

Hong Kong Market Report

Asia Securities Forum 2014

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ECONOMIC PERFORMANCE



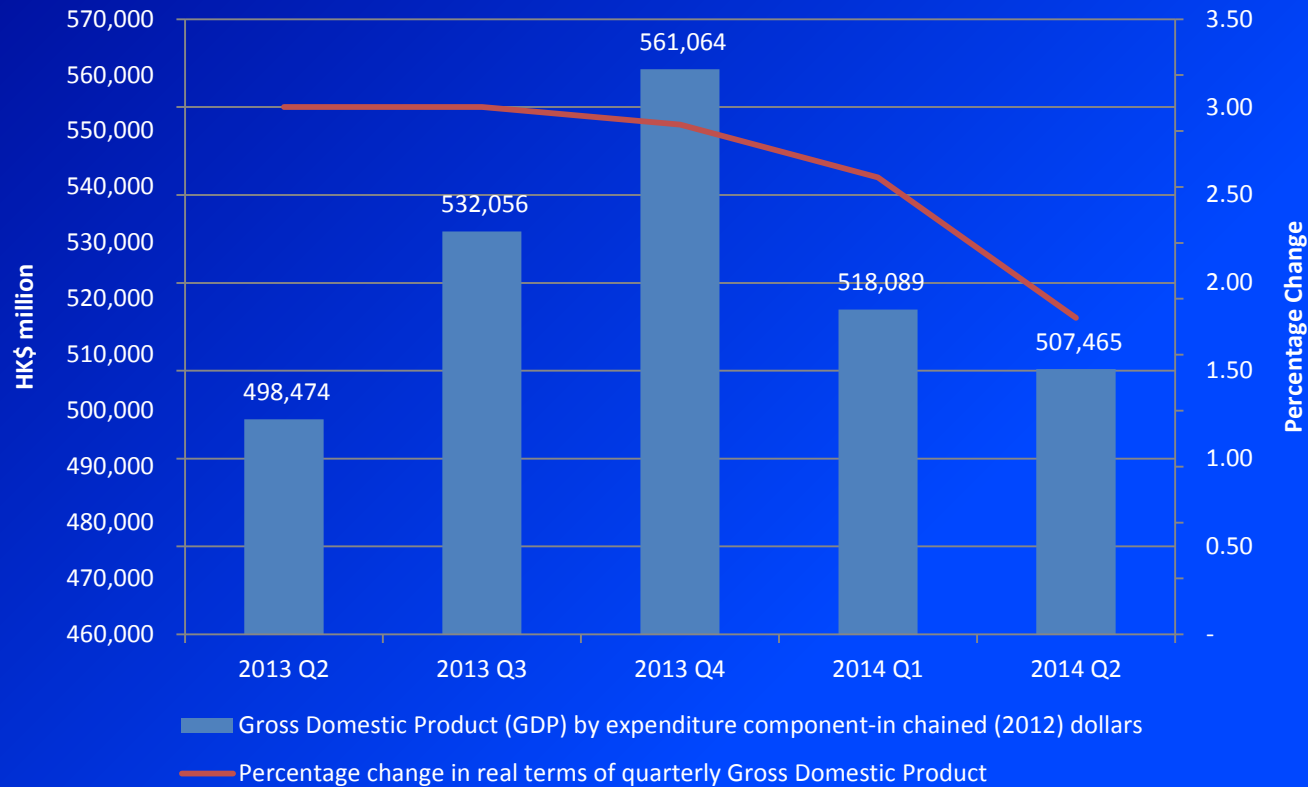
Key Economic Indicators

	2011	2012	2013	2014Q2
GDP (yoy, %)	4.9	1.5	2.9	1.8
CPI (yoy, %)	5.3	4.1	4.3	3.6
Unemployment rate (%)	3.4	3.3	3.3	3.2
Foreign reserve (US\$ billion)	285.4	317.3	311.2	320.9
Balance of Payments (US\$ billion)	11.13	24.22	7.42	n/a

