolled Sheet Steel	4,863.2	-3.08%	-5.83%	-7.10%
Seamless Steel Pipe				
General Carbon Balance Tube (Hot Rolled)	4,502.9	-7.01%	-3.31%	-10.24%
Iron Ore - Avg. change		-0.49%	-8.35%	-17.63%
Blocks of Iron Ore Mine for Steel Making				
≥ 56% Iron	679.4	-6.35%	1.48%	-19.11%
Blocks of Iron Ore Mine for Iron Making				
≥45% Iron	302.7	0.63%	-9.67%	-11.90%
<45% Iron	90.7	4.25%	-16.87%	-21.88%

Source: NBS, ABCI Securities

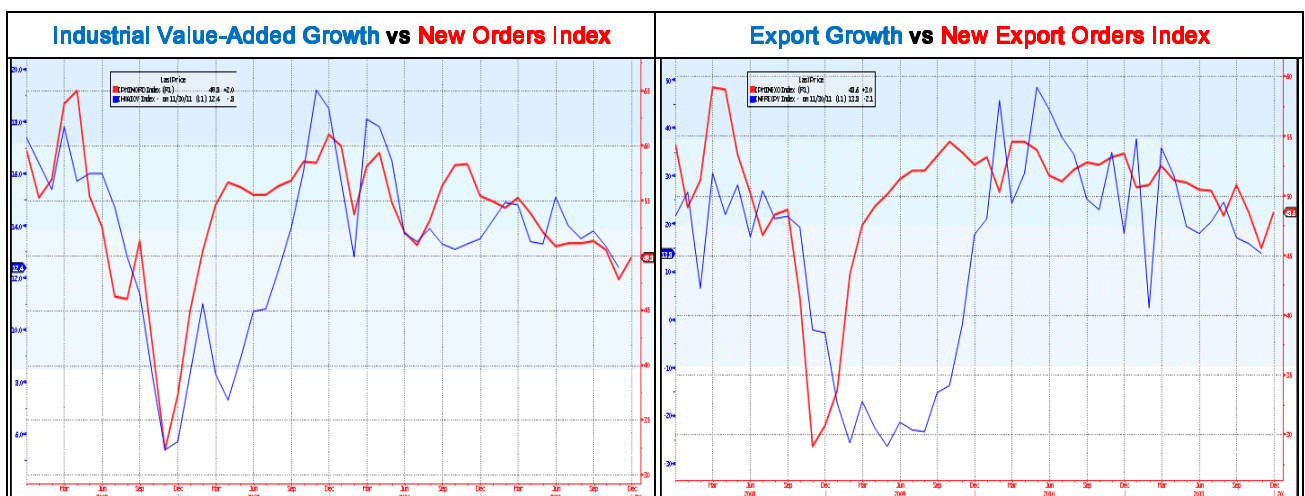
Analyst: Philip Chan

Event: China's manufacturing PMI rebounded to 50.3% in Dec but new orders index and new export orders index were below 50%, according to China Federation of Logistics & Purchasing (CFLP). We identify four industries have strong readings in output and new orders indexes.

Our comment:



- The manufacturing PMI rebounded to 50.3% in Dec from 49.0% in Nov, indicating an expansion of the manufacturing sector in China. The rebound was driven by the expansion of output. The output index rebounded from 50.9% in Nov to 53.4% in Dec. Output index of five industries, including (1) electrical machinery & equipment, (2) food, (3) garments, footwear & related products, (4) oil refining & coking, and (5) papermaking, printing, stationery & sporting goods, registered above 60%.
- However, we expect the rebound of the PMI to be short-lived because new orders index and new export orders index were below 50% in Dec. New orders index edged up to 49.8% in Dec from 47.8% in Nov. New export orders index also advanced to 48.6% in Dec from 45.6% in Nov. As the new orders index was higher than the new export orders index in Dec, we believe manufacturing companies received most of new orders from the domestic market.



- New orders index of five industries, including (1) beverages, (2) food, (3) garments, footwear & related products, (4) oil refining & coking, and (5) papermaking, printing, stationery & sporting goods, has readings above 60%.



-
- New export orders index of four industries, including (1) beverages, (2) food, (3) general machinery, and (4) wood processing & furniture industries, has readings above 60%. We believe the recovery of the housing market in the US helped to boost up the export new orders in the furniture industry.
 - Four industries – food, garments and footwear & related products, oil refining & coking, and papermaking, printing, stationery & sporting goods recorded readings above 60% in output index and new orders index. The short-term outlook of these four industries is more optimistic than others.
 - Manufacturers are skeptical to expand the labour force in view of the weak new orders flow. Employment index was down to 48.7% in Dec from 49.0% in Nov, indicating more and more manufacturers reported decreases in employment. The continued weak employment index will adversely affect the retail market in coming months.

Analyst: Philip Chan

Weekly and YTD performance of Hang Seng Consumer Goods Sector:

- Last week, Hang Seng Consumer Goods Index dropped 1.4% while Hang Seng Index increased 0.1%.
- Hang Seng Consumer Goods Index dropped 24.3% YTD while Hang Seng Index dropped 20%YTD.
- Luxury car retailer Brilliance China(1114) performed best among other consumer names as its 2011YTD returned reached 41.3%.
- Women's footwear retailer Belle(1880) and Daphne(210) gained 3.9% and 18.8% YTD return respectively in 2011.
- Consumer staples such as Hengan(1044), Vinda(3331),Tsingtao(168) and Want Want China(151), Tingyi(322),Uni-president(220) performed defensively in the downtrend market.

