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SGX – Singapore Exchange

China Equity Strategies For 2022 & Beyond

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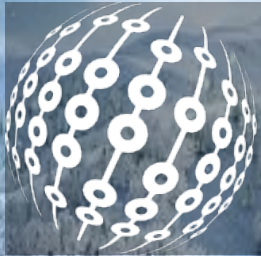
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China Equity Strategies For 2022 & Beyond

Outlook on H50 and A50 Stock Index Benchmarks & Futures

by Tariq Dennison, +852 9476 2868

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About Tariq Dennison TEP CFP^{CM}

- Independent Adviser Managing accounts on Interactive Brokers Platform
 - US RIA: GFM Asset Management LLC
 - HK Type 9: GFM Group Limited
- 23 years global markets experience
 - Commerzbank (NY, London, Frankfurt)
 - Bear Stearns (NY)
 - J.P. Morgan (NY)
 - Canadian Imperial Bank of Commerce
 - Societe Generale (HK)
- Masters in Financial Engineering
 - University of California at Berkeley
- Lecturer at ESSEC Business School
 - Fixed Income
 - Alternative Investments
- Author of "Invest Outside the Box"



Outline of Fundamental Part

- China in Global and EM Index Benchmarks
- China Post-COVID-19
- China's "Alphabet soup": Review of A vs H shares
- Understanding the main benchmarks: Hang Seng, H50, and A50

Outline of Action Part

- Understanding the options
 - ETF vs index
 - Exchanges & hours
 - Sizes & currencies
- Sample long and short trading strategies

Big picture: China vs World and EM

China in global portfolios:

iShares MSCI ACWI ETF

Overview	Performance & Distributions	Fund Facts	Sus
Sector	Geography		

as of Oct 29, 2021

Type	▲	Fund ▶
United States		60.47
Japan		5.68
China		3.98
United Kingdom		3.60
Canada		2.91
France		2.84
Switzerland		2.45
Germany		2.22
Australia		1.76
Taiwan		1.68
Korea (South)		1.40
India		1.37

VTTotal World Stock ETF

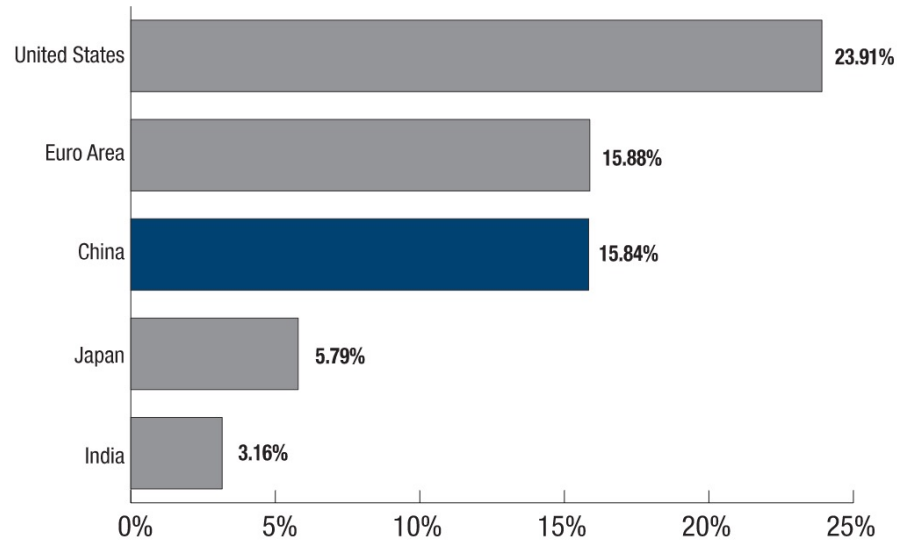
Overview	Performance	Price
United States		58.60%
Japan		6.77%
United Kingdom		3.98%
China		3.79%
Canada		2.72%
France		2.54%
Switzerland		2.29%
Germany		2.26%
Australia		1.94%
Taiwan		1.92%
India		1.63%
Korea		1.38%
Netherlands		1.21%



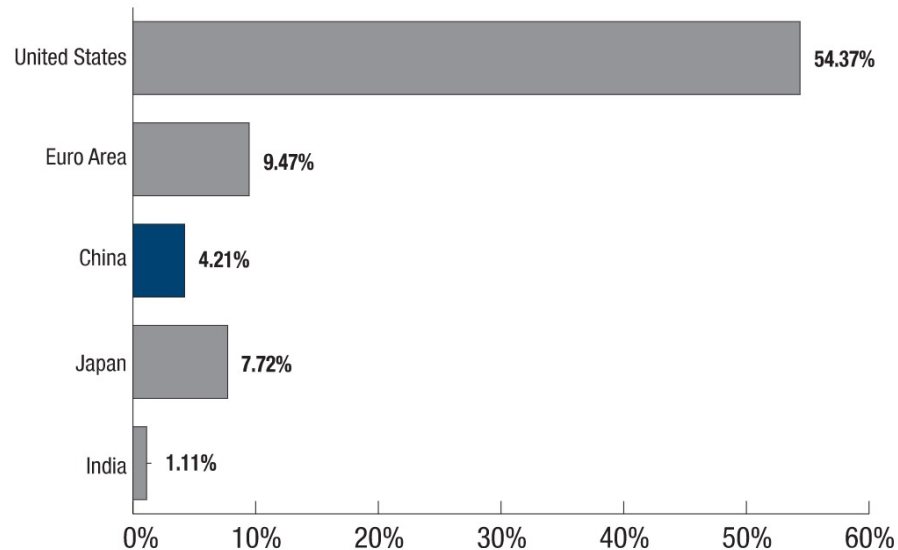
Source: iShares, Vanguard

China's GDP vs Weight In Stock Benchmarks

GDP % of World
as of 12/31/20



Weight % in FTSE All World Index
as of 12/31/20



Source: World Bank

Source: <https://www.paceretfs.com/products/afty>

China in EM:

iShares Core MSCI Emerging Markets ETF

Overview Performance & Distributions Fund Facts Su

Sector Geography

as of Oct 29, 2021

Type	▲	Fund ▶
China		31.42
Taiwan		15.52
India		12.97
Korea (South)		12.86
Brazil		4.09
Russian Federation		3.66
Saudi Arabia		3.30
South Africa		3.19
Thailand		1.88
Mexico		1.87
Malaysia		1.57
Indonesia		1.48

