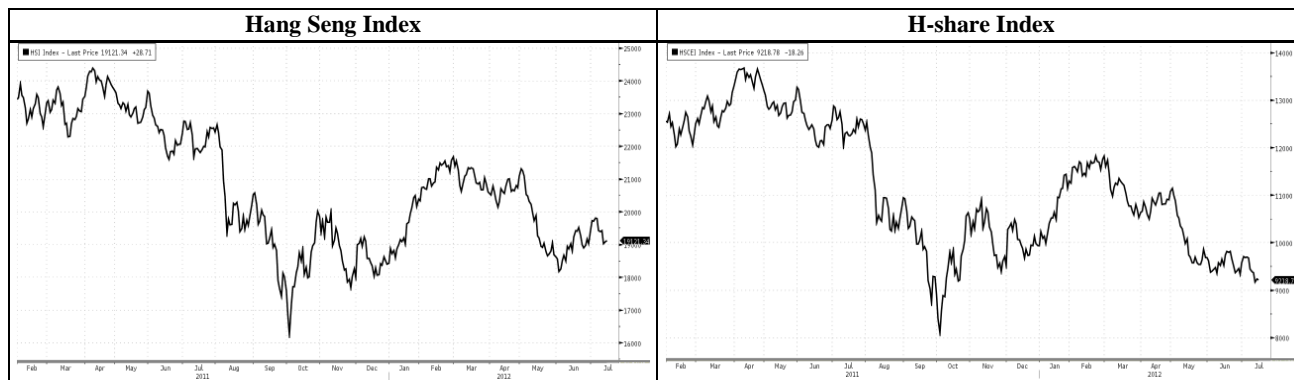


HONG KONG STOCK MARKET SUMMARY



Indexes Performance

16/07/2012	PER(x)	Close	Chg. (%)	Net Chg.	Day High	Day Low		(HK\$m)	Chg. (%)
Hang Seng Index	9.32	19,121.34	0.15%	28.71	19,265.34	19,061.67	Main board turnover	35,279	-7.25%
HSI-Finance	8.84	25,518.38	0.10%	25.74	25,700.39	25,432.70	HSI stocks	12,298	-9.16%
HSI-Comm & Ind	10.31	11,591.36	0.34%	38.99	11,686.80	11,557.21	HSCEI stocks	8,014	-20.28%
HSI-Properties	6.47	25,194.57	-0.29%	-73.05	25,401.87	25,092.60	Derivative warrants	4,933	17.92%
HSI-Utilities	17.34	46,207.95	-0.10%	-44.39	46,428.16	46,005.91	Callable Bull/Bear	5,382	-17.50%
HSI Volatility Index	-	19.46	-0.15%	-0.03	20.11	19.40	Short-selling	1,126	-73.51%

16/07/2012	PER(x)	Close	Chg. (%)	16/07/2012	Close	Chg. (%)
HS Composite Index	-	2,603.35	0.02%	HSCI-Financials	2,722.86	0.06%
Red Chip Index	10.73	3,755.36	-0.06%	HSCI-Services	3,318.19	0.07%
HS H-share Index	7.84	9,218.78	-0.20%	HSCI-Telecom	1,749.26	0.22%
H-share Financial Index	7.29	12,453.42	-0.20%	HSCI-Prop & con	2,582.88	-0.19%
				HSCI-Utilities	5,490.84	-0.36%
				HSCI-Energy	12,067.89	0.24%
				HSCI-Materials	5,703.19	-0.03%
				HSCI-Industrial goods	932.86	-0.94%
				HSCI-Consumer goods	4,134.15	-0.07%
				HSCI-I.T.	2,469.73	-0.05%
				HSCI-Conglomerates	2,099.18	0.29%

Futures Market

	Close	Net change	Chg. (%)	Day High	Day Low	Volume	O/I
HSI Futures							
HSI Jul 12	19,087	57	0.30%	19,230	19,033	53,459	89,282
HSI Aug 12	19,061	60	0.32%	19,178	18,997	1,111	3,666
HS CEI Futures							
HSCEI Jul 12	9,220	0	0.00%	9,309	9,194	31,821	125,580
HSCEI Aug 12	9,220	-5	-0.05%	9,292	9,206	1,208	2,435