	Price Chg 5D	Price Chg 1M	Price Chg YTD
HANG SENG INDEX	0.1%	2.5%	-20.0%
HANG SENG CONSUMER GOODS INDEX	-1.4%	-2.9%	-24.3%
HANG SENG FINANCIAL INDEX	-0.5%	4.7%	-24.6%
HANG SENG SERVICES INDEX	1.3%	-0.1%	-20.6%
HANG SENG TELECOM INDEX	2.4%	1.3%	2.7%
HANG SENG PROPERTY & CONSTRUCTION INDEX	0.9%	3.5%	-26.5%
HANG SENG UTILITIES INDEX	1.0%	-0.5%	2.8%
HANG SENG ENERGY INDEX	0.9%	0.1%	-15.1%
HANG SENG MATERIALS INDEX	-0.3%	-2.4%	-42.4%
HANG SENG INDUSTRY GOODS INDEX	-1.5%	-0.1%	-44.7%
HANG SENG INFORM TECH INDEX	-0.5%	2.8%	-18.6%
HANG SENG CONGLOMER INDEX	0.2%	0.5%	-25.3%

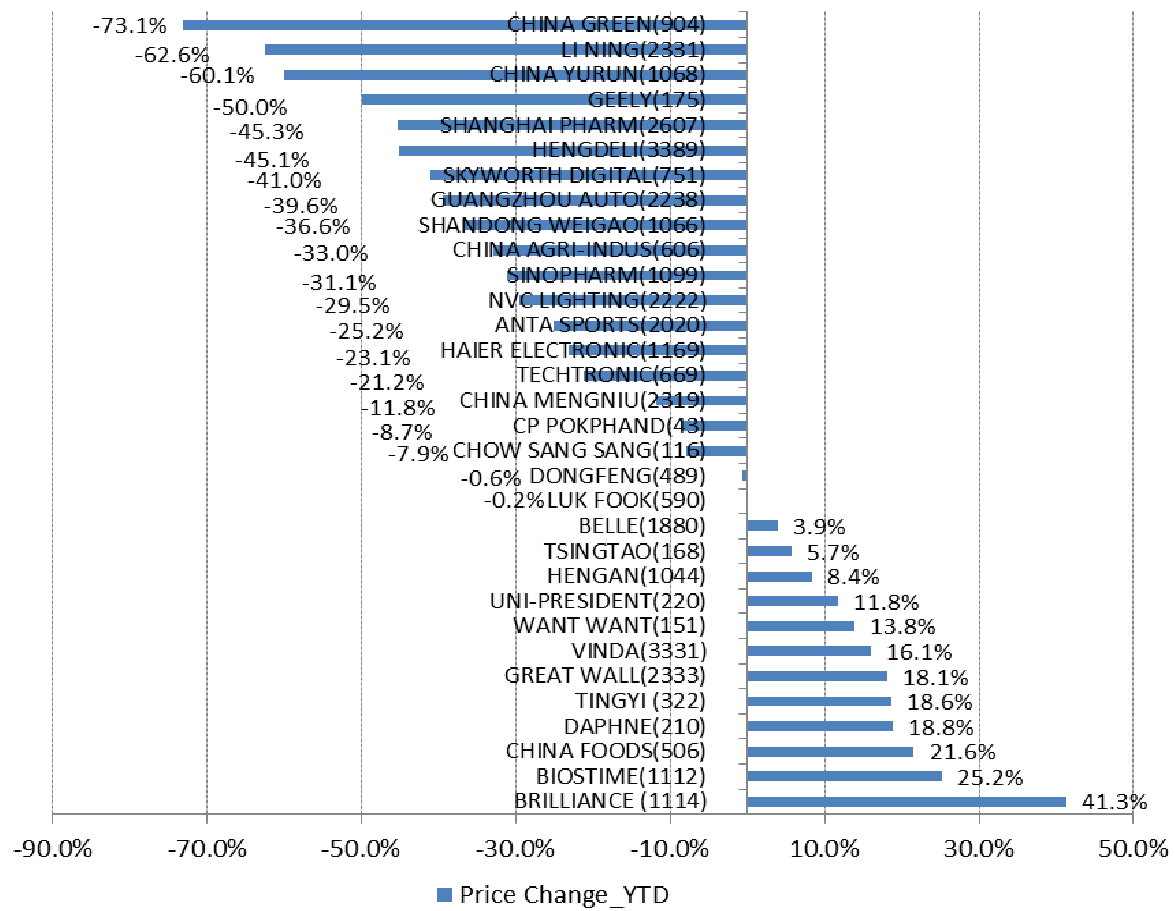
Source:Bloomberg, ABCI Securities

Code	Name	Price(HK\$)	Market Cap(HK\$ mn)	Price Chg 5D	Price Chg YTD	Short selling	RSI 14D	2011 PE
Food&Beverages								
322 HK Equity	TINGYI	23.6	131,927	-0.8%	18.6%	2.3%	53.6	37.5
151 HK Equity	WANT WANT	7.8	102,454	-0.5%	13.8%	13.8%	55.2	33.3
168 HK Equity	TSINGTAO	43.0	56,918	2.0%	5.7%	2.1%	51.3	27.7
2319 HK Equity	CHINA MENGNIU	18.2	32,070	-31.0%	-11.8%	7.7%	21.2	15.7
606 HK Equity	CHINA AGRI	5.9	23,867	4.0%	-33.0%	0.1%	46.0	8.4
1068 HK Equity	CHINA YURUN	10.2	18,592	0.0%	-60.1%	0.2%	40.2	7.5
506 HK Equity	CHINA FOODS	6.0	16,841	3.1%	21.6%	3.0%	47.1	25.3
220 HK Equity	UNI-PRESIDENT	4.7	16,737	3.3%	11.8%	3.5%	54.1	32.5
1112 HK Equity	BIOSTIME	13.7	8,251	5.7%	25.2%	0.1%	61.3	15.6
Textile,Clothing&Accessories								
1880 HK Equity	BELLE	13.5	114,200	-3.4%	3.9%	11.4%	37.5	21.4
2020 HK Equity	ANTA SPORTS	9.2	23,020	1.2%	-25.2%	9.1%	57.2	10.6
590 HK Equity	LUK FOOK	27.1	14,702	-2.2%	-0.2%	0.1%	39.8	11.4
210 HK Equity	DAPHNE	8.7	14,194	0.9%	18.8%	54.1%	50.1	16.9
116 HK Equity	CHOW SANG SANG	17.5	11,846	0.3%	-7.9%	10.8%	39.1	10.8

Please refer disclaimer and disclosure in the last page.

