

Market Summary

Listed Companies (No.)	1,870
- Main Board	478
- SME Board	822
- ChiNext Market	570
Funds	511
Bonds	2,082
Market Cap. (US\$ bn)	3,211.5
- Main Board	1,046.7
- SME Board	1,412.5
- ChiNext Market	752.3
Average Turnover Ratio	2.10
Average P/E Ratio	41.21
No. of IPO (YTD)	124

Most Active Companies

1	Gree Electric Appliances,inc.of Zhuhai (000651)
2	Gansu Shangfeng Cement (000672)
3	East Group (300376)

Top Gainers

1	Shenzhen Tvt Digital Technology (002835)
2	Guangzhou Kdt Machinery (002833)
3	Inventronics (hangzhou) (300582)

Top Decliners

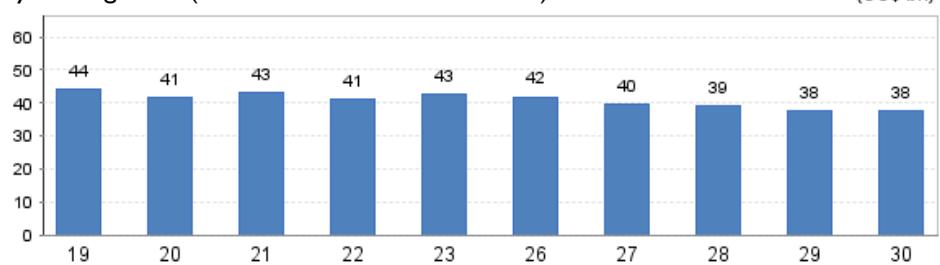
1	Zhejiang Huamei Holding (000607)
2	Surfilter Network Technology (300311)
3	Zhejiang Dragon Pipe Manufacturing (002619)

New Listing

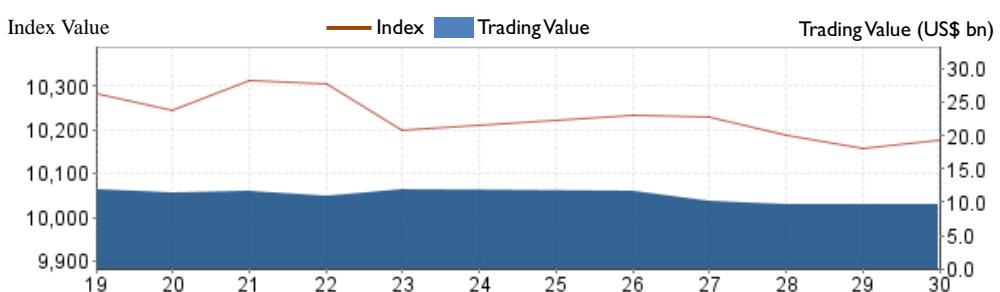
KDT (002833)

KDT landed on SME board on December 28, 2016. Guangzhou KDT Machinery Co., Ltd. principally engages in research and development, production and sale of special equipment such as CNC manufacturing machines for wooden furniture. In 2015, its operating income reached RMB 376 million with the net profit of RMB 89.1 million.

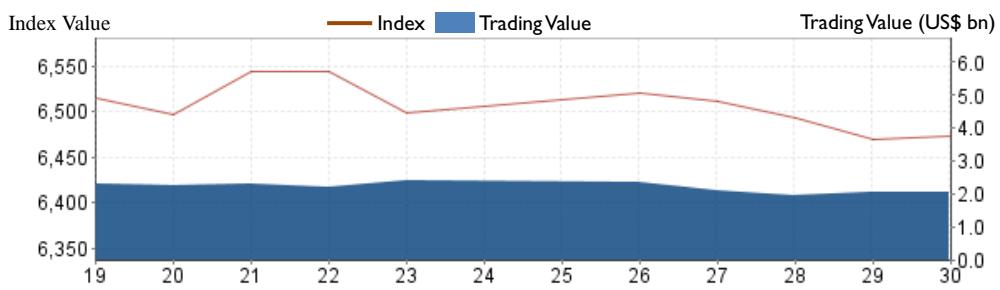
Daily Trading Value (December 19 – December 30)



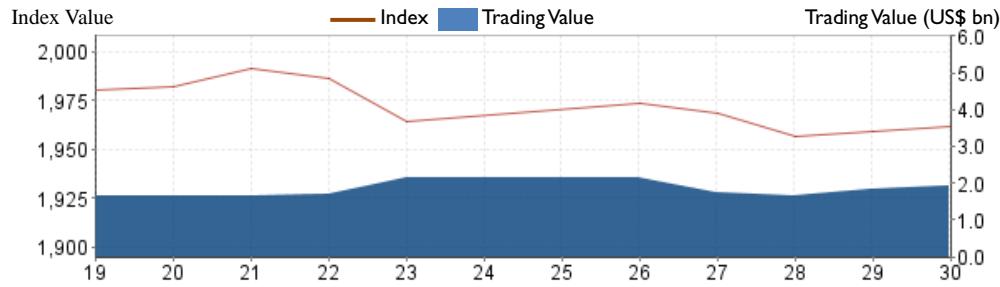
SZSE Component Index (December 19 – December 30)