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	67.45	67.10	0.5%	857	PETROCHINA	9.42	9.40	0.2%
2888	STANCHART	178.01	177.40	0.3%	386	SINOPEC CORP	6.74	6.73	0.2%
945	MANULIFE	81.91	83.20	-1.6%	883	CNOOC	15.01	15.08	-0.5%
2628	CHINA LIFE	20.98	20.90	0.4%	338	SHANGHAI PECEM	2.19	2.20	-0.5%
941	CHINA MOBILE	85.94	85.70	0.3%	670	CHINA EAST AIR	2.67	2.70	-1.1%
762	CHINA UNICOM	9.66	9.68	-0.2%	1055	CHINA SOUTH AIR	3.80	3.84	-0.9%
728	CHINA TELCOM	3.40	3.39	0.2%	902	HUANENG POWER	5.39	5.37	0.4%
1137	CITY TELECOM	1.61	1.65	-2.2%	1171	YANZHOU COAL	11.57	11.64	-0.6%
700	TENCENT	224.40	225.20	-0.4%	2600	CHALCO	3.10	3.09	0.2%
992	LENOVO GROUP	5.90	5.90	0.0%	525	GUANGSHEN RAIL	2.38	2.41	-1.2%



Event: After discussion with Chaowei (951; HK\$4.31) management, we revised our 2012 sales volume target to 60mn from 56mn units. But due to GP margin contraction, we revised up our est 2012 EPS only slightly by 3.7% to Rmb0.5312, representing 14.6% YoY growth. We maintain our BUY recommendations on Chaowei, giving it a 12-mth TP of HK\$5.23, representing 8.0x 2012 PE.

Comment:

- **Upward revision of sales volume:** We revised our 2012 sales volume target to 60mn units from 56mn units after discussion with the management, confirming sales volumes in the first 5 months this year is on track in meeting annual sales target.
- **Contraction in GP margin as compared to 2H2011:** We expect GP margin to contract from 33.3% in 2H2011 to 29.0% in 1H2012 due to a 10% price cut in Oct 2011 and sales rebate of 8-10% offered by the group to distributors during Apr-May. Looking forward, as the e-bike industry has stepped into the peak season, we expect sales rebates or significant correction in ASP is unlikely to occur during 3Q2012. We expect GP margin to maintain at 30% on average in 2012 as compared to 32.1% in 2011. After our change in sales volumes and GP margin assumptions, we revised up our estimated 2012 EPS slightly by 3.7% to Rmb0.5312, representing 14.6% YoY growth.
- **Positive alert is anticipated:** The high YoY growth rate is partly caused by the particular low base in 1H2011. On volume basis, the Shandong plant, which accounted for 17% of the group's capacity last year was closed for the first five months in 2011. On price basis, the two price hikes happened in Jul and Aug in 2012. Therefore, although we see a strong growth in 1H2012 on YoY basis but we expect NP to stay at a similar level as in 2H2011.
- **Positive catalysts in the long term:** A positive catalyst in the longer term will be the cadmium-free production requirement for which all lead-acid storage batteries manufactures in China have to be fulfilled by the end of 2013 according to the "Entry Requirements of Lead-acid Storage Battery Industry" published in Mar. The closer it gets to the deadline, the more non-standard manufacturers will have to be forced out of the market. Currently, the group employed the enclosed battery formation process to achieve cadmium-free production in approximately 65% of production capacity, compared to 57% as of 31 Dec 2011. We believe that the group can reach 100% cadmium-free production before the end of 2013.
- **What to look out for:** Beside the pronounce results in 1H2012, we are still cautious on receivable turnover days and the net debt level of the group, which would be a good indicator on the group's cash flow position.
- **Valuation:** The group is trading at 6.6x 2012PE. We maintain our BUY recommendations on Chaowei, giving it a 12-mth TP of HK\$5.23, representing 8.0x 2012 PE.

