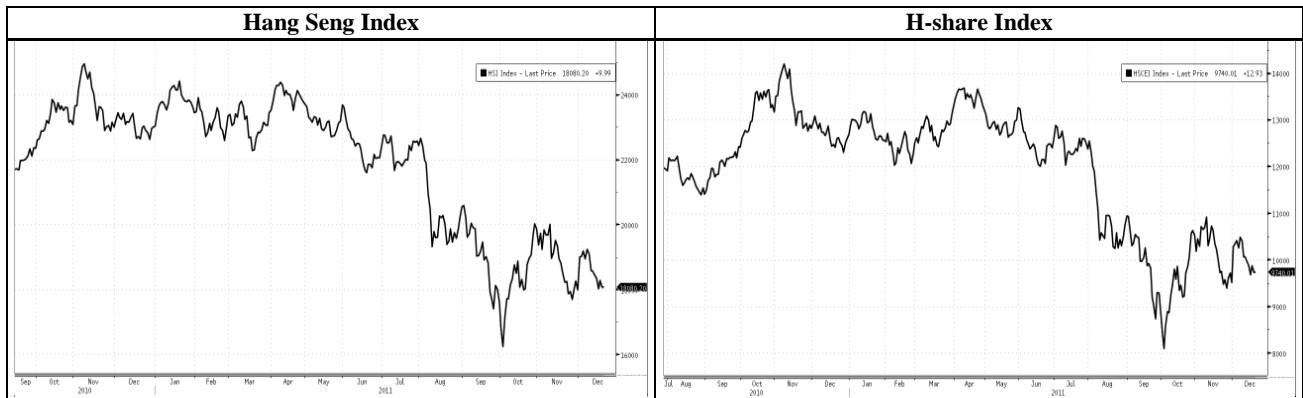




HONG KONG STOCK MARKET SUMMARY



Indexes Performance

12/20	PER(x)	Close	Chg. (%)	Net Chg.	Day High	Day Low		(HK\$m)	Chg. (%)
Hang Seng Index	8.19	18,080.20	0.06%	9.99	18,270.70	18,010.26	Main board turnover	37,098	-12.47%
HSI-Finance	7.97	24,593.07	0.30%	73.69	24,829.05	24,462.65	HSI stocks	13,149	-14.39%
HSI-Comm & Ind	8.68	10,850.64	-0.10%	-10.47	10,971.29	10,805.03	HSCEI stocks	8,601	-23.27%
HSI-Properties	5.57	22,048.92	-0.65%	-143.82	22,470.55	21,951.71	Derivative warrants	5,899	-6.57%
HSI-Utilities	16.52	44,792.65	0.16%	72.11	45,059.09	44,672.47	Callable Bull/Bear	5,509	-21.99%
HSI Volatility Index	-	27.08	-4.11%	-1.16	27.57	26.39	Short-selling	2,693	-35.11%

12/20	PER(x)	Close	Chg. (%)	12/20	PER(x)	Close	Chg. (%)
HS Composite Index	8.28	2,494.69	-0.07%	HSCI-Financials	8.01	2,654.38	0.26%
Red Chip Index	9.98	3,587.01	-0.85%	HSCI-Services	11.29	3,208.21	-0.30%
HS H-share Index	8.11	9,740.01	0.13%	HSCI-Telecom	11.38	1,639.84	-0.77%
H-share Financial Index	7.50	12,780.32	0.04%	HSCI-Prop & con	5.00	2,171.76	-0.55%
				HSCI-Utilities	14.26	5,319.70	0.15%
				HSCI-Energy	8.56	12,288.93	0.20%
				HSCI-Materials	7.96	6,387.40	-0.65%
				HSCI-Industrial goods	8.49	1,062.91	-0.20%
				HSCI-Consumer goods	14.91	4,244.91	-0.11%
				HSCI-I.T.	17.37	2,006.38	-0.69%
				HSCI-Conglomerates	4.24	1,949.18	0.12%

Futures Market

	Close	Net change	Chg.(%)	Day High	Day Low	Volume	O/I
HSI Futures							
HSI Dec 11	17,979	-90	-0.50%	18,290	17,966	67,324	83,551
HSI Jan 12	17,985	-85	-0.47%	18,288	17,967	3,602	6,984
HS CEI Futures							
HSCEI Dec 11	9,698	-37	-0.38%	9,881	9,680	38,411	109,488
HSCEI Jan 12	9,709	-33	-0.34%	9,851	9,692	4,744	9,490

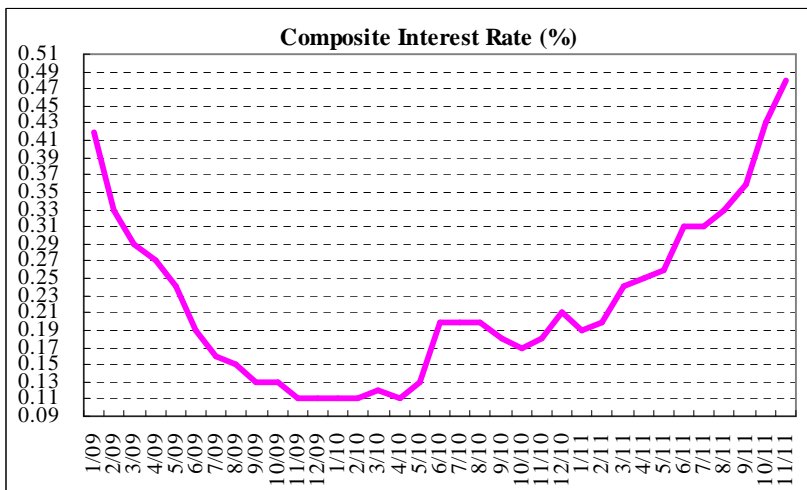
HK Stocks in the U.S.