Show All ^{up}

VWO FTSE Emerging Markets ETF

Overview Performance Price

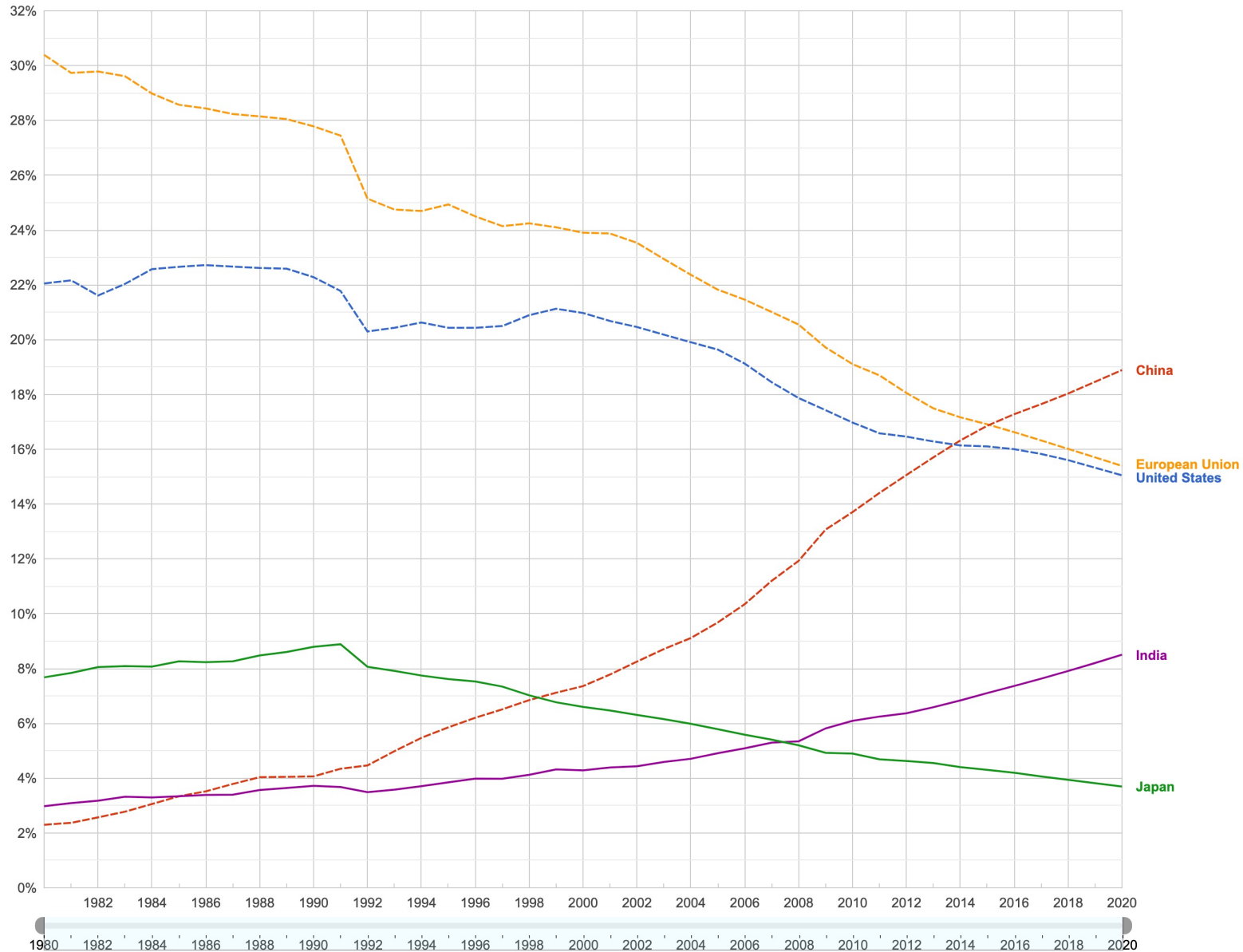
China	36.53%
Taiwan	17.94%
India	15.39%
Brazil	5.43%
South Africa	3.75%
Saudi Arabia	3.54%
Russia	3.37%
Thailand	2.44%
Mexico	2.22%
Malaysia	1.94%
Indonesia	1.53%
United Arab Emirates	0.91%
Philippines	0.88%

Source: iShares, Vanguard



China's GDP % of World vs rest of "JUICE"

GDP based on PPP share of world total (%) ?



Data from IMF, October 2014 WEO Last updated: Jun 19, 2018
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Source: Google Public Data

The longer-term consumer numbers that matter...