Analyst: Lisa Lee

HK stock market risks monitor

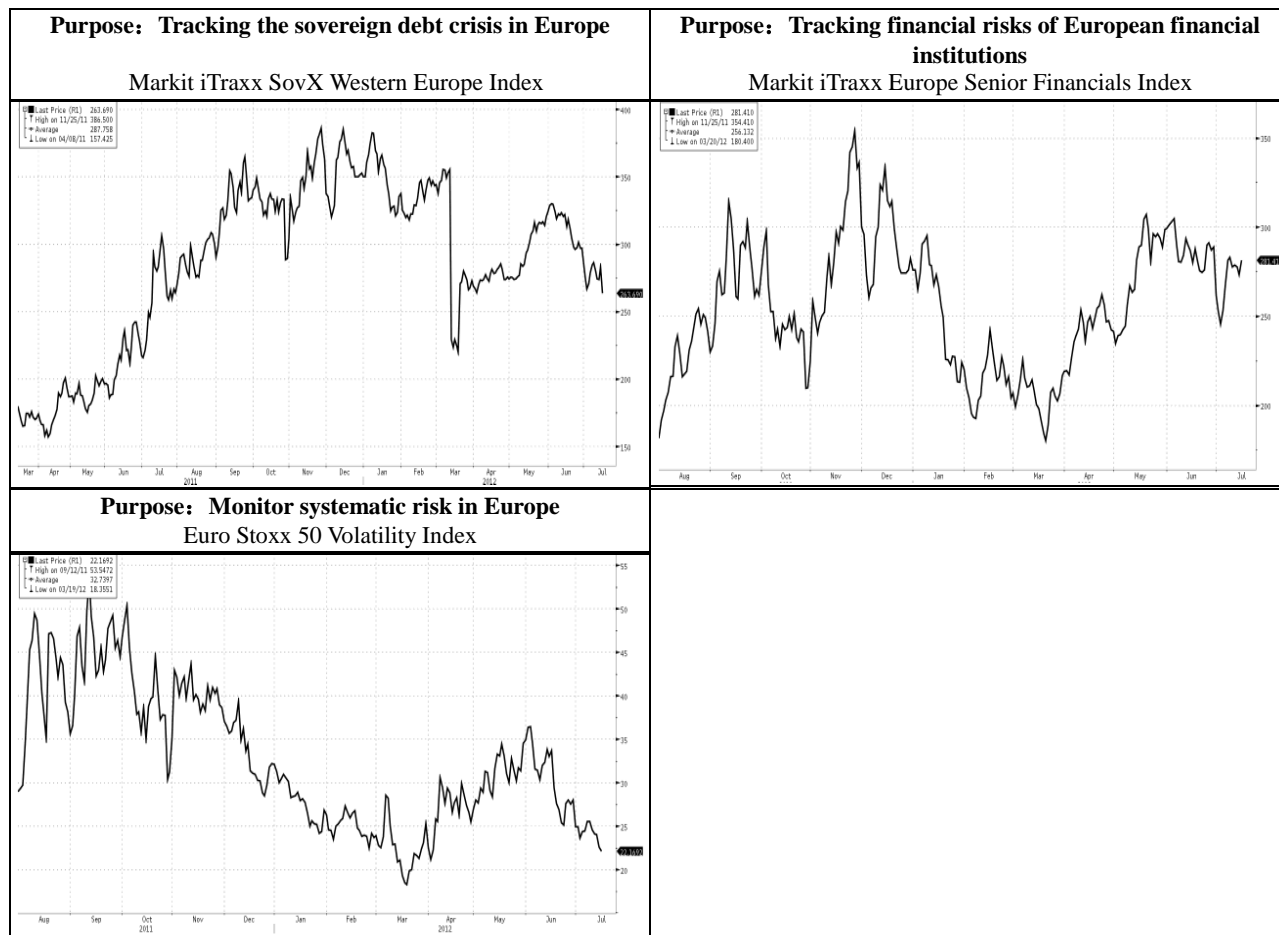
China 5-year CDS rise while HK 5-year CDS edged down on 16 July. The HK\$ against US\$ is traded at 7.7567 in the morning of 17 July.



Source: Bloomberg

Europe debt crisis monitor (Update to 16/07/2012)

Markit iTraxx SovX Western Europe Index which tracks CDS of 15 Western European dropped while Markit iTraxx Europe Senior Financials Index which tracks CDS of major financial institutions in Europe increased slightly on 16 July.



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 (16/07/2012)

Code	Stock	Price (HK\$)	Price Chg	Short sell ratio	Notes:
330	ESPRIT HLDGS	9.57	0.63%	41%	The main short selling sector: <ul style="list-style-type: none"> Properties-Sino Land(83), Sino Ocean Land(3377)
358	JIANGXI COPPER-H	17.12	-0.47%	41%	
83	SINO LAND CO	12.52	-0.48%	40%	
3377	SINO OCEAN LAND	4.26	0.71%	34%	
3808	SINOTRUK HK LTD	4.29	0.94%	34%	
1313	CHINA RES CEMENT	4.39	-1.13%	33%	
941	CHINA MOBILE	85.70	0.29%	33%	
1211	BYD CO LTD-H	12.68	-5.93%	31%	
914	ANHUI CONCH-H	20.95	-0.24%	31%	
267	CITIC PACIFIC	11.54	-0.35%	29%	
1	CHEUNG KONG	96.70	0.83%	27%	
5	HSBC HLDGS PLC	67.10	0.83%	26%	
23	BANK EAST ASIA	26.10	-1.51%	26%	
494	LI & FUNG LTD	13.76	0.15%	25%	
1618	METALLURGICAL-H	1.59	0.00%	25%	