Code	Stock	In US (HK\$)	In HK (HK\$)	Chg.	Code	Stock	In US (HK\$)	In HK (HK\$)	Chg.
5	HSBC HOLDINGS	59.15	57.70	2.5%	857	PETROCHINA	9.32	9.12	2.2%
2888	STANCHART	166.58	163.60	1.8%	386	SINOPEC CORP	8.08	8.04	0.5%
945	MANULIFE	77.88	78.10	-0.3%	883	CNOOC	13.85	13.50	2.6%
2628	CHINA LIFE	19.10	18.50	3.3%	338	SHANGHAI PEICHEM	2.63	2.53	4.0%
941	CHINA MOBILE	73.70	72.60	1.5%	670	CHINA EAST AIR	2.79	2.71	3.0%
762	CHINA UNICOM	16.26	15.84	2.7%	1055	CHINA SOUTH AIR	4.00	3.88	3.1%
728	CHINA TELCOM	4.52	4.40	2.8%	902	HUANENG POWER	4.10	4.06	1.0%
1137	CITY TELECOM	4.03	4.02	0.3%	1171	YANZHOU COAL	15.58	15.70	-0.7%
700	TENCENT	155.22	153.00	1.5%	2600	CHALCO	3.42	3.28	4.4%
992	LENOVO GROUP	5.48	5.41	1.3%	525	GUANGSHEN RAIL	2.73	2.69	1.5%

Event: Weighted average funding costs of HK's banks keep rising. Profitability of local banks is deteriorating in the 2H 2011 as their funding costs are climbing above short-term HK\$ HIBOR. Profitability of HK-based borrowers will be eroded by the increase in borrowing costs as we believe banks will eventually pass their cost hikes to borrowers.

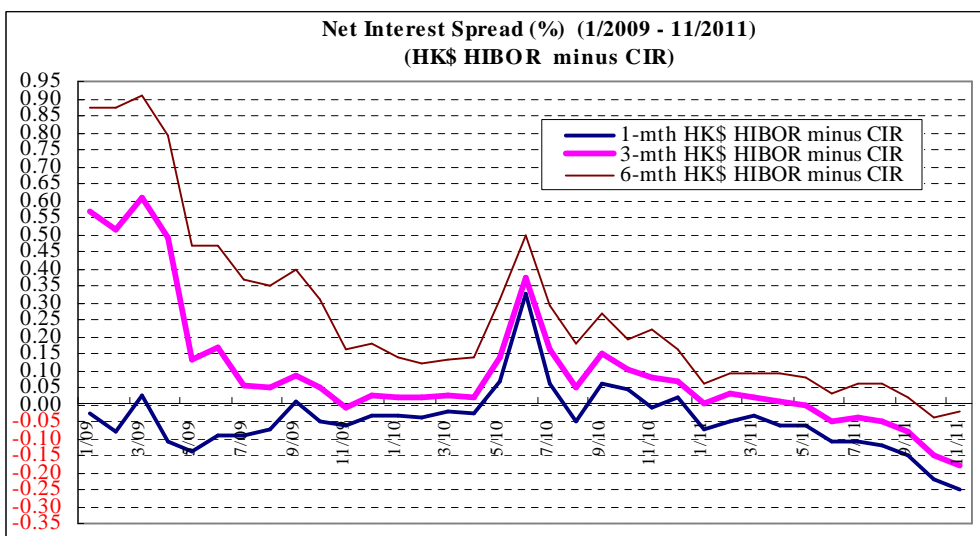
Our comments:

The composite interest rate (CIR), which measures weighted average cost of funds of banks, rose 5bp to 0.48% at the end of Nov from previous month, according to HK Monetary Authority. The CIR has climbed 27bp from the end of 2010 to the end of Nov 2011, the highest level since Jan 2009. We believe it signals the tightening of liquidity in the HK banking system and the uptrend of CIR will sustain to first half next year.



Source: HKMA, ABCI Securities

Profitability of banks in HK is deteriorating as their average funding cost is higher than short-term HK\$ HIBOR. CIR has been higher than 1-mth and 3-mth HIBOR since Jun 2011. Moreover, CIR has climbed above 6 months HK\$ HIBOR since Oct 2011. CIR in Nov was 24.9bp, 17.9bp and 1.9bp higher than 1-month, 3-month and 6-month HIBOR respectively. These situations will force banks to take up higher margin but risky loans businesses to compensate the increase in funding cost. Besides, we expect the banks to pass the cost hikes to borrowers eventually.