3389 HK Equity	HENGDELI	2.5	11,172	2.0%	-45.1%	4.3%	37.7	11.8
2331 HK Equity	LI NING	6.2	6,514	-1.6%	-62.6%	8.9%	41.8	10.3
Household Goods&Electronics								
1169 HK Equity	HAIER ELECTRONIC	7.0	16,309	2.7%	-23.1%	8.1%	46.8	9.7
669 HK Equity	TECHTRONIC	8.0	12,797	2.4%	-21.2%	37.6%	63.5	10.3
2222 HK Equity	NVC LIGHTING SKYWORTH	2.9	9,063	2.1%	-29.5%	10.0%	42.8	12.7
751 HK Equity	DIGITAL	2.7	7,224	-2.9%	-41.0%	8.0%	31.6	5.2
Health & Personal Care								
1044 HK Equity	HENGAN	72.7	89,287	-0.6%	8.4%	3.2%	61.7	33.8
1099 HK Equity	SINOPHARM SHANGHAI	18.7	44,833	2.0%	-31.1%	8.3%	49.9	23.1
2607 HK Equity	PHARM SHANDONG	12.6	35,927	3.5%	-45.3%	6.9%	30.9	13.9
1066 HK Equity	WEIGAO	7.0	31,290	-4.2%	-36.6%	7.1%	56.6	26.5
3331 HK Equity	VINDA	10.0	9,352	0.7%	16.1%	6.0%	54.4	22.1
Agricultural Products								
43 HK Equity	CP POKPHAND	1.0	16,138	0.0%	-8.7%	0.0%	64.1	12.2
904 HK Equity	CHINA GREEN	2.1	1,812	6.2%	-73.1%	2.0%	42.6	2.7
Automobiles								
489 HK Equity	DONGFENG MOTOR	13.3	114,767	1.7%	-0.6%	1.1%	62.5	8.5
2238 HK Equity	GUANGZHOU AUTO	6.5	39,839	-0.2%	-39.6%	1.8%	42.1	8.0
1114 HK Equity	BRILLIANCE CHINA	8.4	41,978	0.8%	41.3%	4.0%	50.8	18.6
2333 HK Equity	GREAT WALL	11.3	41,394	-2.4%	18.1%	0.3%	53.1	7.7
175 HK Equity	GEELY AUTOMOBILE	1.7	12,678	0.6%	-50.0%	0.4%	40.5	7.3

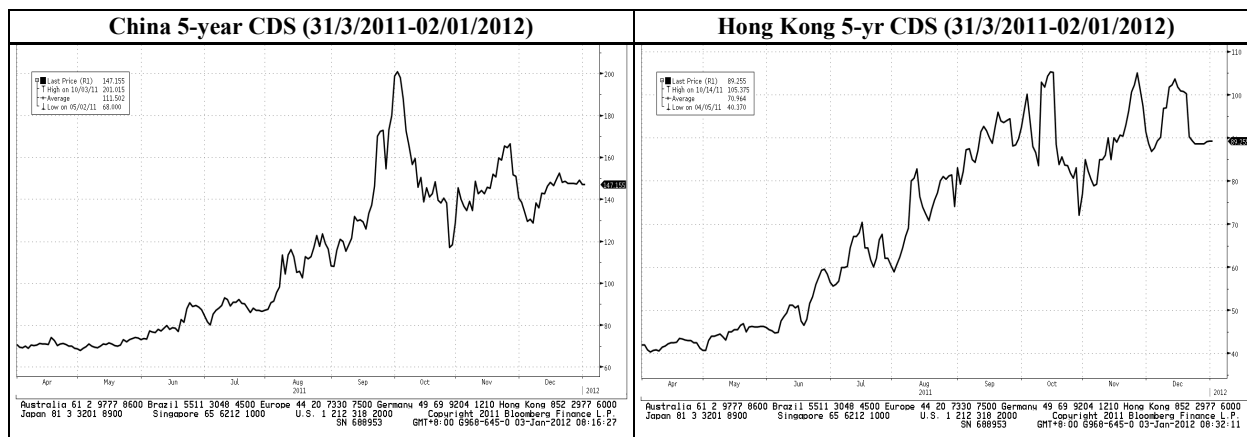
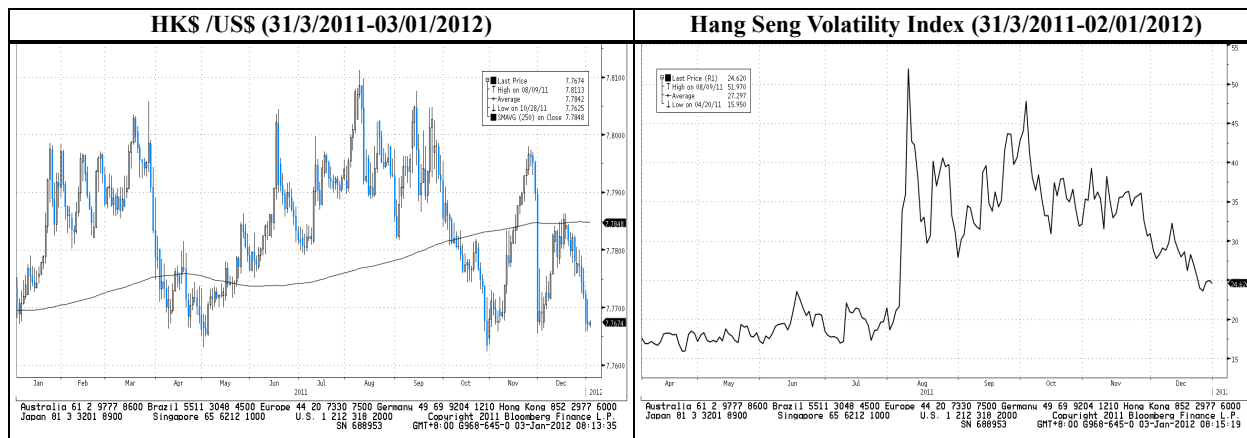
Source: Bloomberg, ABCI Securities