Number of high-income consumers

(m)

12.0

10.0

8.0

6.0

4.0

2.0

0.0

2015

Additional in 2016-30

12.0

10.0

8.0

6.0

4.0

2.0

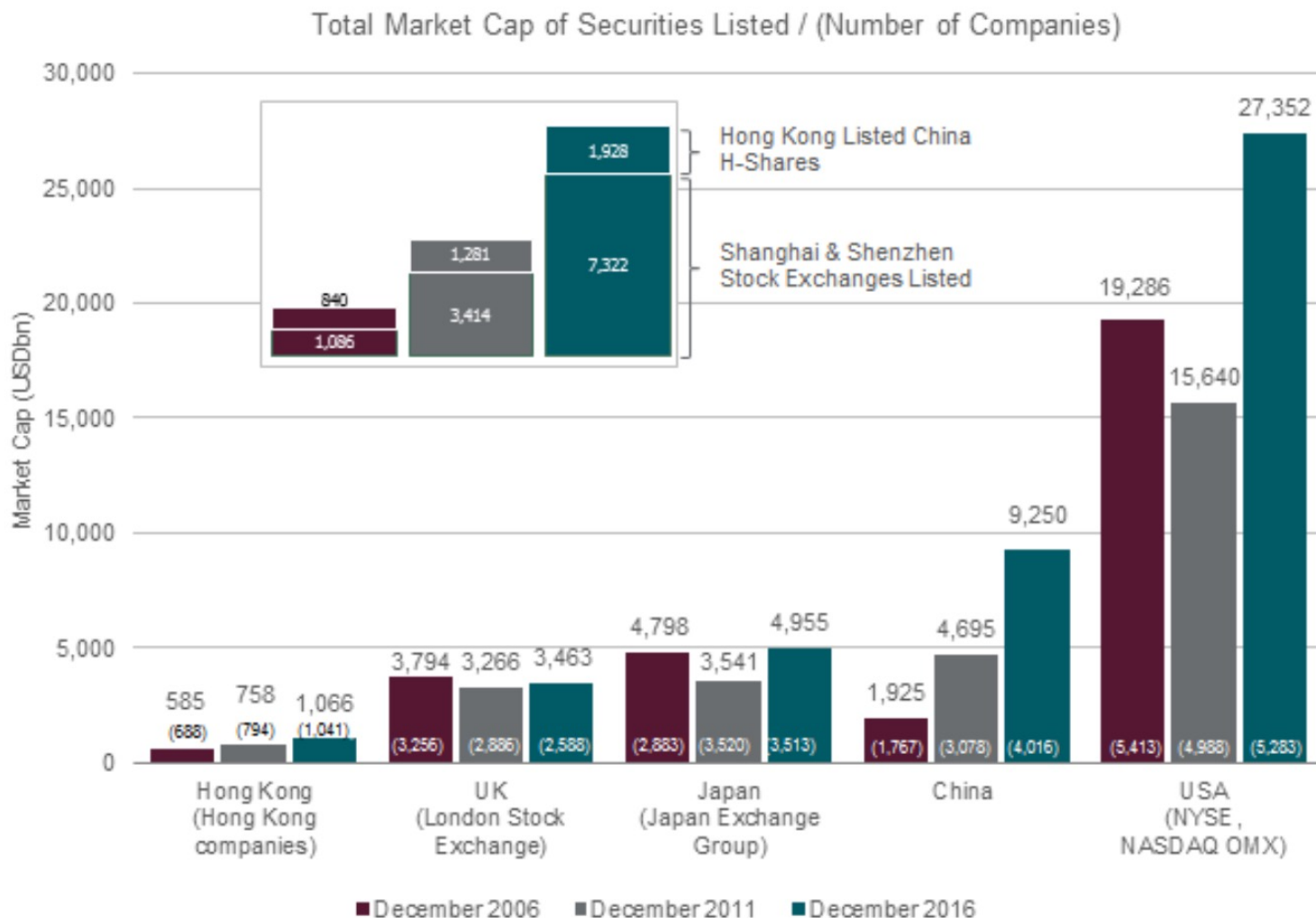
0.0



Note: high-income consumers refer to individuals with a grey income-adjusted disposable income of above Rmb200,000 per year at 2015 constant prices.

Source: The Economist Intelligence Unit.

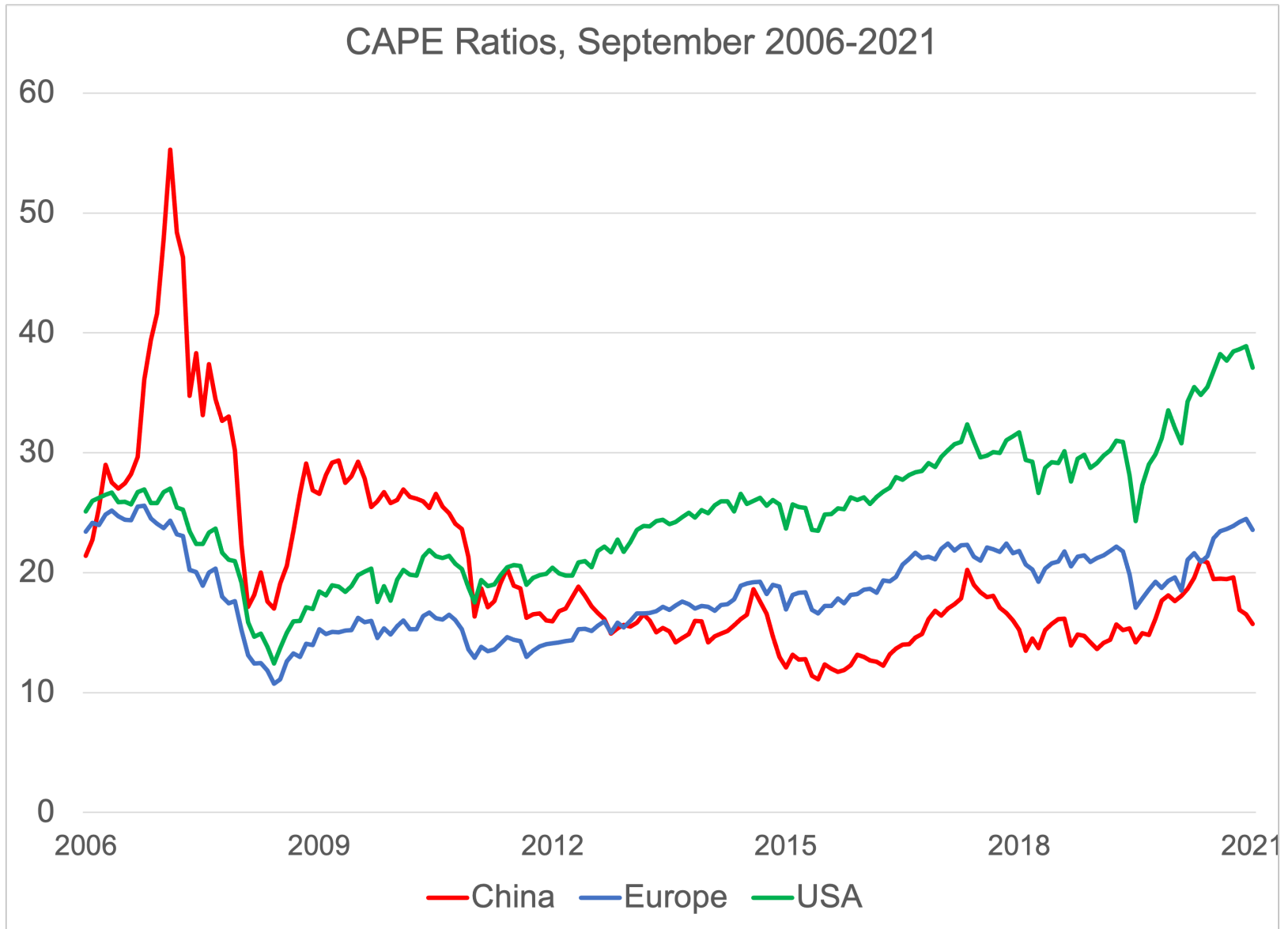
Growth of China's Equity Market Equally Impressive