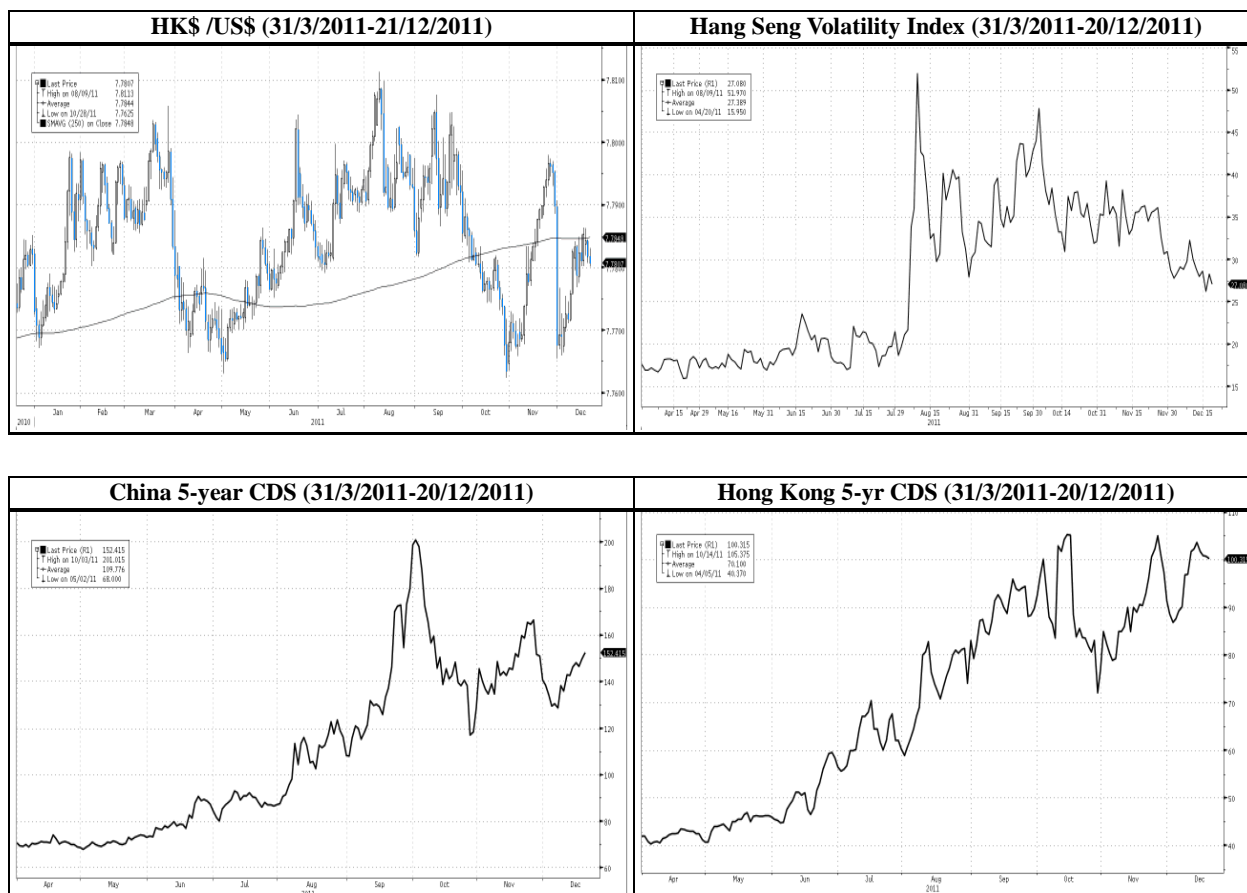


Source: HKMA, ABCI Securities

Analyst: Philip Chan

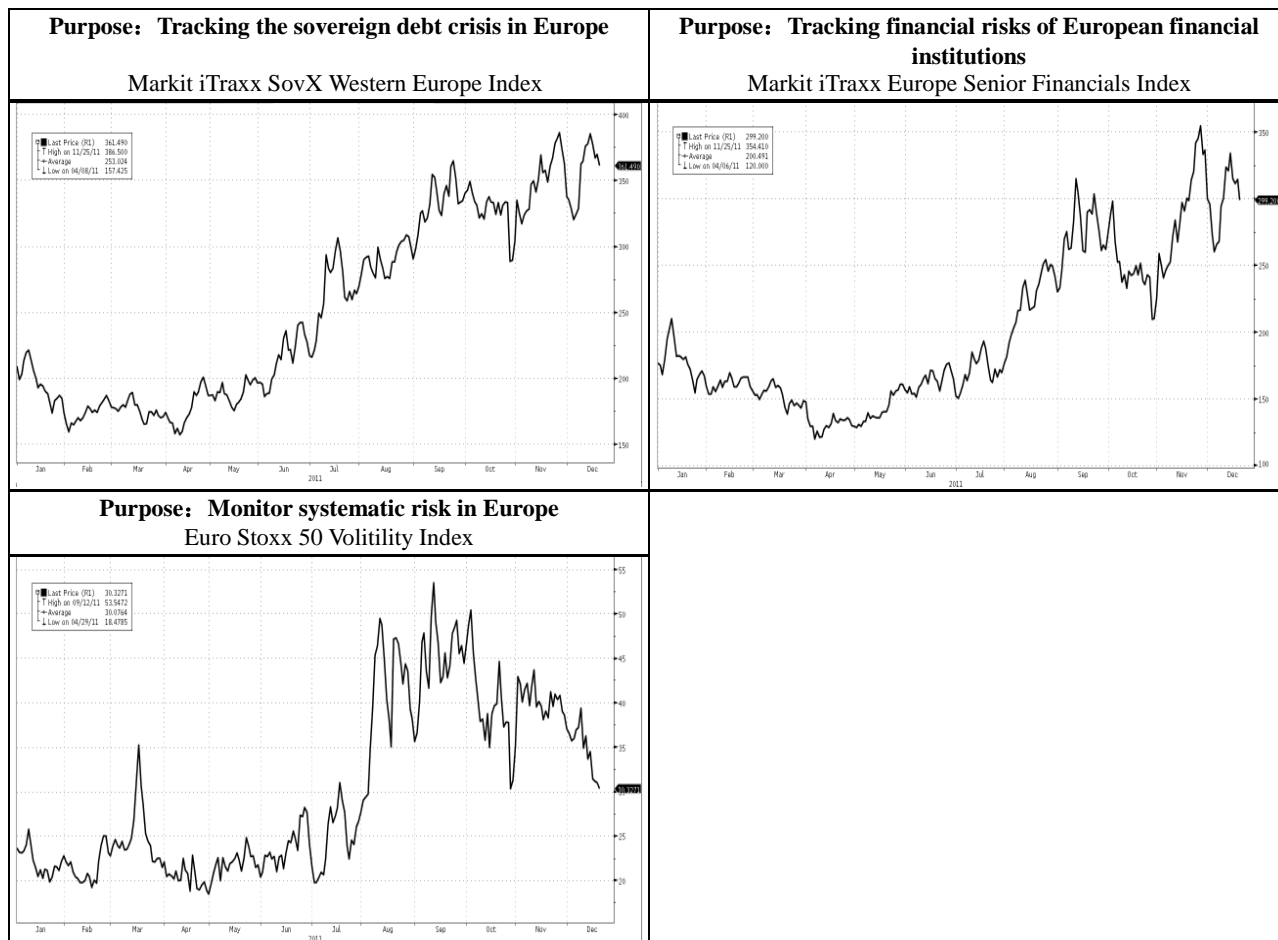
HK stock market risks monitor

China 5-year CDS continued to increase while HK 5-year CDS dropped slightly from its high level. The HK\$ appreciate against US\$ to 7.7807 in the morning of 21th Dec.



Europe debt crisis monitor (Update to 20/12)

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 as European Central Bank approved to provide liquidity to euro-area banks on Tuesday.



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 (12/20)

Code	Stock	Price (HK\$)	Price Chg	Short sell ratio	Notes:
