

Market Summary

Listed Companies (No.)	1,800
- Main Board	478
- SME Board	795
- ChiNext Market	527
Funds	490
Bonds	1,736
Market Cap. (US\$ bn)	3,331.4
- Main Board	1,079.2
- SME Board	1,458.1
- ChiNext Market	794.1
Average Turnover Ratio	2.28
Average P/E Ratio	41.95
No. of IPO (YTD)	54

Most Active Companies

1	China Vanke (000002)
2	Dongxu Optoelectronic Technology (000413)
3	Citic Guoan Information Industry (000839)

Top Gainers

1	Omnijoi Media Corporation (300528)
2	Suzhou Goldengreen Technologies (002808)
3	Jafron Biomedical (300529)

Top Decliners

1	Wuhan Zhongnan Commercial Group (000785)
2	Shanxi Sanwei Group (000755)
3	Zhejiang East Crystal Electronic (002199)

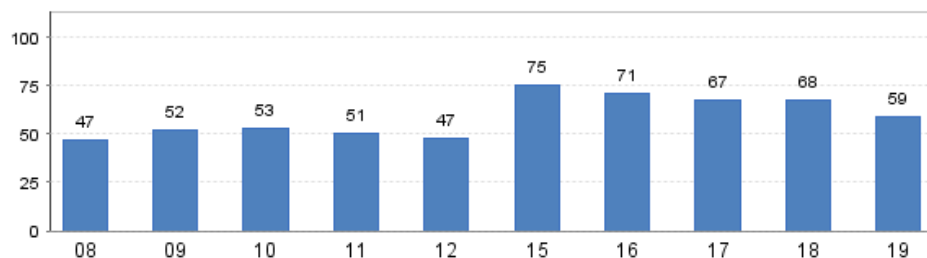
New Listing

New Trend International (300532)

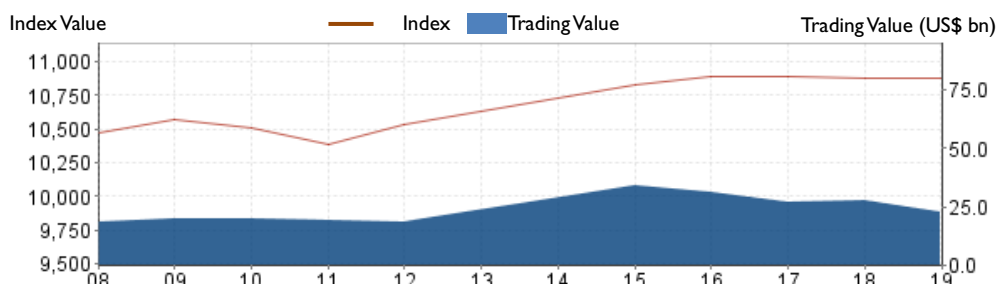
New Trend International landed on ChiNext board on August 18. The company principally engages in providing integrated solutions for automatic logistics systems. In 2015, its operating income reached 507 million yuan with the net profit of 62.3028 million yuan.

Daily Trading Value (August 08 – August 19)

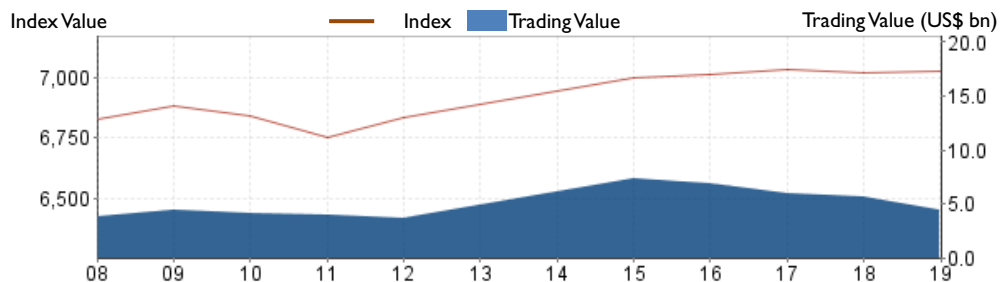
(US\$ bn)



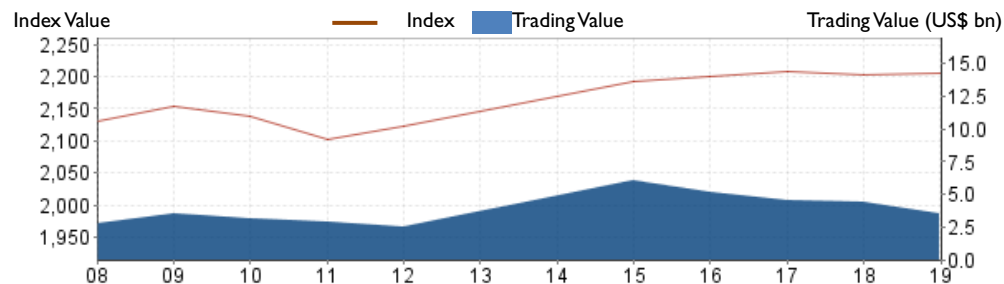
SZSE Component Index (August 08 – August 19)



SME Index (August 08 – August 19)



ChiNext Index (August 08 – August 19)



Market News

Approval of Shenzhen Hong-Kong Stock Connect

The CSRC, SFC issued a joint announcement on 16 August, 2016, approving in principle the establishment of mutual stock market access between Shenzhen and Hong Kong. According to a person in charge with SZSE, the joint announcement specifies the scope of eligible shares included in Shenzhen-Hong Kong Stock Connect. The eligible shares are listed on the Main Board, SME Board and ChiNext Market and represent China's emerging industries, highlighting high-growth market feature and offering expanded investment opportunities for both domestic and overseas investors. In order to ensure the smooth launch and safe operation of Shenzhen-Hong Kong Stock Connect, SZSE will make careful preparations, actively carry out lawful, strict and comprehensive supervision, strengthen market surveillance, prevent risks associated with cross-border speculations, crack down on irregularities and violations such as market manipulation, and enhance relevant risks disclosure and promoting investor education.

Bingchuan Network (300533)

Bingchuan Network landed on ChiNext board on August 18. The company principally engages in development of multiplayer online games based on self-developed engine technology, and operation of self-developed online games by the main way of independent operation and other ways of combining authorized operation with joint operation. In 2015, its operating income reached 370 million yuan with the net profit of 171.5492 million yuan.

CSRC Suspends Creation of New Structured Funds

The CSRC has suspended indefinitely the creation of new structured funds, citing concerns that they are "too complicated" for ordinary investors to understand the risk involved.

The CSRC said that it had stopped approving the registration of new structured funds and was researching new regulations for them. These leveraged products allow investors to borrow money for trading and were very popular in China last year before the summer stock market crash. Many investors who subscribed to the risky tranches of structured funds lost heavily during the market rout.

CSRC Downgrades 58 of 95 Brokerages for Flouting Many Rules

58 of China's 95 brokerages have been downgraded by the CSRC in its annual classification. The main reasons for the downgrades are brokerages' non-compliance with regulations, flouting of rules and below-par risk management capacity. Researchers said the downgrades will help make the market more transparent and cleaner. But, the downgrades are also expected to further squeeze brokerages' already shrinking net profit due to market fluctuations.