Analyst: Judy Hu

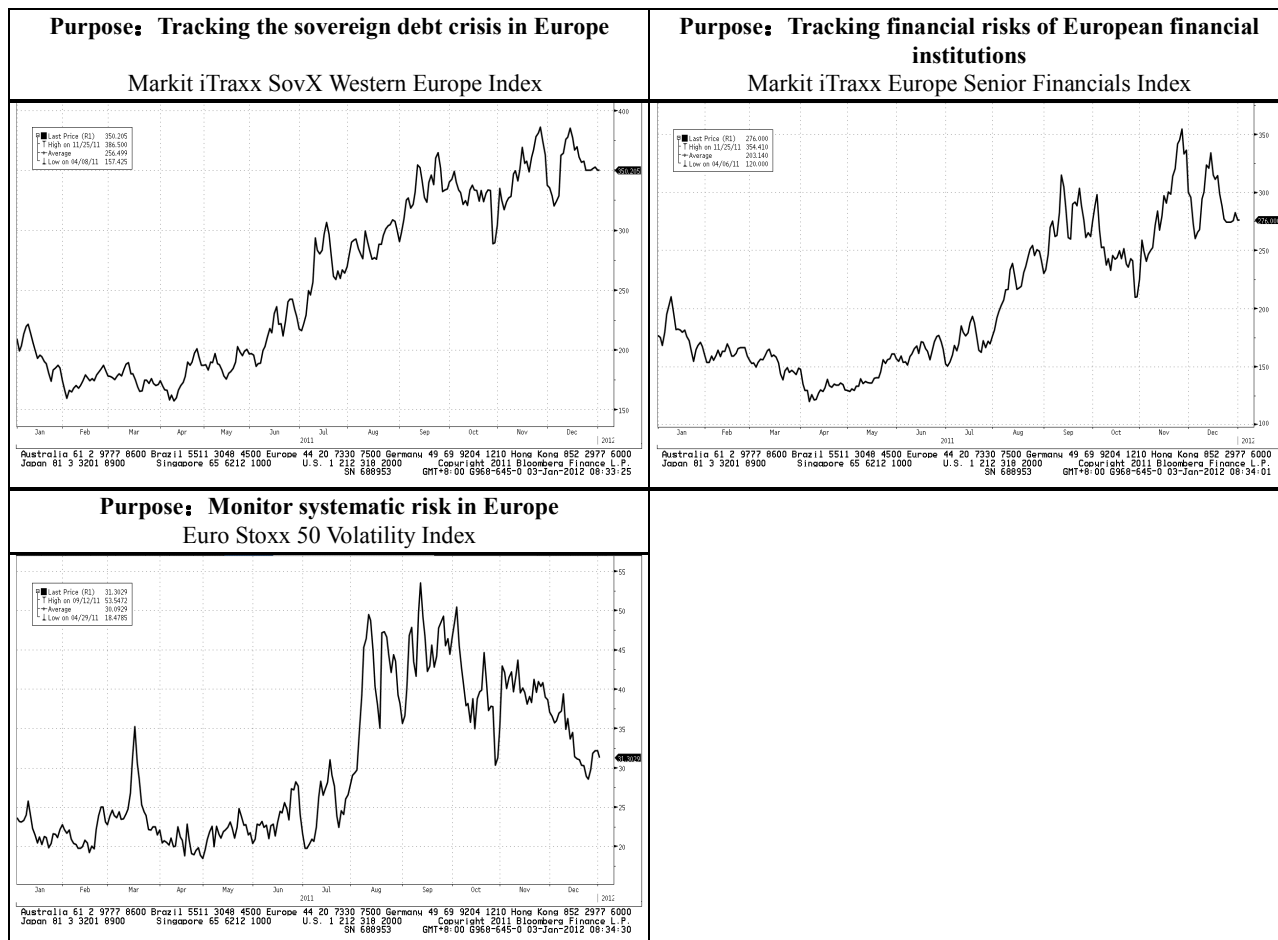
HK stock market risks monitor

China 5-year CDS dropped slightly while HK 5-year CDS increased on 30 Dec. The HK\$ traded at 7.7674 against US\$ in the morning of 03 Jan 2012, indicating the money inflow trend stabilized.



Europe debt crisis monitor (Update to 02/01/2012)

Markit iTraxx SovX Western Europe Index which tracks CDS of 15 Western European countries and Markit iTraxx Europe Senior Financials Index which tracks CDS of major financial institutions in Europe dropped slightly.



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 (30/12/2011)

Code	Stock	Price (HK\$)	Price Chg	Short sell ratio	Notes:
1880	BELLE INTERNATIO	13.54	3.04%	53%	The main short selling sector: ● Financial – Bank of East Asia(23), HSBC(5) ● Communication-China Unicom(762), Tencent(700), ZTE(763)
83	SINO LAND CO	11.06	0.55%	53%	
762	CHINA UNICOM HON	16.34	-0.73%	51%	
23	BANK EAST ASIA	29.40	1.38%	39%	
700	TENCENT HOLDINGS	156.10	0.06%	38%	
763	ZTE CORP-H	24.35	0.83%	36%	
494	LI & FUNG LTD	14.38	-2.04%	34%	
1099	SINOPHARM-H	18.66	1.30%	33%	
2899	ZIJIN MINING-H	2.92	2.10%	32%	
5	HSBC HLDGS PLC	59.00	1.03%	31%	
916	CHINA LONGYUAN-H	6.07	-1.14%	28%	
1618	METALLURGICAL-H	1.76	0.57%	27%	
392	BEIJING ENTERPRI	46.60	0.65%	26%	
902	HUANENG POWER-H	4.13	-0.24%	26%	
1	CHEUNG KONG	92.40	-0.16%	25%	