Source: Census and Statistics Department, the HKSAR Government



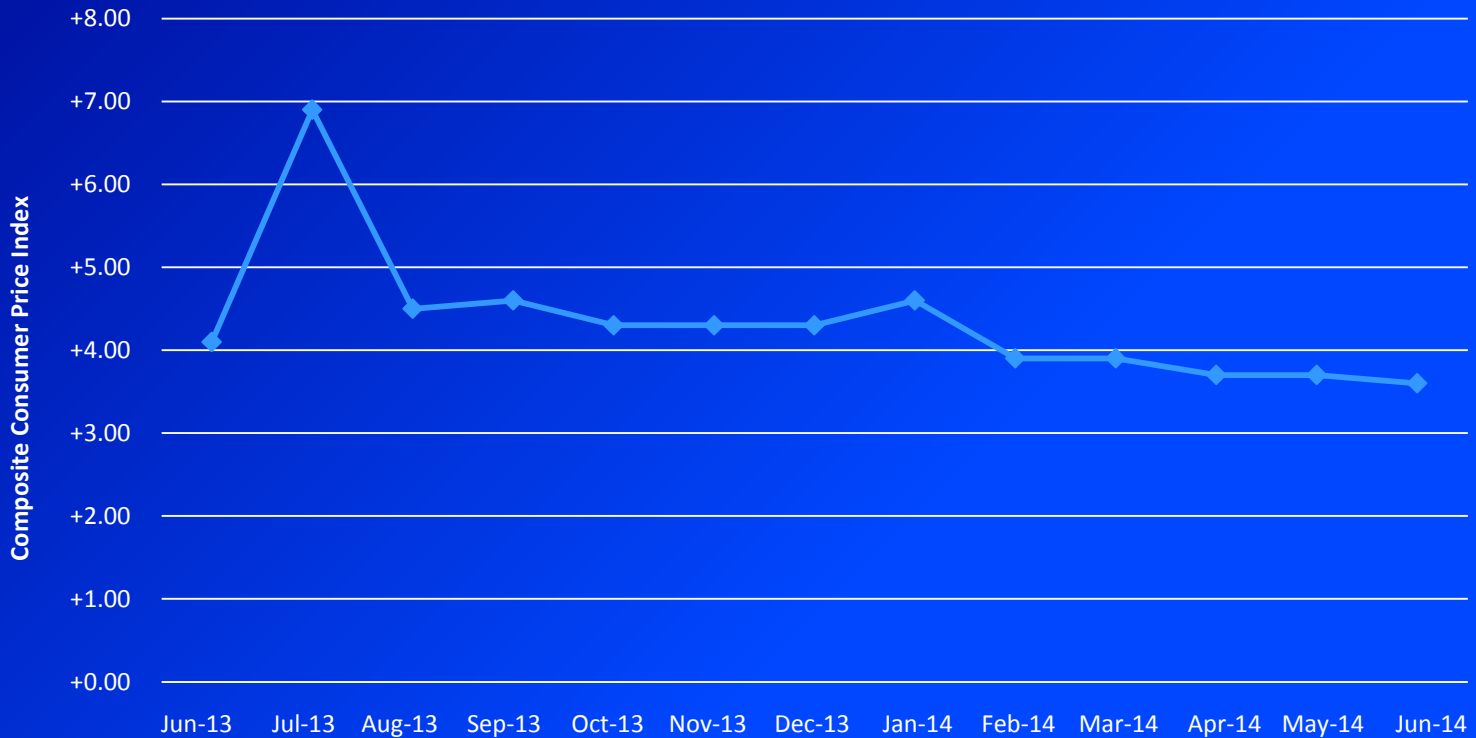
Year-on-year GDP Growth



Source: Census and Statistics Department, the HKSAR Government – In chained (2012) dollars



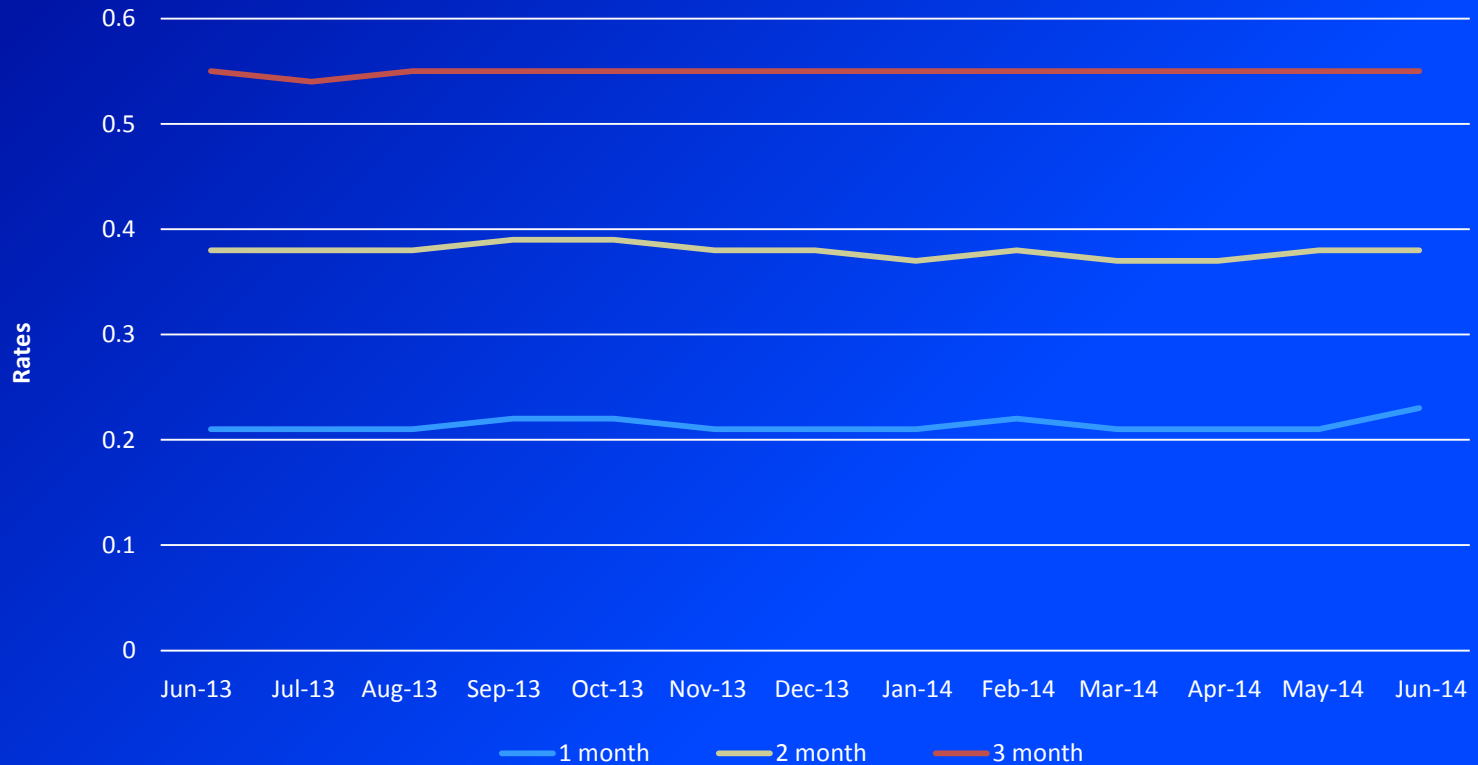
Year-on-year Rates of Change in the Consumer Price Index