SME Index (December 19 – December 30)



ChiNext Index (December 19 – December 30)



Market News

CFFEX, SSE and SZSE take stake in Pakistan Stock Exchange

Recently, China Financial Futures Exchange (CFFEX), Shanghai Stock Exchange (SSE), Shenzhen Stock Exchange (SZSE), Pak China Investment Company Limited and Habib Bank Limited as a consortium have won the bid to purchase a 40% stake in the Pakistan Stock Exchange. The three exchanges will hold 30% of Pakistan Stock Exchange's shares. The investment is conducive to broadening of the economic and financial cooperation between the two countries and facilitates the implementation of the Initiatives of One Belt One Road and China-Pakistan Economic Corridor. The investment puts new contents in the traditional friendship between China and Pakistan. Under the premise of controllable risks, the Consortium will implement the follow-up of equity acquisition in line with the principle of equality, cooperation, mutual benefit and win-win situation.

TVT (002835)

TVT landed on SME board on December 28, 2016. Shenzhen TVT Digital Technology Co., Ltd. principally engages in research and development, production and sale of video surveillance and monitoring products including hard disk recorders, cameras and the management platforms for video surveillance and monitoring. In 2015, its operating income reached RMB 494 million with the net profit of RMB 60.3million.

Inventronics (300582)

Inventronics landed on ChiNext Market on December 28, 2016. Inventronics (Hangzhou), Inc. principally engages in research and development, production, sale and technology services of LED power drivers. In 2015, its operating income reached RMB 527 million with the net profit of RMB 93.1million.

New Grand Long (002836)

New Grand Long landed on SME board on December 29, 2016. Guangdong New Grand Long Packing Co., Ltd. principally engages in design, production and sale of cigarette packages. In 2015, its operating income reached RMB 244 million with the net profit of RMB 36.5 million.

Envicool (002837)

Envicool landed on SME board on December 29, 2016. Shenzhen Envicool Technology Co., Ltd. principally engages in research and development, production and sale of precise temperature control and energy saving equipment. In 2015, its operating income reached RMB 421 million with the net profit of RMB 67.8 million.

Aolian EA (300585)

Aolian EA landed on ChiNext Market on December 29, 2016. Nanjing Aolian AE and EA Co., Ltd. principally engages in research and development, production and sale of automotive parts, and electronic and electrical components. In 2015, its operating income reached RMB 267 million with the net profit of RMB 39.5 million.

China issues white paper on transport development

State Council Information Office issued a white paper on the country's transport network, reviewing the sector's tremendous changes in past decades and setting goals for its further expansion. The white paper, titled "Development of China's Transport," said the sector should quicken its pace of development, and fully play its basic role as a vanguard for completing the building of a moderately prosperous society in all respects in 2020. The country is aiming to build a comprehensive transport network that spreads from east to west and south to north, construct passageways that extend beyond its borders, and develop sea routes for the 21st-Century Maritime Silk Road in a five-year period (2016-2020), said the white paper. By 2020, China will have 30,000 km of high-speed railways, covering 80 percent of big cities, and 30,000 km of newly renovated expressways.

China's business index improves in 4Q: central bank

Chinese businessmen reported better operational conditions for the fourth quarter of 2016 and were more confident about the broader economy, said the central bank. The business index grew to 52.6 percent from 50.3 percent in the third quarter and the profitability index rose to 57.1 percent from 54.7 percent, according to a survey by the People's Bank of China (PBOC). In addition, the economic vitality index and the economic confidence index improved over the previous quarter, indicating a brighter outlook. A separate PBOC survey found that Chinese bankers also thought economic vitality had recovered between October and December. According to the survey, 81.1 percent of the polled bankers said monetary policy was "proper," up from 78.2 percent in the third quarter. China's economy has been stabilizing in recent months. Although full-year statistics have yet to be released, all indicators suggest the country is on track to meet its GDP target of 6.5 to 7 percent in 2016.

China vows to boost foreign investment

China is opening more sectors to foreign investment along with measures to level the playing field. Chaired by Premier Li Keqiang, an executive meeting of the State Council approved a new guideline to further attract foreign investment and advance China's opening-up. "We should take measures with great effectiveness in attracting foreign capital," Li stressed. The new guideline emphasizes equal treatment for foreign investors, and no additional restriction is allowed. According to the new guideline, foreign investment access hurdles will be dropped in a number of manufacturing sectors, including rail transport, motorbikes and ethanol fuels. Foreign capital will have access to energy, water conservancy, environmental protection and utilities via franchise agreements. Catalog for industrial access for foreign investors will be amended to match the new measures. Foreign capital will be encouraged to enter the high-end manufacturing industry, as well as manufacturing-related services, such as industrial design and modern logistics.