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

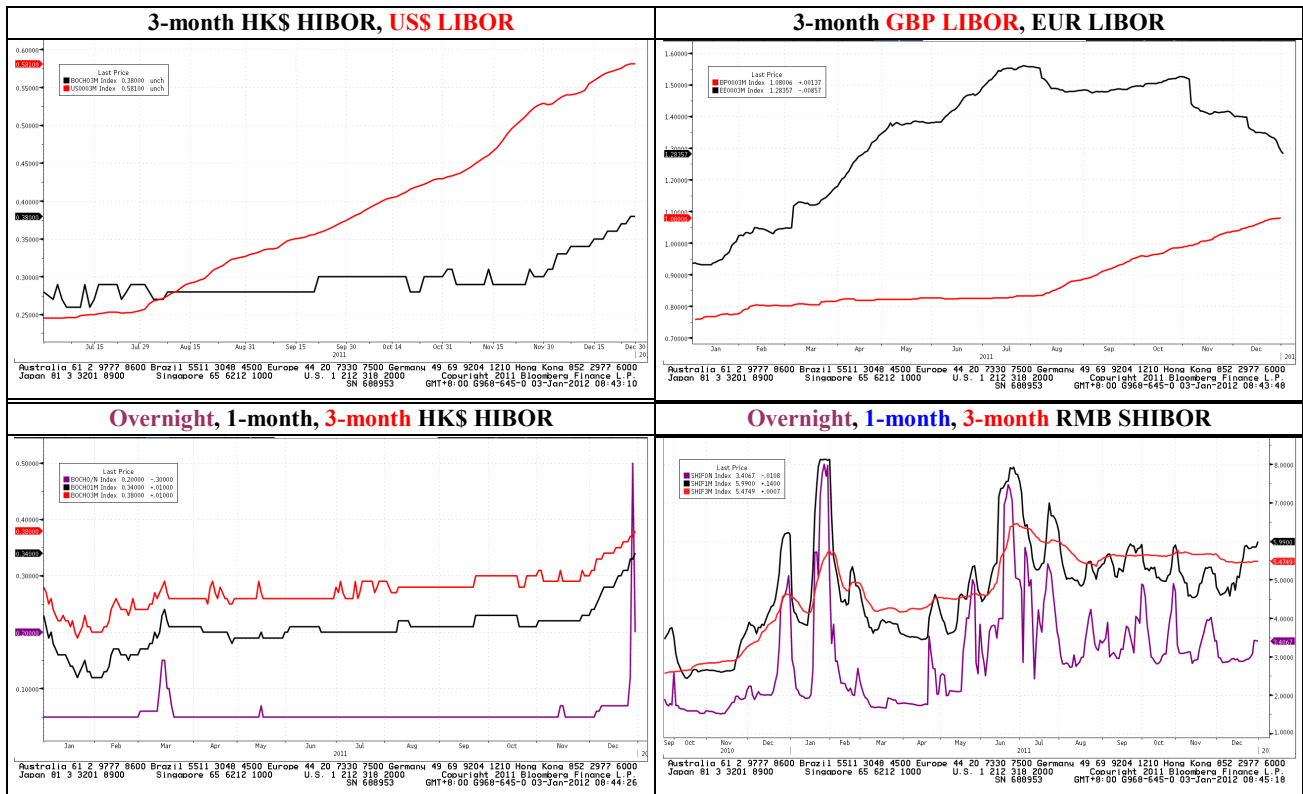
Top 10 Percentage Gainers and Losers (30/12/2011)

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	1880	BELLE INTERNATIO	13.54	3.04%	1044	HENGAN INTL	72.65	-2.94%
2	836	CHINA RES POWER	14.98	2.32%	494	LI & FUNG LTD	14.38	-2.04%
3	4	WHARF HLDG	35.10	1.45%	1088	CHINA SHENHUA-H	33.7	-1.61%
4	23	BANK EAST ASIA	29.40	1.38%	151	WANT WANT CHINA	7.75	-1.40%
5	941	CHINA MOBILE	75.90	1.20%	322	TINGYI HLDG CO	23.6	-1.26%
6	12	HENDERSON LAND D	38.60	1.05%	144	CHINA MERCHANT	22.55	-1.10%
7	5	HSBC HLDGS PLC	59.00	1.03%	16	SUN HUNG KAI PRO	97.35	-1.07%
8	1199	COSCO PAC LTD	9.07	1.00%	688	CHINA OVERSEAS	12.98	-1.07%
9	293	CATHAY PAC AIR	13.32	0.91%	762	CHINA UNICOM HON	16.34	-0.73%
10	6	POWER ASSETS HOL	57.45	0.88%	17	NEW WORLD DEV	6.26	-0.63%