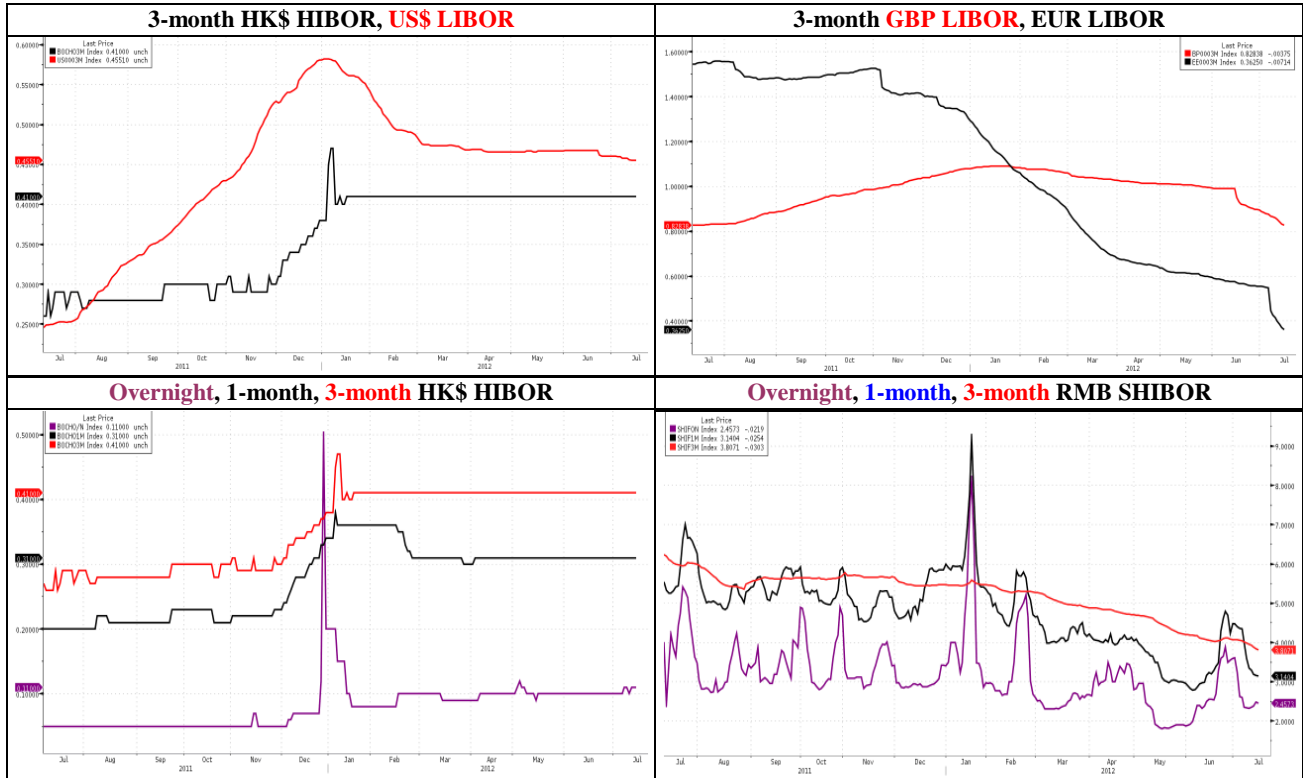
Remark: Ranked by top 15 short-selling turnover to total stock turnover ratios among Hang Seng Index, Red-chip index or H-share index. Short sell ratio = Short selling transaction value of the stock/total transaction value of the stock

Top 10 Percentage Gainers and Losers (16/07/2012)