293	CATHAY PAC AIR	13.06	-0.61%	55%	The main short selling sector: ● Telecommunication-China Unicom(762),Foxconn International(2038),Lenovo(992) ● Financial – BOC Hong Kong(2388), PICC(2328), HSBC(5),Bank East Asia(23), Hong Kong Exchange(388) ● Energy-Yanzhou Coal(1171),China Shenhua(1088)
762	CHINA UNICOM HON	15.84	0.64%	43%	
1099	SINOPHARM-H	18.16	3.53%	41%	
19	SWIRE PACIFIC-A	93.90	1.51%	40%	
2388	BOC HONG KONG HO	18.30	-0.22%	36%	
66	MTR CORP	24.60	0.41%	35%	
2328	PICC PROPERTY &	10.04	-2.71%	35%	
2038	FOXCONN INTL HLD	4.97	2.69%	29%	
5	HSBC HLDGS PLC	57.70	0.09%	29%	
992	LENOVO GROUP LTD	5.41	-2.35%	28%	
23	BANK EAST ASIA	27.30	1.11%	26%	
1171	YANZHOU COAL-H	15.70	0.00%	25%	
388	HONG KONG EXCHNG	122.70	-0.73%	24%	
1088	CHINA SHENHUA-H	32.55	-0.15%	24%	
1313	CHINA RES CEMENT	5.70	-0.87%	22%	