Source: WFE, FTSE Russell, data as at December 31, 2016.

Source: <https://www.ftserussell.com/ja/research/preparing-chinas-inclusion-global-benchmarks-flexible-approach-managing-transition>

Chinese stocks have gotten relatively cheap...



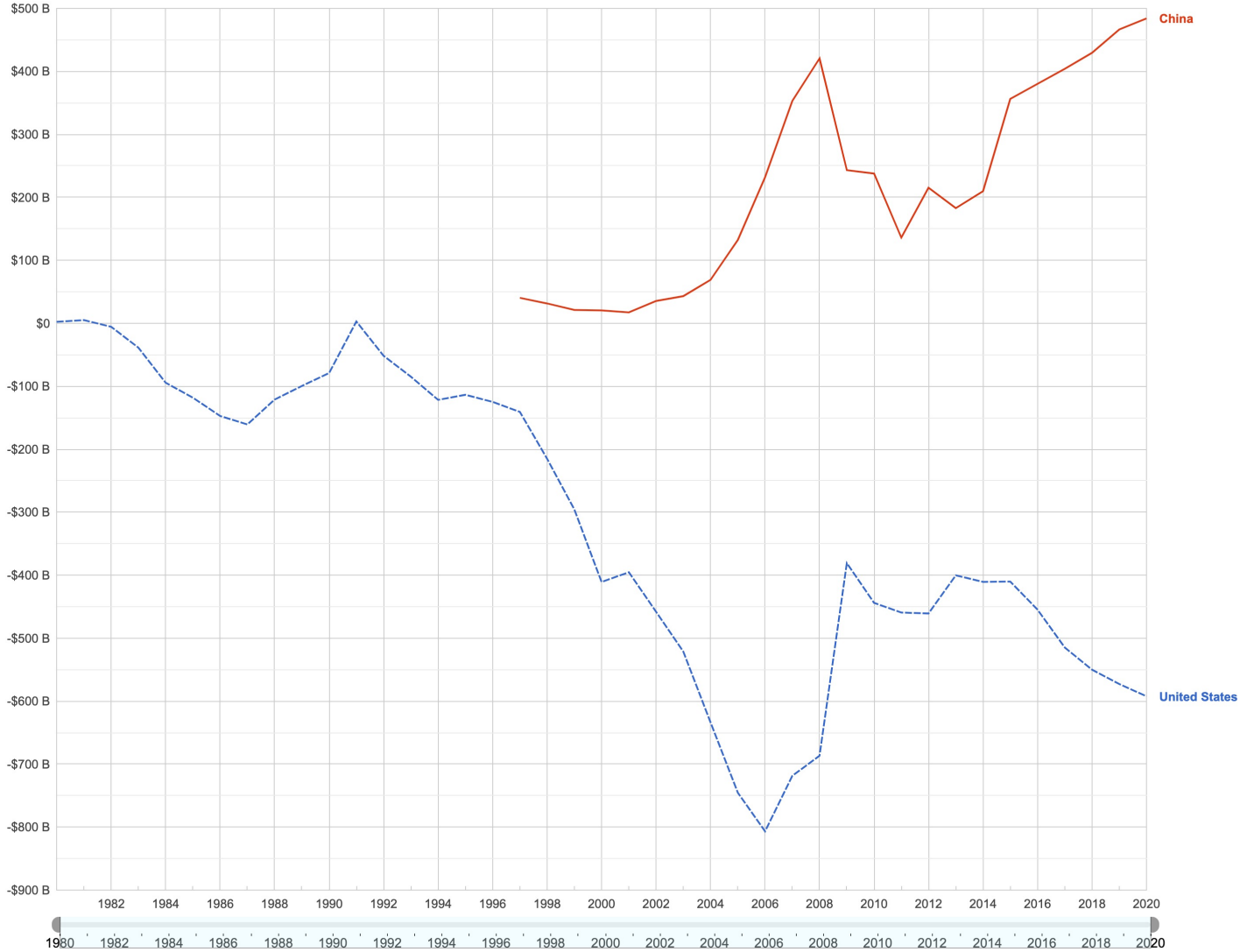
... one of the few cheaper than 2011

Date	30/09/2011	30/09/2020	30/09/2021	2021 vs 2011	2021 vs 2020
Australia	16.1	19.2	23.4	46%	22%
Brazil	13.0	18.1	17.2	32%	-5%
Canada	19.7	21.8	25.1	27%	15%
China	16.4	17.6	15.7	-4%	-11%
Hong Kong	18.3	15.4	18.0	-1%	17%
Taiwan	20.1	25.6	30.4	51%	19%
Europe	12.9	19.6	23.6	83%	20%
France	12.5	20.4	26.9	116%	32%
Germany	15.5	19.7	21.7	40%	10%
Italy	8.6	18.6	24.7	186%	33%