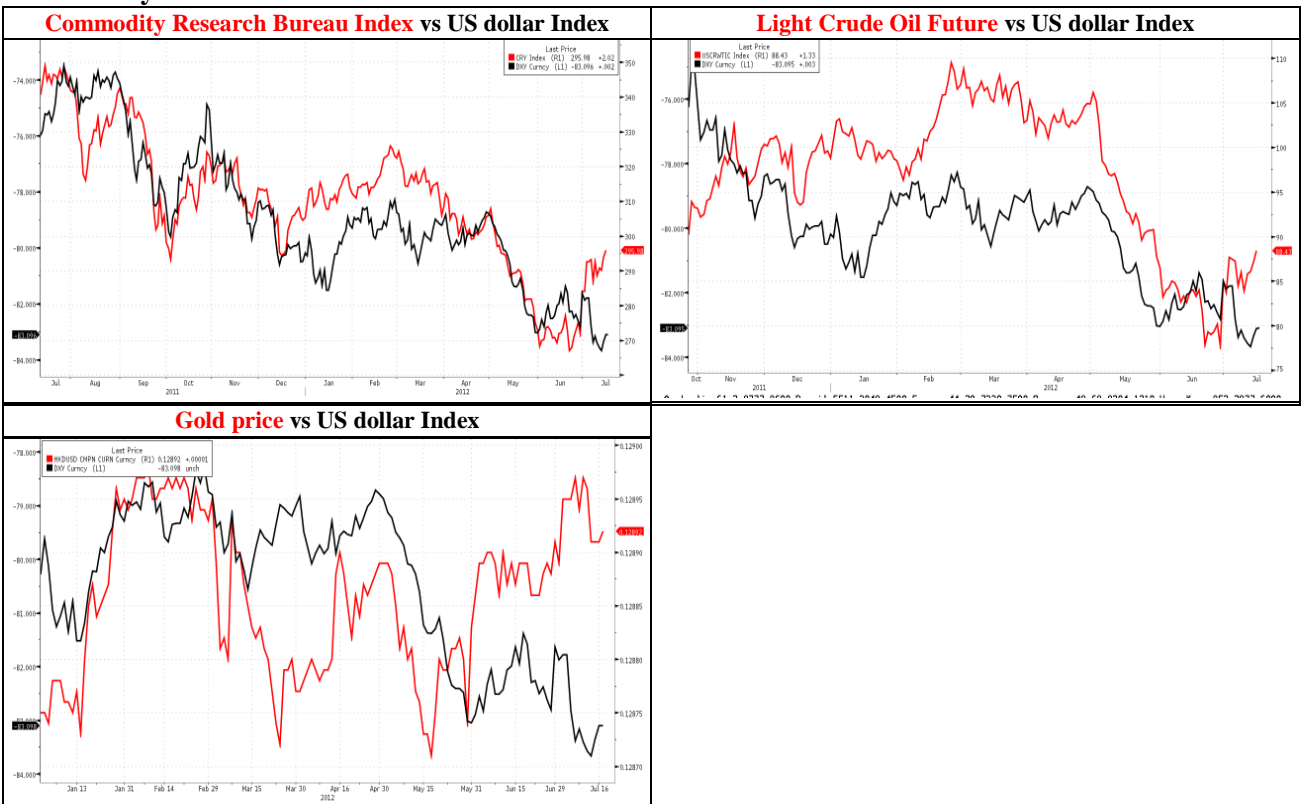
Hang Seng Index stocks									
Top 10 percent gain stocks					Top 10 percent loss stocks				
Rank	Code	Stock	Price (HK\$)	Change	Code	Stock	Price (HK\$)	Change	
1	1880	BELLE INTERNATIO	13.88	1.91%	291	CHINA RES ENTERP	21.4	-2.28%	
2	857	PETROCHINA CO-H	9.40	1.51%	144	CHINA MERCHANT	23.45	-1.68%	
3	151	WANT WANT CHINA	9.66	1.47%	23	BANK EAST ASIA	26.1	-1.51%	
4	322	TINGYI HLDG CO	19.58	1.24%	101	HANG LUNG PROPER	26.2	-1.50%	
5	2628	CHINA LIFE INS-H	20.90	0.97%	1088	CHINA SHENHUA-H	28.3	-1.39%	
6	13	HUTCHISON WHAMPO	69.10	0.88%	293	CATHAY PAC AIR	12.8	-1.23%	
7	1	CHEUNG KONG	96.70	0.83%	1044	HENGAN INTL	74.7	-1.13%	
8	5	HSBC HLDGS PLC	67.10	0.83%	16	SUN HUNG KAI PRO	94.5	-1.00%	
9	700	TENCENT HOLDINGS	225.20	0.72%	2600	ALUMINUM CORP-H	3.09	-0.96%	
10	19	SWIRE PACIFIC-A	89.45	0.68%	66	MTR CORP	26	-0.95%	
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	1066	SHANDONG WEIG-H	8.82	3.76%	763	ZTE CORP-H	10.46	-16.32%	
2	753	AIR CHINA LTD-H	5.08	1.80%	1211	BYD CO LTD-H	12.68	-5.93%	
3	2883	CHINA OILFIELD-H	11.80	1.72%	2238	GUANGZHOU AUTO-H	5.38	-2.00%	
4	857	PETROCHINA CO-H	9.40	1.51%	916	CHINA LONGYUAN-H	4.95	-1.79%	
5	2628	CHINA LIFE INS-H	20.90	0.97%	1186	CHINA RAIL CN-H	6.46	-1.67%	
6	1099	SINOPHARM-H	21.10	0.48%	1088	CHINA SHENHUA-H	28.30	-1.39%	
7	2899	ZIJIN MINING-H	2.52	0.40%	902	HUANENG POWER-H	5.37	-1.10%	
8	1919	CHINA COSCO HO-H	3.45	0.29%	2328	PICC PROPERTY &	8.46	-1.05%	
9	2601	CHINA PACIFIC-H	25.70	0.19%	3323	CHINA NATL BDG-H	8.07	-0.98%	
10	1157	ZOOMLION HEAVY-H	9.47	0.11%	2600	ALUMINUM CORP-H	3.09	-0.96%	
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	297	SINOFERT HOLDING	1.39	5.30%	119	POLY HONG KONG	4.49	-3.23%	
2	1114	BRILLIANCE CHINA	6.85	2.24%	606	CHINA AGRI-INDUS	3.90	-2.74%	
3	270	GUANGDONG INVEST	5.59	1.82%	291	CHINA RES ENTERP	21.40	-2.28%	
4	817	FRANSHION PROP	2.35	1.73%	144	CHINA MERCHANT	23.45	-1.68%	
5	3808	SINOTRUK HK LTD	4.29	0.94%	123	YUEXIU PROPERTY	1.88	-1.57%	
6	992	LENOVO GROUP LTD	5.90	0.51%	1313	CHINA RES CEMENT	4.39	-1.13%	
7	883	CNOOC LTD	15.08	0.40%	3360	FAR EAST HORIZON	5.28	-0.75%	
8	135	KUNLUN ENERGY CO	12.30	0.33%	1199	COSCO PAC LTD	9.77	-0.51%	
9	941	CHINA MOBILE	85.70	0.29%	267	CITIC PACIFIC	11.54	-0.35%	
10	392	BEIJING ENTERPRI	48.10	0.21%	688	CHINA OVERSEAS	18.24	-0.22%	