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

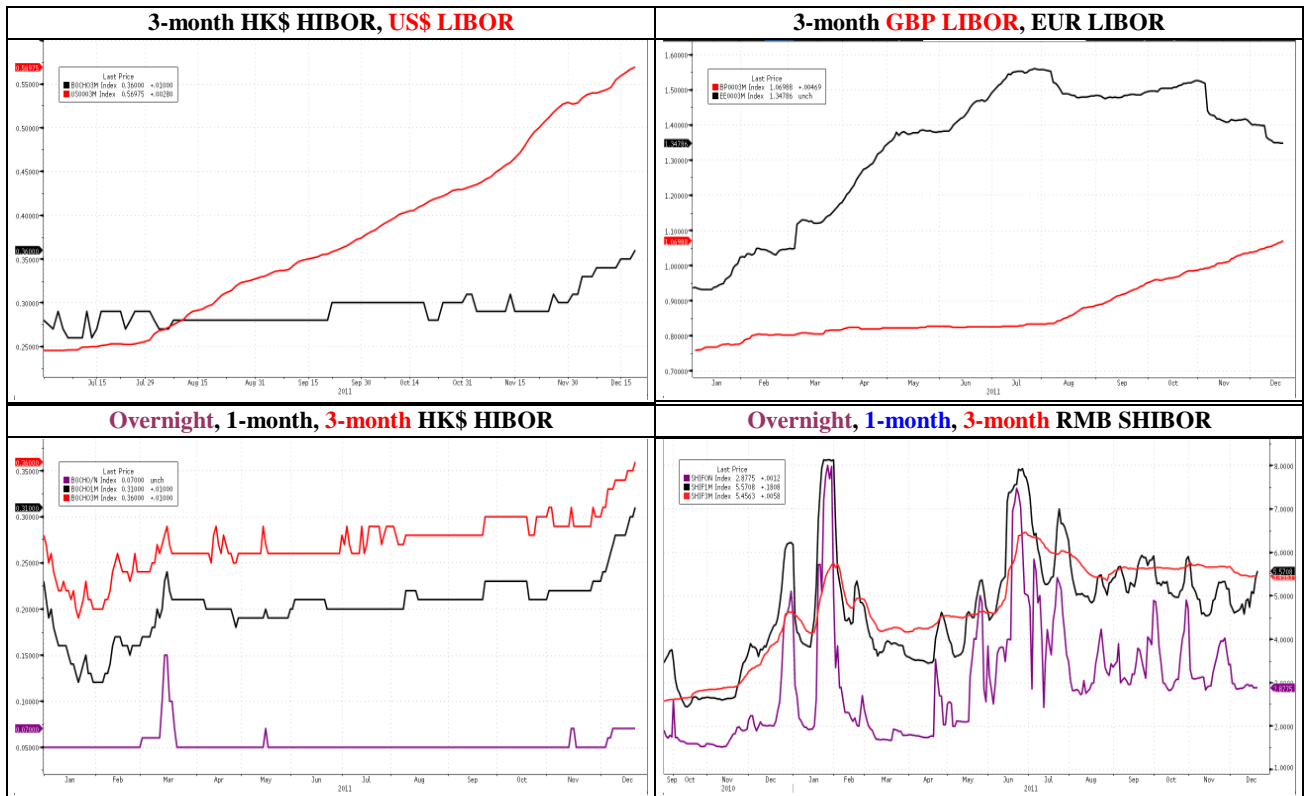
Top 10 Percentage Gainers and Losers (12/19)

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	1299	AIA GROUP LTD	23.40	2.86%	688	CHINA OVERSEAS	13.36	-3.47%
2	1199	COSCO PAC LTD	8.59	1.90%	1109	CHINA RES LAND	12.22	-2.08%
3	19	SWIRE PACIFIC-A	93.90	1.51%	836	CHINA RES POWER	13.78	-1.57%
4	857	PETROCHINA CO-H	9.12	1.45%	1044	HENGAN INTL	70.05	-1.55%
5	1880	BELLE INTERNATIO	13.78	1.17%	1898	CHINA COAL ENE-H	8.34	-1.30%
6	494	LI & FUNG LTD	14.42	1.12%	291	CHINA RES ENTERP	26.75	-1.29%
7	23	BANK EAST ASIA	27.30	1.11%	267	CITIC PACIFIC	13.2	-1.20%
8	1398	IND & COMM BK-H	4.65	1.09%	330	ESPRIT HLDGS	10.26	-1.16%
9	386	CHINA PETROLEU-H	8.04	0.75%	2628	CHINA LIFE INS-H	18.5	-1.07%
10	3988	BANK OF CHINA-H	2.83	0.71%	2318	PING AN INSURA-H	52.9	-1.03%