India	20.0	22.5	35.1	75%	56%
Israel	16.7	14.8	18.5	10%	25%
Japan	19.6	20.6	24.4	24%	18%
Korea	14.7	14.1	17.6	19%	24%
Mexico	23.5	16.9	21.3	-9%	26%
Netherlands	13.0	28.8	39.3	203%	37%
Poland	12.7	9.3	12.6	-1%	35%
Russia	6.7	8.4	11.7	74%	40%
Singapore	15.8	12.7	16.5	5%	29%
South Africa	18.8	17.8	17.7	-6%	0%
Spain	10.9	12.1	16.8	53%	39%
Sweden	17.2	22.3	24.1	40%	8%
Switzerland	17.8	27.9	29.8	68%	7%
Turkey	13.9	7.6	7.5	-46%	-2%
UK	12.7	14.1	17.3	36%	22%
USA	17.5	32.1	37.1	112%	16%

Source: <https://indices.barclays/IM/21/en/indices/static/historic-cape.app>

Still Relevant: US vs China Trade Balances

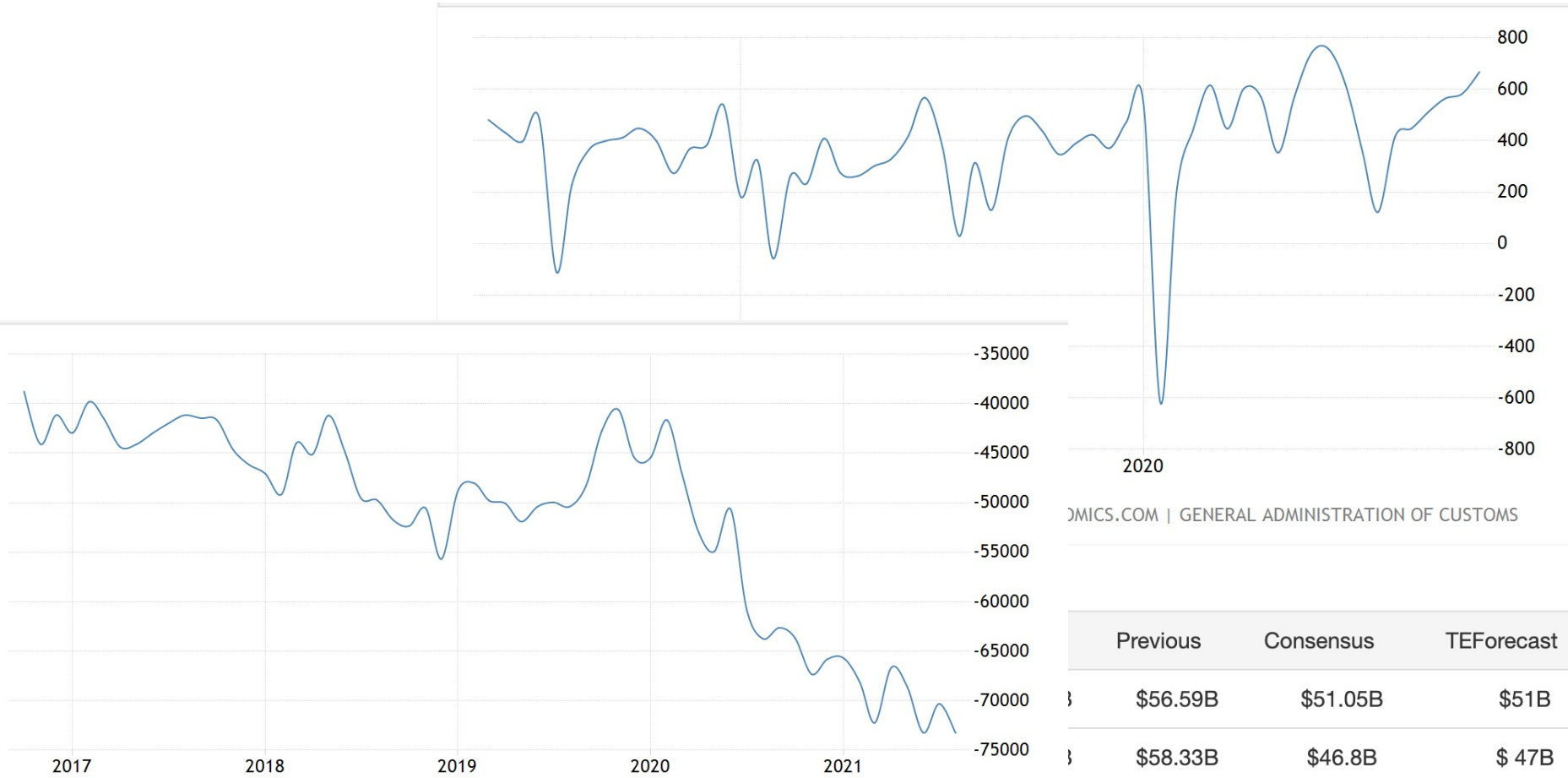
Current account balance (US\$) ?