Source: Bloomberg

Interest Rates Monitor



Commodity Monitor



Source: Bloomberg

Appendix: H-Share and A-share Price Comparison Table (16/07/2012)

H-share Code	A-share Code	Stock Name	H-share		A-share		H-share premium		2011 PER	2012 PER	2013 PER	2011 P/B
			Price (HK\$)	price chg (%)	Price (RMB)	price chg (%)	(discount) to A-share					
939	601939	CCB	4.77	-0.2%	4.00	-0.7%	-1.9%	5.77	5.32	4.86	1.21	
1398	601398	ICBC	4.00	-0.5%	3.79	0.8%	-13.2%	5.58	5.06	4.67	1.20	
1288	601288	ABC	2.92	-0.3%	2.48	0.4%	-3.2%	5.86	5.27	4.76	1.12	
3988	601988	BANK OF CHINA	2.78	-0.4%	2.75	-0.7%	-16.9%	5.12	4.90	4.67	0.88	
3328	601328	BANKCOMM	4.77	-0.8%	4.33	-0.5%	-9.4%	4.79	4.74	4.53	0.89	
3968	600036	CM BANK	13.36	-0.1%	10.08	-0.9%	9.0%	6.58	6.12	5.68	1.44	
998	601998	CITIC BANK	3.64	-0.5%	3.95	0.3%	-24.2%	4.22	4.22	3.94	0.80	
1988	600016	MINSHENG BANK	6.61	-0.5%	5.94	-0.5%	-8.5%	4.72	4.82	4.47	1.05	
2628	601628	CHINA LIFE	20.90	1.0%	18.51	-1.4%	-7.1%	26.45	18.17	14.46	2.54	
2318	601318	PING AN	60.00	-0.6%	43.57	-3.2%	13.3%	19.59	15.39	12.81	2.99	
2601	601601	CPIC	25.70	0.2%	22.46	-2.3%	-5.9%	21.79	18.21	14.59	2.37	
1336	601336	NEW CHINA LIFE	29.40	0.7%	32.52	-4.6%	-25.6%	19.50	21.27	16.67	2.41	
6030	600030	CITIC SEC	15.12	0.0%	12.49	-1.3%	-0.4%	10.11	21.11	17.11	1.58	
6837	600837	HAITONG SEC	10.18	-3.0%	9.62	-1.3%	-13.0%	-	19.75	16.07	-	
857	601857	PETROCHINA	9.40	1.5%	8.91	-0.4%	-13.2%	10.59	9.55	8.74	1.41	
386	600028	SINOPEC CORP	6.73	-0.7%	5.91	-0.7%	-6.3%	6.55	7.44	6.36	1.02	
338	600688	SHANGHAI PECEM	2.20	-3.1%	5.71	-5.0%	-68.3%	13.61	19.89	7.97	0.73	
1033	600871	YIZHENG CHEM	1.62	-4.7%	6.75	-4.9%	-80.3%	6.35	9.59	8.94	0.59	
2883	601808	CHINA OILFIELD	11.80	1.7%	16.67	-2.4%	-41.8%	10.81	9.39	8.37	1.53	
568	002490	SHANDONG MOLONG	2.36	-3.7%	16.58	-8.5%	-88.3%	9.18	-	-	0.55	
1088	601088	SHENHUA ENERGY	28.30	-1.4%	22.50	-0.6%	3.5%	10.34	9.64	8.76	2.05	
1898	601898	CHINA COAL	6.66	-0.1%	7.65	-1.5%	-28.4%	7.20	7.28	6.40	0.89	
1171	600188	YANZHOU COAL	11.64	-0.2%	18.99	-1.2%	-49.6%	5.66	6.28	5.89	1.05	
902	600011	HUANENG POWER	5.37	-1.1%	6.94	2.7%	-36.4%	52.88	11.72	9.90	1.22	