Source: Census and Statistics Department, the HKSAR Government



Hong Kong Dollar Interest Settlement Rates



Source: Census and Statistics Department, the HKSAR Government



SECURITIES MARKETS



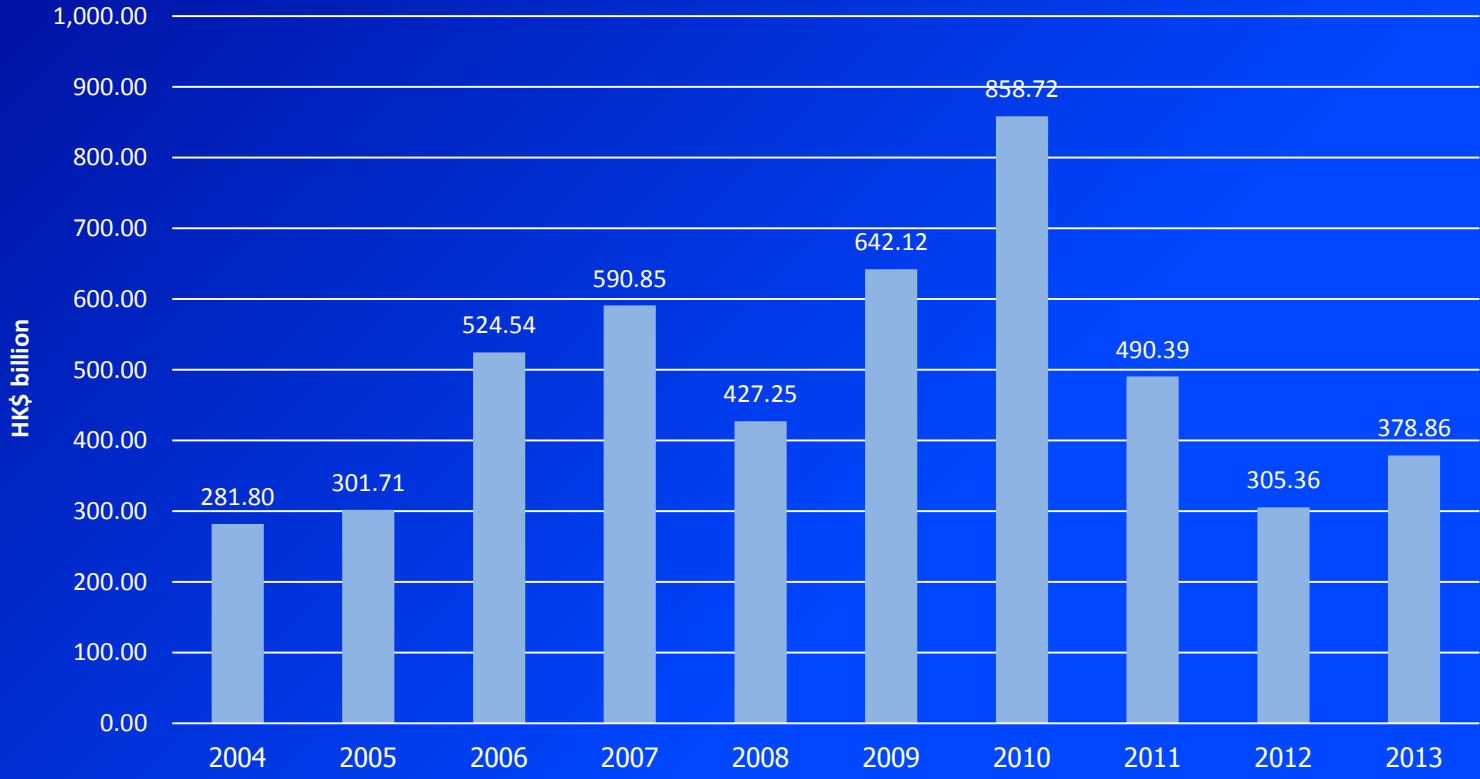
Key Statistics of Securities Listed on SEHK