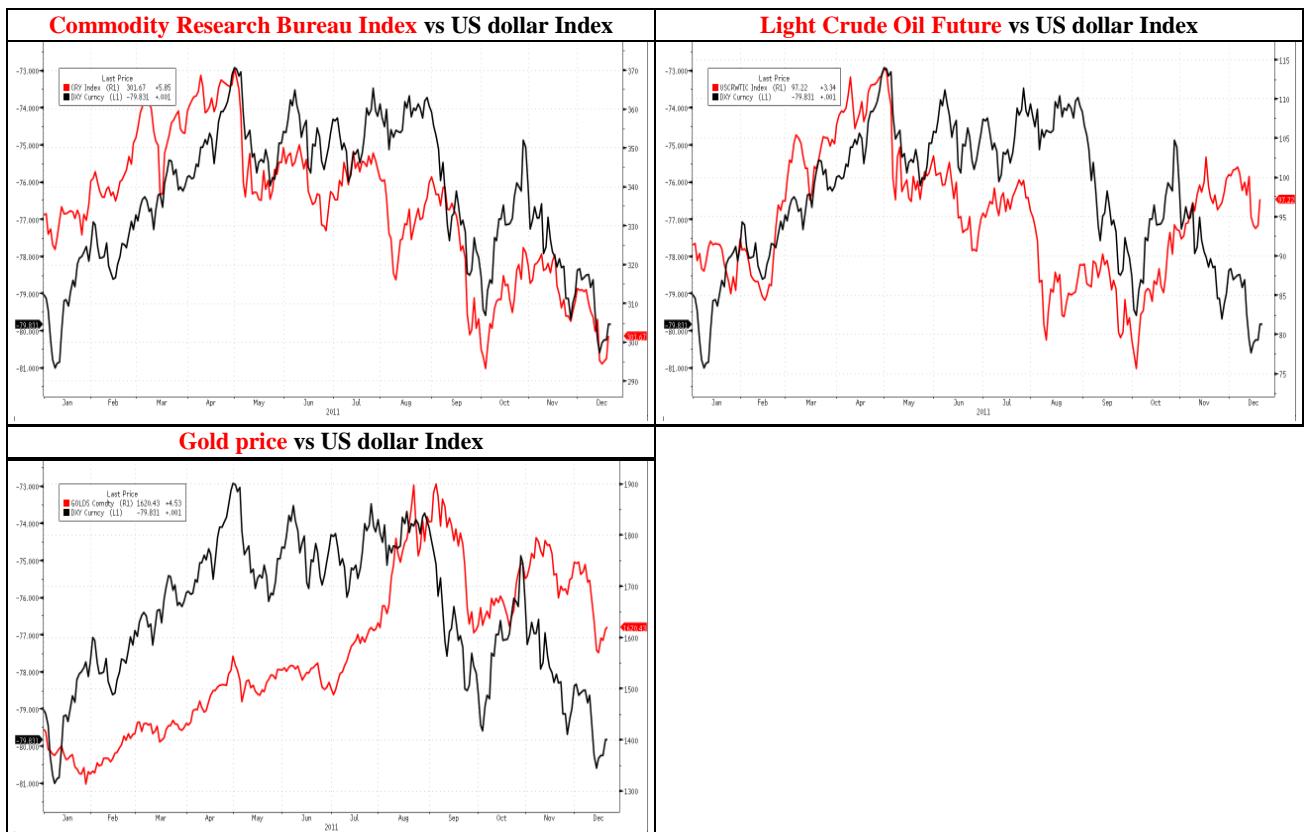
H-share Index stocks								
Top 10 percent gain stocks					Top 10 percent loss stocks			
Rank	Code	Stock	Price (HK\$)	Change	Code	Stock	Price (HK\$)	Change
1	1099	SINOPHARM-H	18.16	3.53%	2328	PICC PROPERTY &	10.32	-6.01%
2	1211	BYD CO LTD-H	16.80	2.69%	753	AIR CHINA LTD-H	5.33	-4.48%
3	489	DONGFENG MOTOR-H	12.56	1.78%	1138	CHINA SHIPPING-H	4.67	-3.91%
4	857	PETROCHINA CO-H	9.12	1.45%	2777	GUANGZHOU R&F -H	6.22	-3.72%
5	998	CHINA CITIC BK-H	4.31	1.41%	2883	CHINA OILFIELD-H	11.00	-3.34%
6	1398	IND & COMM BK-H	4.65	1.09%	1186	CHINA RAIL CN-H	4.33	-3.13%
7	3968	CHINA MERCH BK-H	15.52	1.04%	1171	YANZHOU COAL-H	15.70	-3.09%
8	386	CHINA PETROLEU-H	8.04	0.75%	2600	ALUMINUM CORP-H	3.30	-2.94%
9	347	ANGANG STEEL-H	5.45	0.74%	914	ANHUI CONCH-H	22.70	-2.78%
10	3988	BANK OF CHINA-H	2.83	0.71%	3323	CHINA NATL BDG-H	8.74	-2.78%

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	1199	COSCO PAC LTD	8.59	1.90%	688	CHINA OVERSEAS	13.36	-3.47%
2	392	BEIJING ENTERPRI	43.75	1.27%	992	LENOVO GROUP LTD	5.41	-2.35%
3	762	CHINA UNICOM HON	15.84	0.64%	1109	CHINA RES LAND	12.22	-2.08%
4	144	CHINA MERCHANT	22.50	0.22%	836	CHINA RES POWER	13.78	-1.57%
5	135	KUNLUN ENERGY CO	10.10	0.20%	297	SINOFERT HOLDING	1.97	-1.50%
6					291	CHINA RES ENTERP	26.75	-1.29%
7					966	CHINA TAIPING IN	14.76	-1.20%
8					267	CITIC PACIFIC	13.20	-1.20%
9					123	YUEXIU PROPERTY	1.08	-0.92%
10					941	CHINA MOBILE	72.60	-0.89%

Interest Rates Monitor



Commodity Monitor



Appendix: H-Share and A-share Price Comparison Table (12/20)