Data from IMF, October 2014 WEO Last updated: Jun 19, 2018

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The last 5 years of US-China Trade



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	Previous	Consensus	TEForecast
}	\$56.59B	\$51.05B	\$51B
}	\$58.33B	\$46.8B	\$ 47B

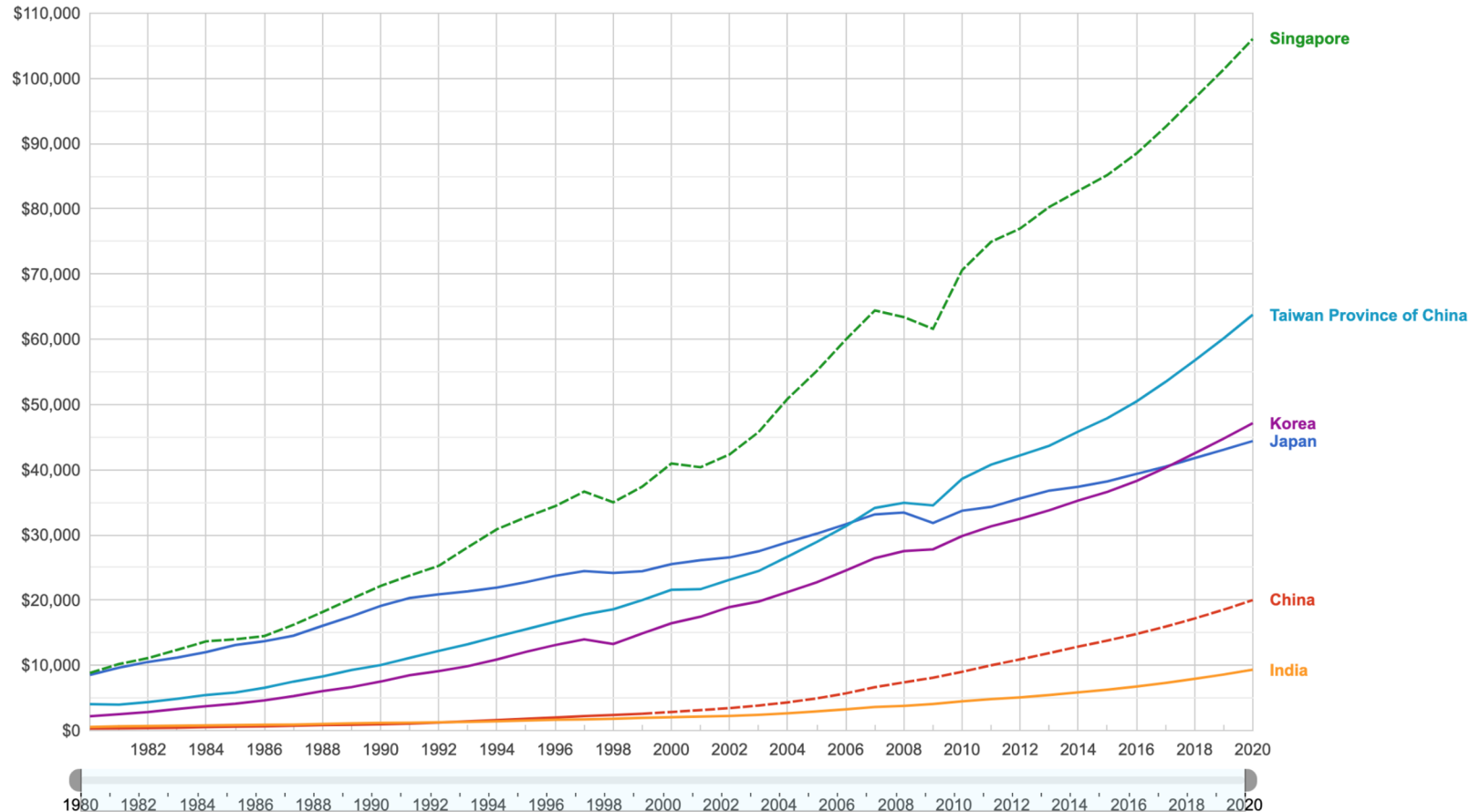
SOURCE: TRADINGECONOMICS.COM | BUREAU OF ECONOMIC ANALYSIS (BEA)

Calendar	GMT	Reference	Actual	Previous	Consensus	TEForecast
2021-09-02	12:30 PM	Jul	\$-70B	\$-73.2B	\$-71B	\$-70B
2021-10-05	12:30 PM	Aug	\$-73.3B	\$-70.3B	\$-70.5B	\$-70.8B

Source: <https://tradingeconomics.com/united-states/balance-of-trade>

On a Per Capita and PPP¹ Basis: A Comparison to Japan

GDP based on PPP per capita GDP ?