	2011	2012	2013	2014 (June)
Number of listed companies	1,496	1,547	1,643	1,689
Total market capitalization (HK\$Bil)	17,537	21,950	24,042	23,944
Number of listed securities	6,723	6,903	8,522	9,265
Number of equity warrants	15	11	8	5
Number of derivatives warrants	4,027	3,747	4,715	5,054
Number of Callable Bull/Bear Contracts	901	1,214	1,620	1,846
Number of mutual funds	88	111	129	136
Number of debt securities	169	269	403	531

Source: HKEx



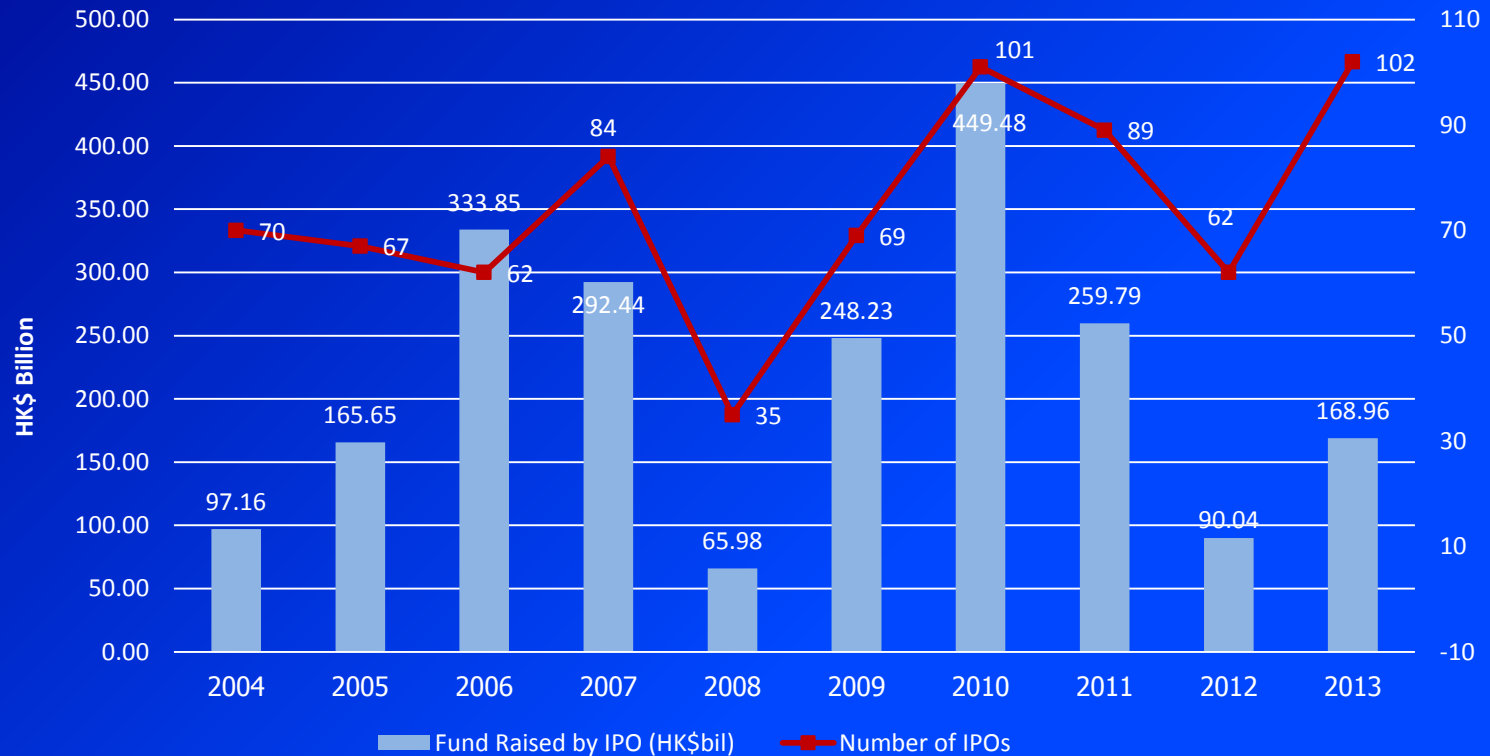
Total Fund Raised-Equity Capital Market



Source: HKEx



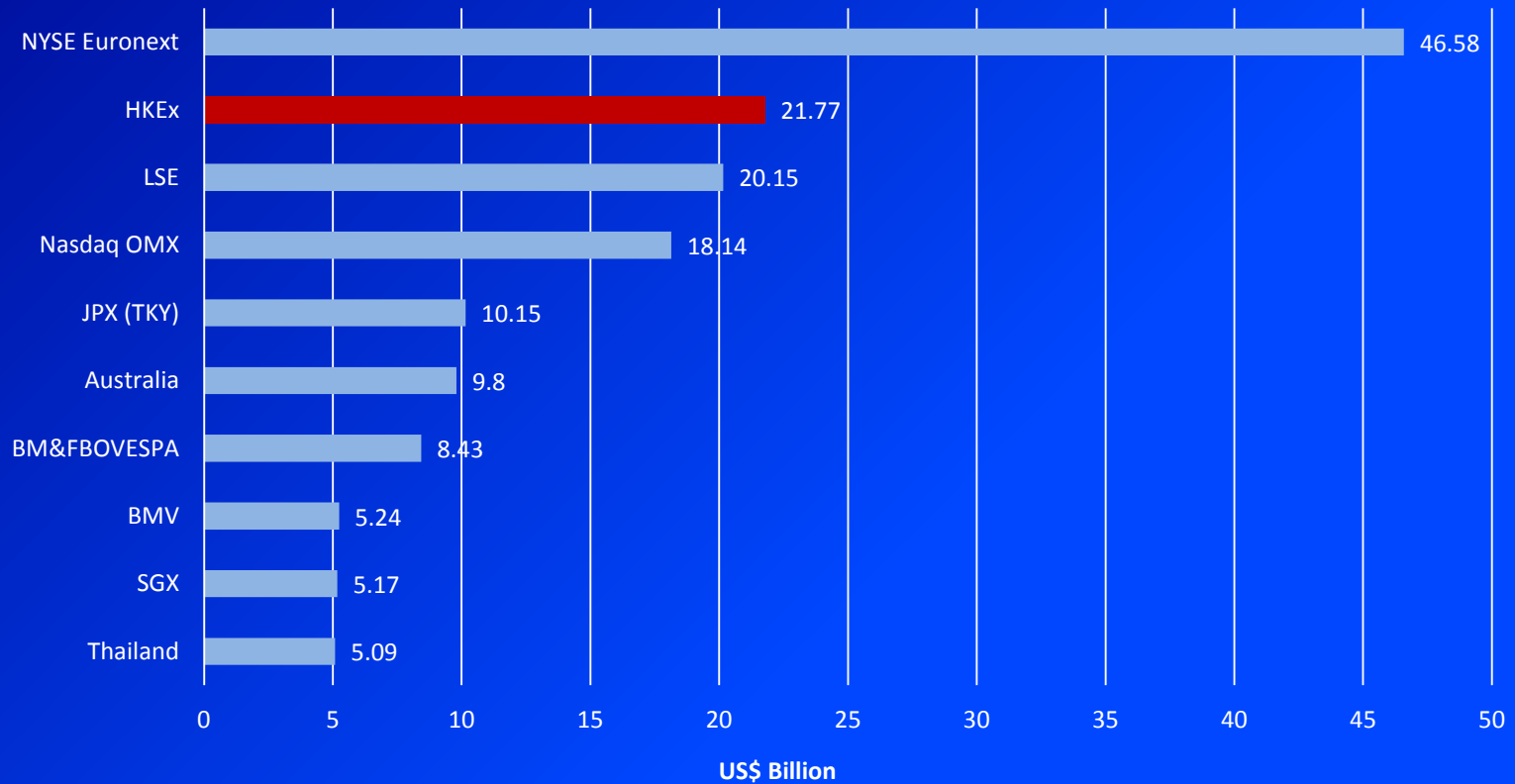
Number of IPOs and Fund Raised



Source: HKEx



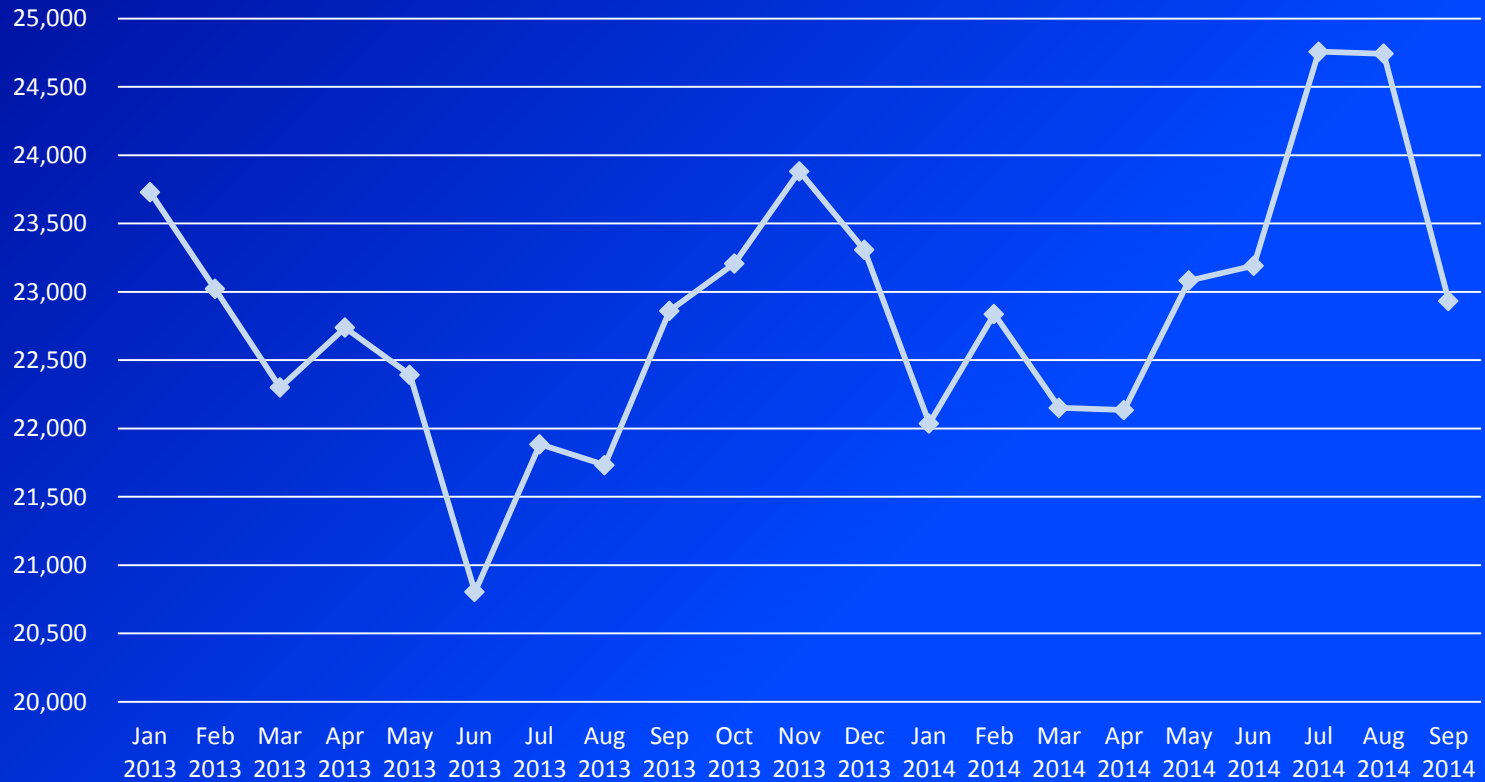
2013 Global IPO League Table By Equity Funds Raised