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	5.44	0.0%	4.56	-1.3%	-2.8%	6.81	6.56	5.91	1.43	
1398	601398	ICBC	4.65	1.1%	4.15	-0.5%	-8.7%	7.02	6.45	5.86	1.54	
1288	601288	ABC	3.19	-0.3%	2.58	0.8%	0.7%	7.88	6.55	5.69	1.56	
3988	601988	BANK OF CHINA	2.83	0.7%	2.91	-0.3%	-20.8%	5.36	5.33	4.97	0.96	
3328	601328	BANKCOMM	5.33	0.2%	4.46	-0.9%	-2.6%	5.98	5.39	5.08	1.09	
3968	600036	CM BANK	15.52	1.0%	11.63	-0.2%	8.7%	8.78	7.97	7.45	1.88	
998	601998	CITIC BANK	4.31	1.4%	3.99	0.3%	-12.0%	5.48	5.42	5.30	1.08	
1988	600016	MINSHENG BANK	6.39	-0.2%	6.01	-0.3%	-13.4%	5.37	5.49	5.20	1.14	
2628	601628	CHINA LIFE	18.50	-1.1%	16.56	1.5%	-9.0%	14.92	16.55	12.27	2.16	
2318	601318	PING AN	52.90	-1.0%	36.32	0.5%	18.7%	16.10	16.20	12.28	2.54	
2601	601601	CPIC	21.00	0.5%	19.23	1.2%	-11.0%	17.11	14.21	11.41	1.83	
1336	601336	NEW CHINA LIFE	23.75	-5.4%	26.88	-0.3%	-28.0%	10.35	17.43	13.63	-	
6030	600030	CITIC SEC	12.88	-1.1%	10.10	-1.9%	3.9%	9.21	9.82	15.73	1.48	
857	601857	PETROCHINA	9.12	1.4%	9.68	0.5%	-23.2%	9.69	9.60	8.70	1.40	
386	600028	SINOPEC CORP	8.04	0.8%	7.13	0.6%	-8.1%	7.33	7.45	6.85	1.25	
338	600688	SHANGHAI PEICHEM	2.53	-1.2%	6.32	-0.5%	-67.4%	-	7.61	6.36	0.81	
1033	600871	YIZHENG CHEM	1.70	0.0%	7.46	-0.1%	-81.4%	4.00	5.02	6.08	0.63	
2883	601808	CHINA OILFIELD	10.98	-0.2%	14.63	0.1%	-38.8%	9.99	9.55	8.19	1.51	
568	002490	SHANDONG MOLONG	4.72	-1.7%	11.10	-1.0%	-65.4%	4.43	4.52	6.20	0.95	
1088	601088	SHENHUA ENERGY	32.55	-0.2%	24.26	-0.4%	9.3%	12.68	11.56	10.22	2.60	
1898	601898	CHINA COAL	8.34	-1.3%	8.47	1.0%	-19.8%	11.92	9.16	7.91	1.16	
1171	600188	YANZHOU COAL	15.70	0.0%	21.28	0.0%	-39.9%	5.35	6.86	6.51	1.58	
902	600011	HUANENG POWER	4.06	0.2%	5.06	0.4%	-34.6%	16.84	21.62	13.28	0.89	
991	601991	DATANG POWER	2.41	-1.6%	4.85	1.0%	-59.5%	9.39	13.54	9.77	0.68	
1071	600027	HUADIAN POWER	1.47	1.4%	3.15	-0.6%	-62.0%	32.11	-	17.11	0.50	
670	600115	CHINA EAST AIR	2.71	-0.4%	3.74	0.0%	-41.0%	4.60	5.18	5.49	1.42	
1055	600029	CHINA SOUTH AIR	3.88	-0.5%	4.64	-0.4%	-31.9%	4.44	5.84	6.49	1.04	
753	601111	AIR CHINA	5.23	-1.9%	5.95	-1.0%	-28.4%	4.42	6.16	6.37	1.26	
390	601390	CHINA RAILWAY	2.61	0.0%	2.70	-0.7%	-21.2%	6.76	7.31	6.54	0.67	
1186	601186	CHINA RAIL CONS	4.35	0.5%	4.03	-0.7%	-12.1%	9.83	5.93	5.55	0.72	
1766	601766	CSR	5.06	0.6%	4.85	0.2%	-15.0%	14.22	13.43	11.26	2.35	
525	601333	GUANGSHEN RAIL	2.69	-0.4%	3.46	0.3%	-36.7%	8.73	8.63	8.70	0.64	
177	600377	JIANGSU EXPRESS	6.90	0.7%	5.78	1.6%	-2.7%	11.18	10.92	9.97	1.66	
548	600548	SHENZHENEXPRESS	3.27	-2.1%	4.06	-2.2%	-34.4%	7.86	7.77	6.75	0.67	
995	600012	ANHUIEXPRESSWAY	4.12	1.0%	4.39	-0.9%	-23.5%	6.44	6.29	5.75	0.93	
107	601107	SICHUAN EXPRESS	2.99	-0.3%	3.77	-0.5%	-35.4%	6.80	6.09	5.55	0.86	
1065	600874	TIANJIN CAPITAL	2.00	0.0%	5.70	-3.4%	-71.4%	8.19	8.44	8.44	0.68	
1211	002594	BYD COMPANY	16.80	2.7%	22.59	-1.2%	-39.4%	83.01	29.12	21.52	1.60	
2333	601633	GREATWALL MOTOR	11.06	-4.2%	11.48	-1.4%	-21.5%	6.78	7.59	6.58	2.20	
2338	000338	WEICHAI POWER	38.30	1.3%	30.79	-0.2%	1.4%	7.38	8.52	7.77	2.47	
1157	000157	ZOOMLION	8.10	0.0%	7.47	0.5%	-11.6%	5.74	6.70	6.12	1.22	
187	600860	BEIREN PRINTING	1.71	0.0%	4.17	0.0%	-66.6%	10.16	-	-	0.77	
300	600806	JIAODA HIGHTECH	2.30	2.2%	6.33	0.6%	-70.4%	7.17	2.80	2.37	0.72	
42	000585	NE ELECTRIC	0.72	0.0%	2.72	0.0%	-78.4%	24.86	-	-	1.54	
1072	600875	DONGFANG ELEC	22.05	0.5%	23.63	0.3%	-24.0%	11.54	11.24	9.90	2.93	
2727	600627	SH ELECTRIC	3.46	-1.1%	5.23	-1.7%	-46.1%	11.98	11.23	10.10	1.30	
2208	002202	GOLDWIND	3.98	-2.7%	7.89	-0.5%	-58.9%	3.28	10.74	10.96	0.66	
350	000666	JINGWEI TEXTILE	3.70	0.5%	9.30	0.2%	-67.6%	4.21	-	-	0.55	
168	600600	TSINGTAO BREW	41.45	-2.5%	33.68	0.2%	0.3%	23.99	26.82	22.23	4.41	
719	000756	SHANDONG XINHUA	2.00	-1.5%	5.55	0.2%	-70.6%	7.38	-	-	0.43	
874	600332	GUANGZHOU PHAR	6.07	0.0%	13.14	0.0%	-62.4%	13.81	12.09	10.39	1.09	