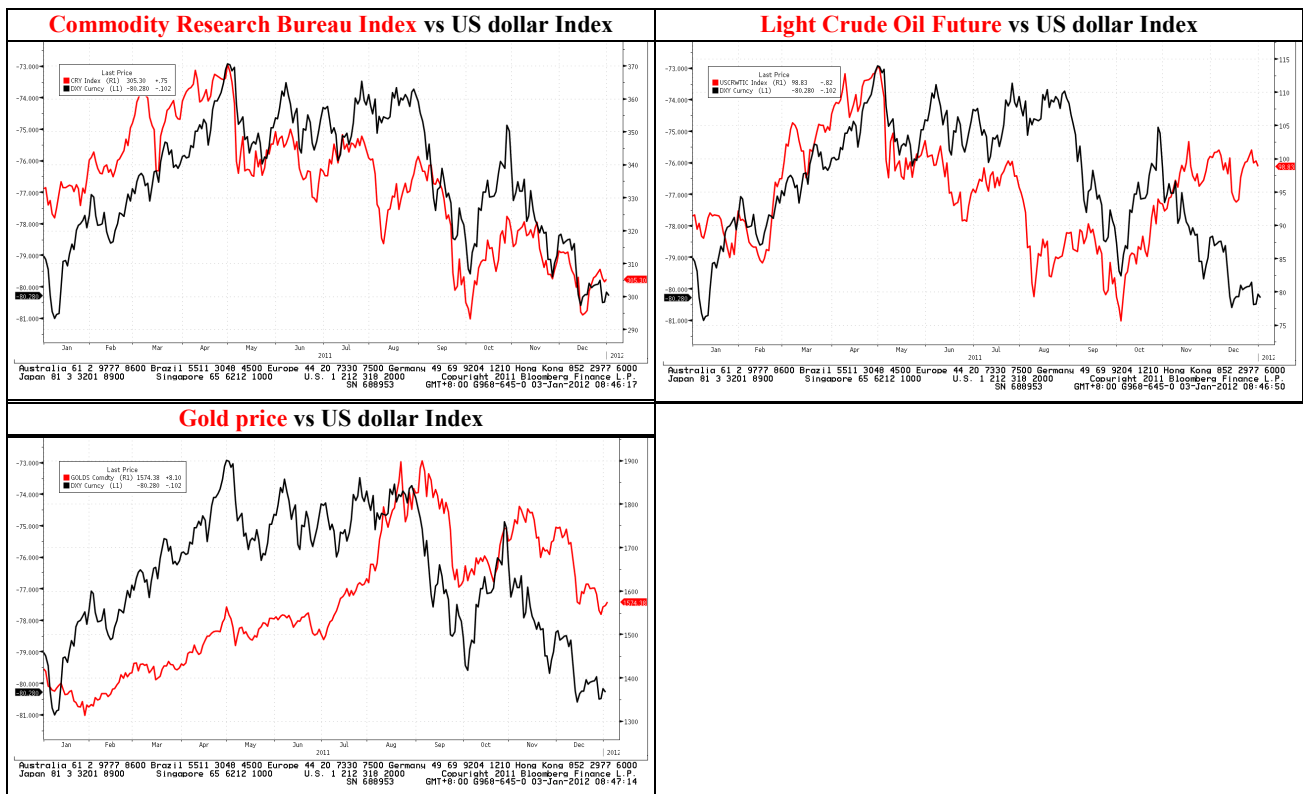
H-share Index stocks								
Top 10 percent gain stocks					Top 10 percent loss stocks			
Rank	Code	Stock	Price (HK\$)	Change	Code	Stock	Price (HK\$)	Change
1	1186	CHINA RAIL CN-H	4.28	2.88%	489	DONGFENG MOTOR-H	13.32	-3.20%
2	2899	ZIJIN MINING-H	2.92	2.10%	1066	SHANDONG WEIG-H	6.99	-2.78%
3	2338	WEICHAI POWER-H	38.20	1.46%	1088	CHINA SHENHUA-H	33.70	-1.61%
4	1099	SINOPHARM-H	18.66	1.30%	916	CHINA LONGYUAN-H	6.07	-1.14%
5	2883	CHINA OILFIELD-H	12.26	1.16%	1919	CHINA COSCO HO-H	3.82	-0.78%
6	2601	CHINA PACIFIC-H	22.10	0.91%	998	CHINA CITIC BK-H	4.37	-0.68%
7	914	ANHUI CONCH-H	23.05	0.88%	1398	IND & COMM BK-H	4.61	-0.43%
8	1211	BYD CO LTD-H	16.84	0.84%	857	PETROCHINA CO-H	9.67	-0.41%
9	390	CHINA RAIL GR-H	2.43	0.83%	3328	BANK OF COMMUN-H	5.43	-0.37%
10	763	ZTE CORP-H	24.35	0.83%	3968	CHINA MERCH BK-H	15.70	-0.25%

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	817	FRANSHION PROP	1.50	9.49%	135	KUNLUN ENERGY CO	11.06	-1.43%
2	606	CHINA AGRI-INDUS	5.91	4.79%	363	SHANG INDUS HLDG	21.55	-1.15%
3	836	CHINA RES POWER	14.98	2.32%	144	CHINA MERCHANT	22.55	-1.10%
4	123	YUEXIU PROPERTY	1.12	1.82%	688	CHINA OVERSEAS	12.98	-1.07%
5	119	POLY HONG KONG	3.37	1.81%	762	CHINA UNICOM HON	16.34	-0.73%
6	941	CHINA MOBILE	75.90	1.20%	992	LENOVO GROUP LTD	5.18	-0.38%
7	3360	FAR EAST HORIZON	6.93	1.17%	291	CHINA RES ENTERP	26.65	-0.19%
8	1199	COSCO PAC LTD	9.07	1.00%	1313	CHINA RES CEMENT	5.79	-0.17%
9	297	SINOFERT HOLDING	2.18	0.93%	267	CITIC PACIFIC	14.00	-0.14%
10	1109	CHINA RES LAND	12.48	0.81%				

Interest Rates Monitor



Commodity Monitor



Please refer disclaimer and disclosure in the last page.



Appendix: H-Share and A-share Price Comparison Table (30/12/2011)