Data from IMF, October 2014 WEO Last updated: Jun 19, 2018

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Source: IMF WEO Database

¹PPP = Purchasing Power Parity

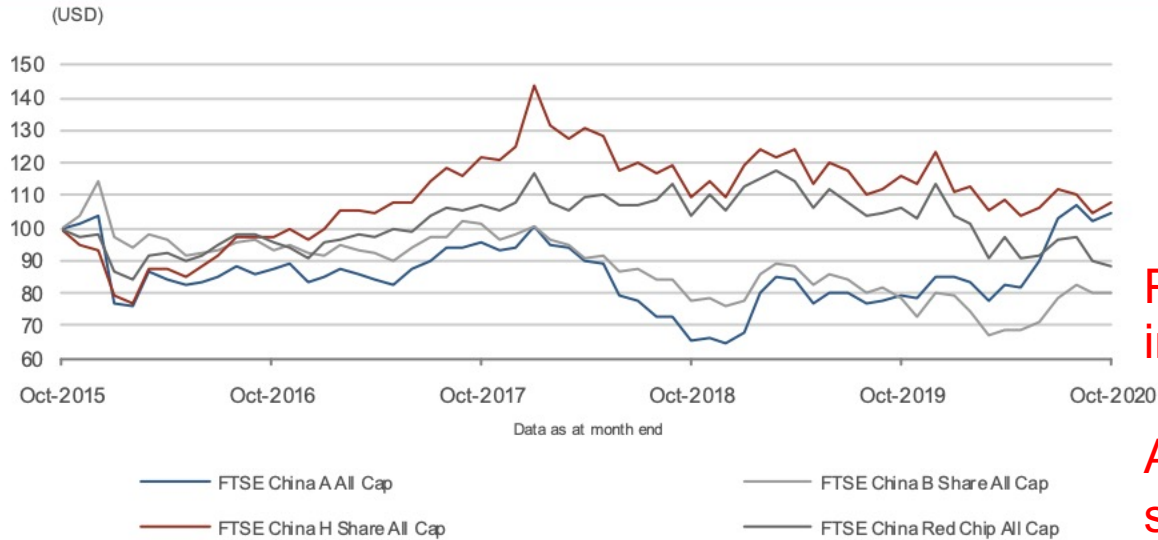
Review of China's A vs H Shares

China's "Alphabet Soup" of Share Classes

Share Class	Country of Incorporation	Country of Listing	Trading Currency	Other Requirements	Available to mainland Chinese investors	Available to other investors
A Share	People's Republic of China (PRC)	China	CNY	None as they are specific share classes issued by the company	Yes	Yes under QFII/RQFII/ Stock Connect programs
B Share	People's Republic of China (PRC)	China	USD (Shanghai) HKD (Shenzhen)		Yes (if they have appropriate currency accounts)	Yes
H Share	People's Republic of China (PRC)	Hong Kong	HKD		Yes if QDII approved or under Stock Connect programs	Yes
Red Chip	Non-PRC	Hong Kong	HKD	See notes below	Yes if QDII approved or under Stock Connect programs	Yes
Min 25% ownership by Chinese State entity						
P Chip	Non-PRC	Hong Kong	HKD		Yes if QDII approved or under Stock Connect programs	Yes
Private ownership & leadership Min 45% PRC revenues & assets						
S Chip	Non-PRC	Singapore	SGD	Yes if QDII approved	Yes	
N Share	Non-PRC	United States	USD	Yes if QDII approved	Yes	

... very different performance over the past 5 years

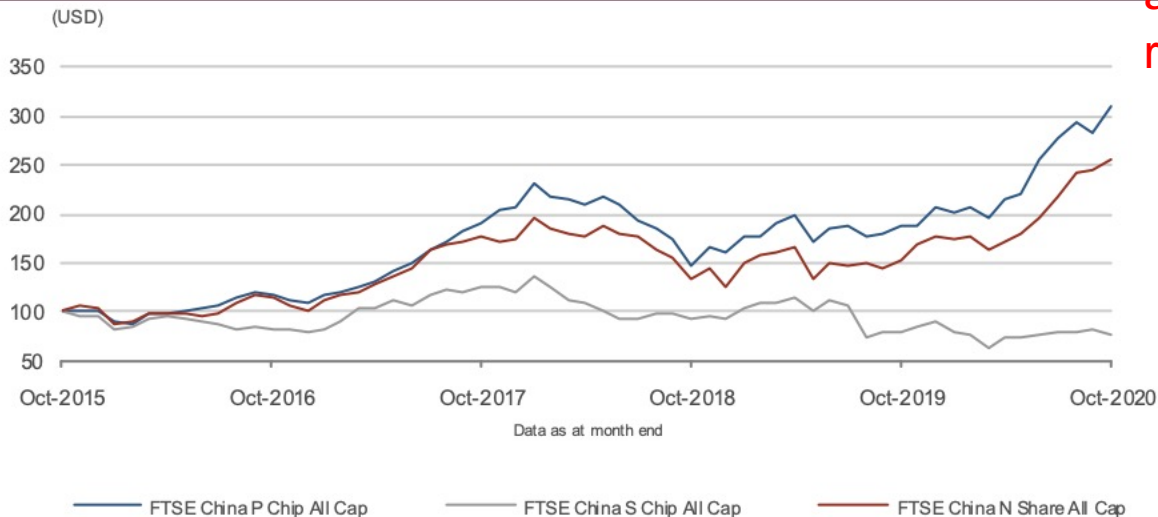
5-Year Performance - Total Return



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5-Year Performance - Total Return