Source: HKEx



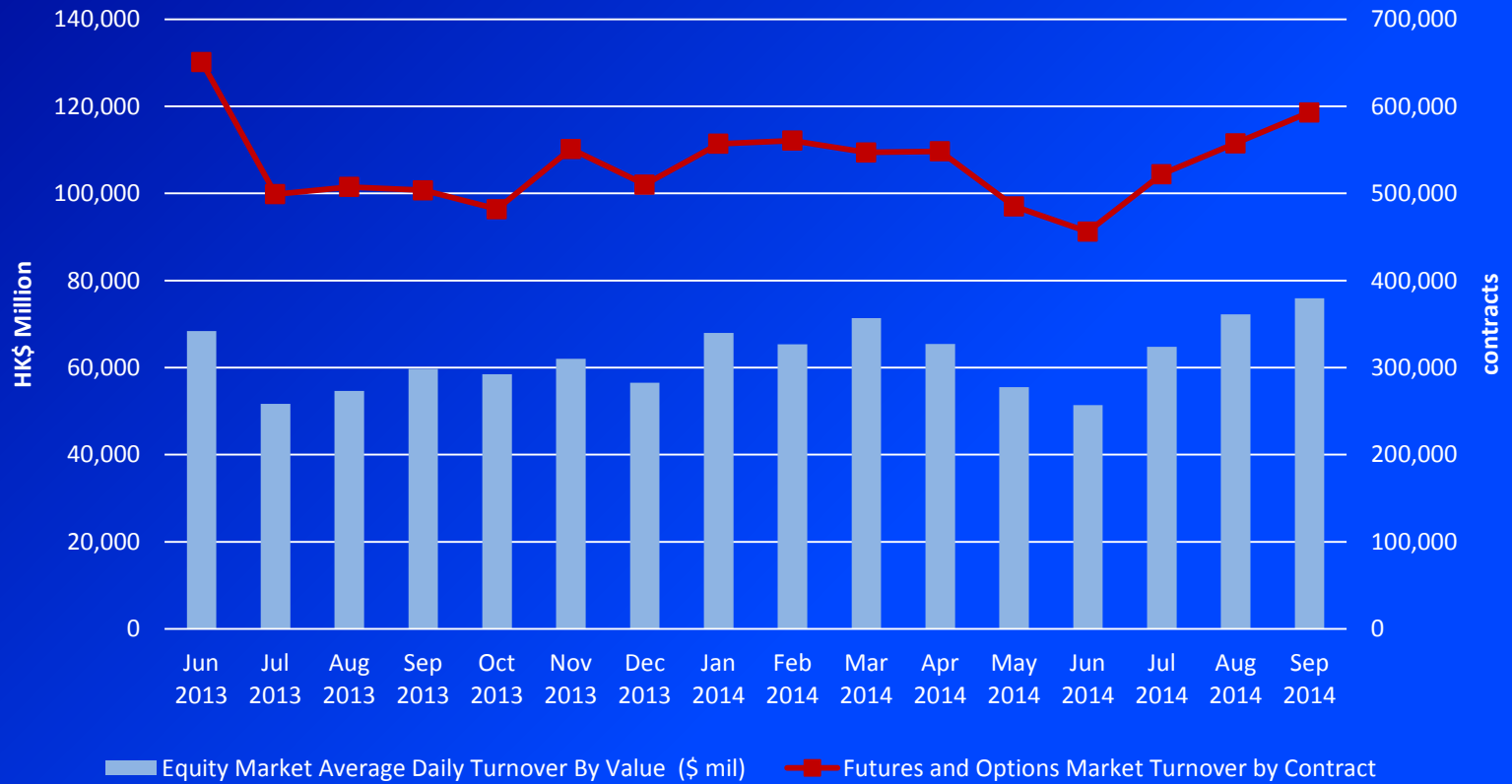
Movements of Hang Seng Index



Source: HKEx



Trading Statistics



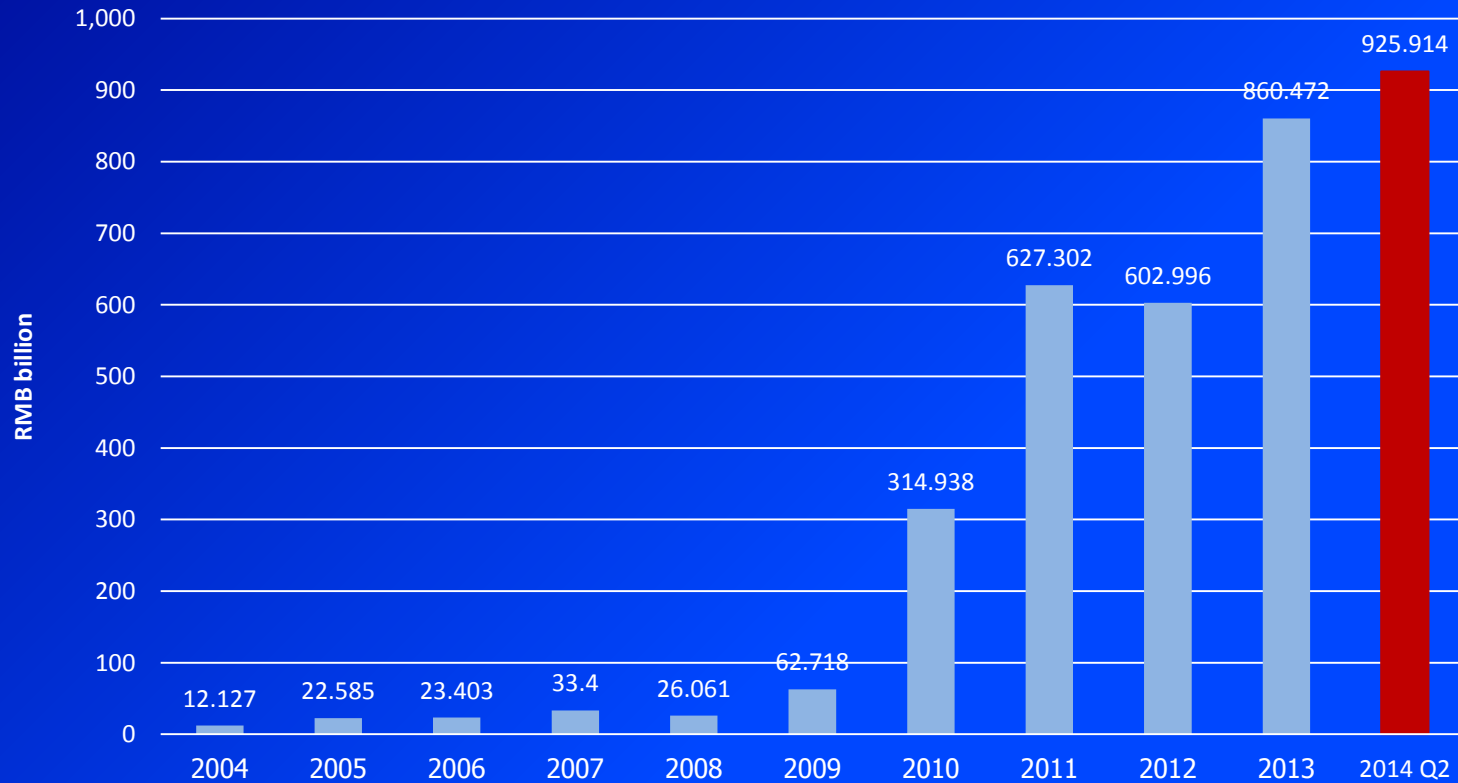
Source: HKEx



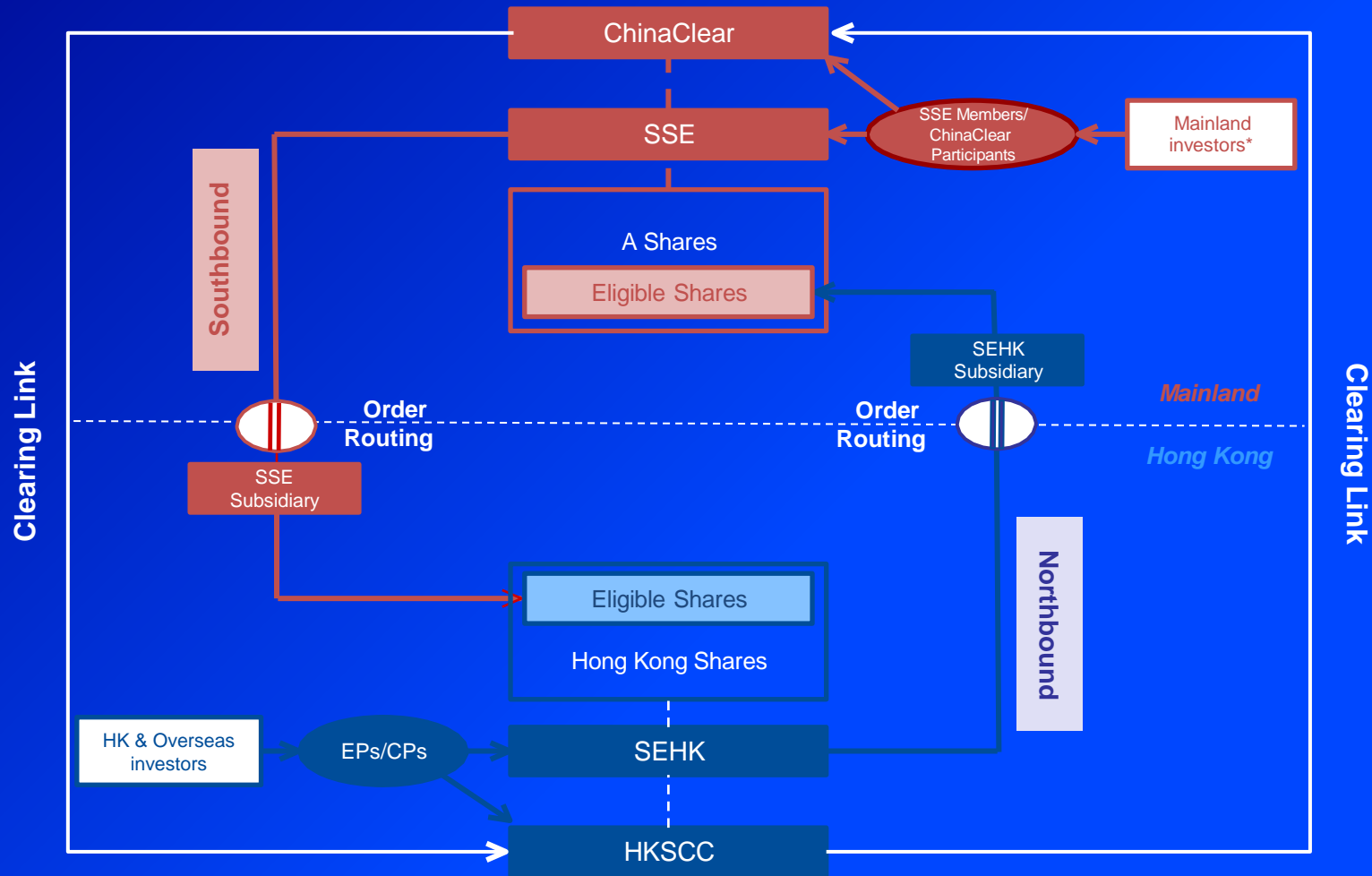
MAJOR MARKET DEVELOPMENTS



Renminbi deposits in Hong Kong



Shanghai – Hong Kong Stock Connect



Eligible Securities

	Northbound: SSE Securities	Southbound: SEHK Securities
Index Constituent Stocks	SSE180 SSE380	HS LargeCap HS MidCap
A+H	SSE-SEHK A+H	SSE-SEHK A+H
Excluding	<ul style="list-style-type: none"> Shares under risk alert board Shares that are not traded in RMB 	<ul style="list-style-type: none"> A+H on other Mainland exchange Shares that are not traded in HKD H Share with corresponding SSE A Share under risk alert board
Total No of Stocks*	568	266

* No. of stocks as of 10 April 2014

For any SSE – listed shares not accepted as an eligible SSE – listed shares upon launch due to its being under risk alert board, if it is subsequently removed from the risk alert board, it will be accepted as an SSE – listed shares if it falls under any of the selection criteria



Investor Eligibility

Northbound

All Hong Kong and overseas institutional investors

All Hong Kong and overseas individual investors

Southbound

All Mainland institutional investors

Qualified individual investors
(with minimum securities and cash asset value of RMB500,000)



** Except for Investor Participants who should maintain their A shares with their brokers or custodians*

Participant Eligibility

Northbound

All SEHK Participants

All HKSCC Participants

Southbound

All SSE Members

All ChinaClear Participants



Quotas

	Southbound Trading SEHK Securities	Southbound Trading SEHK Securities
Maximum Aggregate Quota	RMB 300 billion	RMB 250 billion
Daily Quota	RMB 13 billion	RMB 10.5 billion



The End