H-share Code	A-share Code	Stock Name	H-share		A-share		H-share premium		2010 PER	2011 PER	2012 PER	2011 P/B
			Price (HK\$)	price chg (%)	Price (RMB)	price chg (%)	(discount) to A-share					
939	601939	CCB	5.42	0.0%	4.54	0.7%	-3.2%	6.75	6.50	5.86	1.42	
1398	601398	ICBC	4.61	-0.4%	4.24	1.0%	-11.9%	6.92	6.37	5.78	1.52	
1288	601288	ABC	3.34	0.0%	2.62	0.8%	3.3%	8.21	6.84	5.95	1.62	
3988	601988	BANK OF CHINA	2.86	0.0%	2.92	0.3%	-20.6%	5.39	5.35	5.00	0.97	
3328	601328	BANKCOMM	5.43	-0.4%	4.48	0.4%	-1.7%	6.06	5.46	5.15	1.10	
3968	600036	CM BANK	15.70	-0.3%	11.87	1.8%	7.2%	8.84	8.02	7.50	1.89	
998	601998	CITIC BANK	4.37	-0.7%	4.04	1.5%	-12.3%	5.53	5.47	5.34	1.09	
1988	600016	MINSHENG BANK	6.73	0.3%	5.89	1.2%	-7.4%	5.63	5.73	5.43	1.19	
2628	601628	CHINA LIFE	19.20	0.4%	17.64	2.6%	-11.8%	15.41	17.09	12.68	2.23	
2318	601318	PING AN	51.20	0.5%	34.44	1.4%	20.5%	15.51	15.63	11.83	2.45	
2601	601601	CPIC	22.10	0.9%	19.21	2.3%	-6.7%	17.92	14.88	11.94	1.92	
1336	601336	NEW CHINA LIFE	25.70	0.6%	27.87	-0.9%	-25.2%	11.14	18.77	14.67	-	
6030	600030	CITIC SEC	12.78	3.1%	9.71	1.1%	6.7%	9.09	9.68	15.53	1.46	
857	601857	PETROCHINA	9.67	-0.4%	9.74	-0.5%	-19.5%	10.22	10.14	9.17	1.47	
386	600028	SINOPEC CORP	8.17	0.0%	7.18	0.7%	-7.8%	7.41	7.54	6.92	1.27	
338	600688	SHANGHAI PEICHEM	2.59	-0.4%	5.95	1.9%	-64.7%	-	7.83	6.67	0.82	
1033	600871	YIZHENG CHEM	1.78	-0.6%	7.25	1.7%	-80.1%	4.17	5.23	6.33	0.66	
2883	601808	CHINA OILFIELD	12.26	1.2%	14.49	1.7%	-31.4%	11.10	10.62	9.08	1.67	
568	002490	SHANDONG MOLONG	4.66	3.1%	9.83	0.8%	-61.6%	4.35	4.44	6.09	0.93	
1088	601088	SHENHUA ENERGY	33.70	-1.6%	25.33	1.7%	7.9%	13.07	11.91	10.53	2.68	
1898	601898	CHINA COAL	8.38	0.0%	9.01	0.9%	-24.6%	11.92	9.16	7.91	1.16	
1171	600188	YANZHOU COAL	16.58	0.5%	22.39	5.0%	-40.0%	5.62	7.23	6.88	1.66	
902	600011	HUANENG POWER	4.13	-0.2%	5.35	1.3%	-37.4%	17.05	22.03	12.83	0.90	
991	601991	DATANG POWER	2.57	3.2%	5.16	3.4%	-59.6%	9.97	14.67	10.42	0.72	
1071	600027	HUADIAN POWER	1.53	-0.6%	3.26	0.0%	-62.0%	33.25	-	16.32	0.52	
670	600115	CHINA EAST AIR	2.76	0.4%	3.80	0.8%	-41.1%	4.66	5.25	5.57	1.44	
1055	600029	CHINA SOUTH AIR	3.93	-1.8%	4.74	1.7%	-32.8%	4.48	5.89	6.54	1.05	
753	601111	AIR CHINA	5.74	0.3%	6.37	0.8%	-26.9%	4.83	6.72	6.96	1.37	
390	601390	CHINA RAILWAY	2.43	0.8%	2.52	0.4%	-21.8%	6.27	7.04	6.23	0.62	
1186	601186	CHINA RAIL CONS	4.28	2.9%	3.79	-0.3%	-8.4%	9.63	5.92	5.66	0.71	
1766	601766	CSR	4.44	0.2%	4.33	0.2%	-16.9%	12.41	11.72	9.89	2.05	
525	601333	GUANGSHEN RAIL	2.75	3.4%	3.52	2.6%	-36.7%	8.88	8.78	8.81	0.65	
177	600377	JIANGSU EXPRESS	7.15	0.0%	5.69	0.7%	1.9%	11.53	11.26	10.28	1.71	
548	600548	SHENZHEN EXPRESS	3.28	0.6%	3.87	0.3%	-31.3%	7.84	7.75	6.73	0.67	
995	600012	ANHUI EXPRESSWAY	4.56	3.4%	4.19	0.5%	-11.8%	7.09	6.92	6.33	1.03	
107	601107	SICHUAN EXPRESS	3.12	4.3%	3.47	0.9%	-27.1%	7.06	6.32	5.76	0.90	
1065	600874	TIANJIN CAPITAL	1.99	0.5%	5.88	1.6%	-72.6%	8.11	8.36	8.36	0.67	
1211	002594	BYD COMPANY	16.84	0.8%	22.80	2.5%	-40.1%	82.79	29.05	21.47	1.60	
2333	601633	GREATWALL MOTOR	11.34	-0.4%	11.97	1.4%	-23.2%	6.92	7.73	6.90	2.24	
2338	000338	WEICHAI POWER	38.20	1.5%	31.50	1.9%	-1.7%	7.32	8.47	7.73	2.45	
1157	000157	ZOOMLION	8.36	0.1%	7.69	1.2%	-11.9%	5.90	6.88	6.29	1.25	
187	600860	BEIREN PRINTING	1.54	0.0%	4.05	1.3%	-69.2%	9.11	-	-	0.69	
300	600806	JIAODA HIGHTECH	2.32	3.1%	5.94	2.1%	-68.3%	7.19	2.81	2.38	0.72	
42	000585	NE ELECTRIC	0.73	0.0%	2.64	1.5%	-77.6%	25.08	-	-	1.55	
1072	600875	DONGFANG ELEC	23.00	1.5%	23.11	3.0%	-19.3%	11.98	11.71	10.36	3.04	
2727	600627	SH ELECTRIC	3.59	0.6%	5.10	0.6%	-42.9%	12.37	11.60	10.43	1.34	
2208	002202	GOLDWIND	4.16	3.7%	7.75	1.0%	-56.5%	3.41	11.17	11.39	0.68	
350	000666	JINGWEI TEXTILE	3.74	0.8%	9.23	1.7%	-67.2%	4.24	-	-	0.55	
168	600600	TSINGTAO BREW	43.00	0.5%	33.48	2.5%	4.1%	24.76	27.69	22.95	4.55	
719	000756	SHANDONG XINHUA	2.04	0.5%	5.25	1.2%	-68.5%	7.49	-	-	0.44	
874	600332	GUANGZHOU PHAR	6.07	0.0%	-	-	-	13.75	12.03	10.34	1.09	