991	601991	DATANG POWER	2.75	-0.4%	5.22	0.4%	-56.7%	14.80	9.31	7.44	0.77	
1071	600027	HUADIAN POWER	2.25	-0.9%	4.38	-1.6%	-57.7%	168.24	9.74	7.74	0.77	
670	600115	CHINA EAST AIR	2.70	2.3%	4.43	0.5%	-49.9%	5.50	7.99	6.44	1.24	
1055	600029	CHINA SOUTH AIR	3.84	2.7%	4.56	-1.5%	-30.7%	6.07	9.87	8.58	0.96	
753	601111	AIR CHINA	5.08	1.8%	6.41	-0.3%	-34.8%	6.91	10.71	8.72	1.17	
1800	601800	CHINA COMM CONS	6.93	0.0%	4.65	-3.3%	22.6%	7.22	7.19	6.33	1.20	
390	601390	CHINA RAILWAY	3.21	-0.3%	2.56	-1.5%	3.1%	8.41	8.46	7.63	0.78	
1186	601186	CHINA RAIL CONS	6.46	-1.7%	4.51	-1.5%	17.8%	8.30	8.75	7.92	1.01	
1766	601766	CSR	5.45	-1.3%	4.30	-2.3%	4.2%	13.75	13.84	11.80	2.35	
525	601333	GUANGSHEN RAIL	2.41	0.8%	2.79	-2.4%	-29.0%	7.93	8.97	8.06	0.55	
177	600377	JIANGSU EXPRESS	6.98	-0.6%	5.09	-1.2%	12.8%	11.90	11.15	10.20	1.59	
548	600548	SHENZHENEXPRESS	2.70	-0.4%	3.53	-2.2%	-37.1%	5.53	6.47	5.99	0.53	
995	600012	ANHUIEXPRESSWAY	3.47	0.0%	3.88	-9.1%	-26.4%	5.57	5.65	5.40	0.74	
107	601107	SICHUAN EXPRESS	2.46	0.8%	3.29	-1.8%	-38.5%	4.75	4.97	4.88	0.66	
895	002672	DONGJIANG	32.95	-2.5%	55.00	-9.2%	-50.7%	23.01	14.97	12.39	5.07	
1065	600874	TIANJIN CAPITAL	1.82	3.4%	5.10	-5.0%	-70.6%	7.61	8.55	9.07	0.60	
1211	002594	BYD COMPANY	12.68	-5.9%	17.15	-10.0%	-39.2%	17.65	21.20	15.85	1.16	
2238	601238	GUANGZHOU AUTO	5.38	-2.0%	7.05	-4.5%	-37.2%	6.37	6.74	5.55	0.93	
2333	601633	GREATWALL MOTOR	14.70	-2.4%	15.55	-5.9%	-22.2%	9.91	10.20	8.47	2.95	
2338	000338	WEICHAI POWER	26.55	-0.7%	26.36	-3.8%	-17.2%	6.50	7.34	6.30	1.59	
1157	000157	ZOOMLION	9.47	0.1%	10.17	-1.6%	-23.4%	7.42	6.84	5.98	1.70	
187	600860	BEIREN PRINTING	1.92	-13.1%	5.31	-5.0%	-70.3%	66.83	-	-	0.88	
300	600806	JIAODA HIGHTECH	1.92	4.9%	5.43	-7.0%	-70.9%	15.38	3.29	9.29	0.60	
42	000585	NE ELECTRIC	0.67	1.5%	1.88	-5.1%	-70.7%	-	-	-	1.78	
1072	600875	DONGFANG ELEC	13.40	-2.2%	15.78	-3.2%	-30.2%	7.20	6.68	6.36	1.60	
2727	600627	SH ELECTRIC	2.79	1.1%	4.21	-4.8%	-45.5%	9.01	8.20	7.48	1.01	
2208	002202	GOLDWIND	2.68	-3.6%	6.28	-3.7%	-64.9%	9.58	15.75	12.11	0.46	