2607	601607	SH PHARMA	12.34	-1.1%	11.27	0.0%	-10.8%	14.57	13.72	12.60	2.19
1618	601618	MCC	1.62	3.2%	2.66	-1.5%	-50.4%	5.08	5.79	4.83	0.55
347	000898	ANGANG STEEL	5.45	0.7%	4.52	-0.7%	-1.8%	-	65.30	23.62	0.60
323	600808	MAANSHAN IRON	2.49	0.8%	2.52	-0.8%	-19.5%	14.18	33.26	15.97	0.57
1053	601005	CHONGQING IRON	1.16	-0.9%	2.95	0.0%	-68.0%	71.79	63.01	28.64	0.30
2600	601600	CHALCO	3.28	-0.6%	6.57	-0.6%	-59.3%	54.21	28.13	27.55	0.70
358	600362	JIANGXI COPPER	16.52	-1.5%	21.84	0.2%	-38.4%	6.38	6.25	6.22	1.23
2899	601899	ZIJIN MINING	2.91	-1.7%	3.84	-0.3%	-38.3%	9.93	7.98	6.53	2.23
914	600585	ANHUI CONCH	22.45	-1.1%	15.29	1.2%	19.6%	9.36	7.86	7.55	2.43
2009	601992	BBMG	5.08	-0.4%	7.85	1.8%	-47.3%	5.91	4.56	3.87	0.99
588	601588	BEIJING N STAR	1.11	-3.5%	2.73	1.1%	-66.9%	2.23	6.96	-	0.23
763	000063	ZTE	23.65	0.6%	17.51	0.3%	10.1%	19.70	19.60	16.08	2.40
553	600775	NANJING PANDA	1.28	-2.3%	5.62	-0.2%	-81.4%	12.72	-	-	0.45
317	600685	GUANGZHOU SHIP	5.60	-1.4%	15.23	-3.5%	-70.0%	4.15	4.39	3.91	0.80
1919	601919	CHINA COSCO	3.67	0.0%	5.17	-1.5%	-42.2%	46.65	-	-	0.70
2866	601866	CSCL	1.67	5.7%	2.53	-1.2%	-46.2%	6.60	-	-	0.56
1138	600026	CHINA SHIP DEV	4.62	-1.1%	6.11	-0.3%	-38.4%	9.01	11.87	9.34	0.57
2880	601880	DALIAN PORT	1.68	-1.8%	2.69	-0.4%	-49.1%	7.13	7.40	6.68	0.49
921	000921	HISENSE KELON	1.25	-1.6%	3.77	0.8%	-73.0%	2.40	4.07	3.39	1.67
1108	600876	LUOYANG GLASS	1.60	0.0%	6.50	2.7%	-79.9%	4.12	-	-	4.01
1812	000488	CHENMING PAPER	3.59	1.4%	4.76	0.0%	-38.5%	5.04	5.13	3.89	0.46

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 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 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