2607	601607	SH PHARMA	12.58	0.8%	11.08	1.2%	-8.0%	14.78	13.91	12.78	2.22
1618	601618	MCC	1.76	0.6%	2.64	1.1%	-46.0%	5.49	6.26	5.23	0.59
347	000898	ANGANG STEEL	5.59	-0.7%	4.55	0.2%	-0.4%	-	66.65	24.11	0.62
323	600808	MAANSHAN IRON	2.49	-1.6%	2.48	0.0%	-18.6%	14.11	33.64	16.02	0.57
1053	601005	CHONGQING IRON	1.10	0.0%	2.89	0.0%	-69.1%	67.74	59.45	27.02	0.28
2600	601600	CHALCO	3.38	0.3%	6.42	1.1%	-57.3%	55.58	29.15	28.25	0.71
358	600362	JIANGXI COPPER	16.78	-0.1%	21.93	2.2%	-38.0%	6.45	6.32	6.29	1.25
2899	601899	ZIJIN MINING	2.92	2.1%	3.82	1.3%	-38.0%	9.92	7.97	6.52	2.23
914	600585	ANHUI CONCH	23.05	0.9%	15.65	1.6%	19.4%	9.56	8.04	7.71	2.48
2009	601992	BBMG	5.16	0.2%	8.41	3.4%	-50.3%	5.98	4.61	3.91	1.00
588	601588	BEIJING N STAR	1.15	0.9%	2.73	1.5%	-65.8%	2.29	7.17	-	0.23
763	000063	ZTE	24.35	0.8%	16.90	0.4%	16.8%	20.18	20.21	16.57	2.45
553	600775	NANJING PANDA	1.36	1.5%	5.30	1.3%	-79.2%	13.45	-	-	0.48
317	600685	GUANGZHOU SHIP	5.84	0.7%	14.46	2.0%	-67.3%	4.30	4.55	4.05	0.83
1919	601919	CHINA COSCO	3.82	-0.8%	4.68	0.0%	-33.8%	48.31	-	-	0.73
2866	601866	CSCL	1.77	-2.7%	2.43	1.3%	-40.9%	6.96	-	-	0.59
1138	600026	CHINA SHIP DEV	4.85	0.0%	5.92	1.0%	-33.6%	9.41	12.40	9.76	0.59
2880	601880	DALIAN PORT	1.89	3.8%	2.57	1.6%	-40.4%	7.98	8.51	7.62	0.55
921	000921	HISENSE KELON	1.39	1.5%	3.80	3.3%	-70.3%	2.65	4.51	3.76	1.85
1108	600876	LUOYANG GLASS	1.50	1.4%	5.98	1.7%	-79.7%	3.84	-	-	3.74
1812	000488	CHENMING PAPER	3.80	1.6%	4.68	0.9%	-34.2%	5.31	5.40	4.10	0.48

Source: Bloomberg

Analyst Certification and Disclosure

Analyst Certification

I, Chan Sung-yan, Philip , being the person primarily responsible for the content of this research report, in whole or in part, hereby certify that all of the views expressed in this report accurately reflect my personal view about the subject company or companies and its or their securities. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in this report. I and/or my associates have no financial interests in relation to the listed company (ies) covered in this report, and I and/or my associates do not serve as officer(s) of the listed company (ies) covered in this report.

I, Li Hong-ying, Vivian , being the person primarily responsible for the content of this research report, in whole or in part, hereby certify that all of the views expressed in this report accurately reflect my personal view about the subject company or companies and its or their securities. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in this report. I and/or my associates have no financial interests in relation to the listed company (ies) covered in this report, and I and/or my associates do not serve as officer(s) of the listed company (ies) covered in this report.

I, Lee Oi-yee, Lisa, being the person primarily responsible for the content of this research report, in whole or in part, hereby certify that all of the views expressed in this report accurately reflect my personal view about the subject company or companies and its or their securities. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in this report. I and/or my associates have no financial interests in relation to the listed company (ies) covered in this report, and I and/or my associates do not serve as officer(s) of the listed company (ies) covered in this report.

I, Hu Zhao-ling, Judy, being the person primarily responsible for the content of this research report, in whole or in part, hereby certify that all of the views expressed in this report accurately reflect my personal view about the subject company or companies and its or their securities. I also certify that no part of my compensation was, is, or will be, directly or indirectly, related to the specific recommendations or views expressed in this report. I and/or my associates have no financial interests in relation to the listed company (ies) covered in this report, and I and/or my associates do not serve as officer(s) of the listed company (ies) covered in this report.

Disclosures of Interests

ABC SECURITIES COMPANY LIMITED and/or its member companies ("ABC SECURITIES COMPANY LIMITED") may pursue financial interests to the companies mentioned in the report. ABC SECURITIES COMPANY LIMITED may also, from time to time, solicit, perform or have performed investment banking, underwriting or other services (including acting as adviser, manager, underwriter or lender) within the last 12 months for any issuer(s) referred to in this report.

Disclaimer

This report is for our clients only and is for distribution only under such circumstances as may be permitted by applicable law. It has no regard to the specific investment objectives, financial situation or particular needs of any specific recipient. It is published solely for informational purposes and is not to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. No representation or warranty, either expresses or implied, is provided in relation to the accuracy, completeness or reliability of the information contained herein. This report should not be regarded by recipients as a substitute for the exercise of their own judgment. Any opinions expressed in this report are subject to change without notice and may differ or be contrary to opinions expressed by other business areas as a result of using different assumptions and criteria. The analysis contained herein is based on numerous assumptions. Different assumptions could result in materially different results. The analyst(s) responsible for the preparation of this report may interact with trading desk personnel, sales personnel and other constituencies for the purpose of gathering, synthesizing and interpreting market information. ABC SECURITIES COMPANY LIMITED is under no obligation to update or keep current the information contained herein. ABC SECURITIES COMPANY LIMITED relies on information barriers to control the flow of information contained in one or more areas within ABC SECURITIES COMPANY LIMITED, into other areas, units, groups or affiliates of ABC SECURITIES COMPANY LIMITED. The compensation of the analyst who prepared this report is determined exclusively by research management and senior management (not including investment banking). Analyst compensation is not based on investment banking revenues, however, compensation may relate to the revenues of ABC SECURITIES COMPANY LIMITED as a whole, of which investment banking, sales and trading are a part. The securities described herein may not be eligible for sale in all jurisdictions or to certain categories of investors. The price and value of the investments referred to in this research and the income from them may fluctuate. Past performance is not necessarily indicative of future results. Foreign currency rates of exchange may adversely affect the value, price or income of any security or related instrument mentioned in this report. For investment advice, trade execution or other enquiries, clients should contact their local sales representative. Neither ABC SECURITIES COMPANY LIMITED nor any of its affiliates, directors, employees or agents accepts any liability for any loss or damage arising out of the use of all or any part of this report. Additional information will be made available upon request.

Copyright 2011 ABC SECURITIES COMPANY LIMITED

No part of this material may be (i) copied, photocopied or duplicated in any form by any means or (ii) redistributed without the prior written consent of ABC SECURITIES COMPANY LIMITED.

Office address: ABC SECURITIES COMPANY LIMITED, 13/F FAIRMONT HOUSE, 8 COTTON TREE DRIVE, CENTRAL, HONG KONG.

Tel: (852) 2868 2183