350	000666	JINGWEI TEXTILE	4.04	-1.7%	10.94	-2.8%	-69.6%	4.10	-	-	0.59
168	600600	TSINGTAO BREW	45.70	-0.5%	37.71	-1.8%	-0.3%	29.21	24.76	20.92	4.57
719	000756	SHANDONG XINHUA	1.95	-0.5%	4.96	-4.2%	-67.7%	9.55	-	-	0.43
874	600332	GUANGZHOU PHAR	17.56	-1.1%	31.28	1.9%	-53.8%	40.69	28.15	19.95	3.10
2607	601607	SH PHARMA	9.63	-0.4%	10.94	-4.1%	-27.6%	8.96	10.91	9.73	0.92
1618	601618	MCC	1.59	0.0%	2.31	-3.3%	-43.4%	6.00	5.38	4.51	0.52
347	000898	ANGANG STEEL	4.13	-0.2%	3.68	-1.6%	-7.7%	-	-	30.33	0.48
323	600808	MAANSHAN IRON	1.68	-0.6%	2.00	-2.4%	-30.9%	153.54	92.12	12.45	0.39
1053	601005	CHONGQING IRON	0.99	0.0%	2.61	-4.4%	-68.8%	-	-	-	0.35
2600	601600	CHALCO	3.09	-1.0%	6.11	-2.1%	-58.4%	-	-	231.05	0.68
358	600362	JIANGXI COPPER	17.12	-0.5%	22.78	-2.1%	-38.2%	7.41	7.57	7.28	1.24
2899	601899	ZIJIN MINING	2.52	0.4%	3.70	-1.1%	-44.0%	7.97	7.30	6.64	1.81
914	600585	ANHUI CONCH	20.95	-0.2%	14.73	-0.9%	17.0%	7.87	11.28	9.19	2.05
2009	601992	BBMG	5.43	-1.6%	5.97	-2.6%	-25.2%	5.51	5.52	4.76	0.95
588	601588	BEIJING N STAR	1.46	3.5%	2.79	-2.4%	-57.0%	3.45	-	-	0.29
763	000063	ZTE	10.46	-16.3%	11.72	-10.0%	-26.6%	13.24	10.22	7.98	1.22
553	600775	NANJING PANDA	1.59	1.9%	5.33	-4.3%	-75.5%	7.78	-	-	0.54
317	600685	GUANGZHOU SHIP	5.30	0.0%	14.48	-3.3%	-69.9%	5.42	3.38	5.32	0.81
1919	601919	CHINA COSCO	3.45	0.3%	4.54	-2.4%	-37.5%	-	-	32.62	0.84
2866	601866	CSCL	1.89	1.6%	2.54	-3.1%	-38.8%	-	50.15	18.29	0.70
1138	600026	CHINA SHIP DEV	3.18	-4.8%	4.60	-4.6%	-43.1%	8.50	21.98	9.44	0.38
2880	601880	DALIAN PORT	1.52	-0.7%	2.84	-1.7%	-56.0%	8.11	6.83	6.16	0.44
921	000921	HISENSE KELON	1.29	-0.8%	3.54	-3.5%	-70.0%	6.31	-	-	1.74
1108	600876	LUOYANG GLASS	1.45	-3.3%	5.24	-8.6%	-77.2%	14.91	-	-	5.91
1812	000488	CHENMING PAPER	2.95	-2.0%	4.16	-1.9%	-41.7%	8.37	8.73	4.69	0.37

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.

I, Wong Cheuk-wai, Steve, 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 International Securities Company Limited and/or its member companies ("ABC") may pursue financial interests to the companies mentioned in the 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 expressed 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 International Securities Company Limited is under no obligation to update or keep current the information contained herein. ABC International Securities Company Limited relies on information barriers to control the flow of information contained in one or more areas within ABC International Securities Company Limited, into other areas, units, groups or affiliates of ABC International 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 International 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 International 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.



農銀國際

ABC INTERNATIONAL

ABC SECURITIES COMPANY LIMITED

MORNING BRIEFING

17/07/2012

Additional information will be made available upon request.

Copyright 2012 ABCI 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 ABCI Securities Company Limited.

Office address: ABCI Securities Company Limited, 13/F Fairmont House, 8 Cotton Tree Drive, Central, Hong Kong.

Tel: (852) 2868 2183