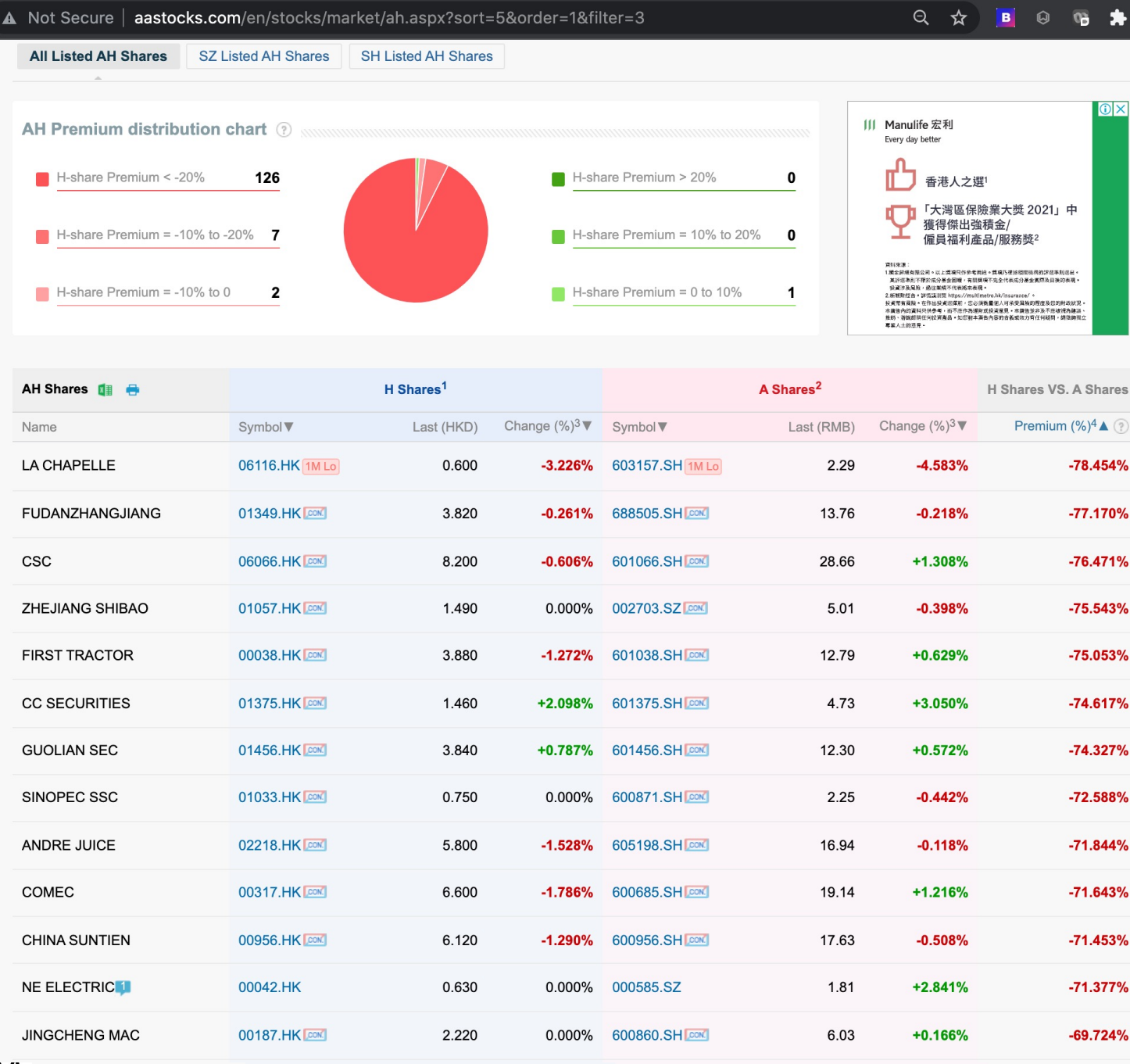


Some Statistics on H shares vs A shares...

	Hong Kong Exchange (29/10/2021)		Shanghai Stock Exchange (29/10/2021)		Shenzhen Stock Exchange (29/10/2021)	
	Main Board	GEM	A Share	B Share	A Share	B Share
No. of listed companies	2,200	358	1,646	47	2,527	43
No. of listed H shares	272	18	n.a.	n.a.	n.a.	n.a.
No. of listed red-chips stocks	170	4	n.a.	n.a.	n.a.	n.a.
Total no. of listed securities	18,553	359	n.a.	n.a.	n.a.	n.a.
Total market capitalisation (Bil. dollars)	HKD 45,142	HKD 123	RMB 44,774	RMB 75	RMB 36,868	RMB 52
Total negotiable capitalisation (Bil. dollars)	n.a.	n.a.	RMB 39,621	RMB 75	RMB 29,475	RMB 51
Average P/E ratio (Times)	16.14	22.14	16.14	10.04	31.12	11.53
Total turnover (Mil. shares)	261,030	877	35,079	35	37,989	13
Total turnover (Mil. dollars)	HKD 126,266	HKD 273	RMB 477,221	RMB 165	RMB 612,428	RMB 57
Total market turnover (Mil. dollars)	HKD 126,539		RMB 529,108		RMB 612,485	

Source: <https://www.hkex.com.hk/eng/csm/highlight.htm>

For stocks with both A and H Shares...



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A-H Premium since SH Stock Connect

HANG SENG CHINA AH PREMIUM INDEX

+ Add to watchlist

HSCAHPI:HKG

PRICE (USD) 144.30 TODAY'S CHANGE ↓ -0.03 / -0.02% SHARES TRADED 0.00 1 YEAR CHANGE ↓ -2.49% 52 WEEK RANGE 129.62 - 151.77

Data delayed at least 15 minutes, as of Nov 01 2021 01:57 BST.



Take Action

Add this security to watchlist, portfolio, or create an alert to track market movement

Summary

Charts

Historical prices

1D

3D

1W

1M

6M

1Y

3Y

5Y

Comparisons >



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Source: <https://markets.ft.com/data/indices/tearsheet/summary?s=HSCAHPI:HKG>



Now, let's look at the Index Benchmarks

FTSE China (H50) on 29 Oct 2021

Ticker	Name	Sector	Weight (%)
3690	MEITUAN	Consumer Discretionary	9.62
700	TENCENT HOLDINGS LTD	Communication	9.09
9988	ALIBABA GROUP HOLDING LTD	Consumer Discretionary	8.99
939	CHINA CONSTRUCTION BANK CORP H	Financials	5.92
9618	JD.COM CLASS A INC	Consumer Discretionary	4.69
2269	WUXI BIOLOGICS CAYMAN INC	Health Care	4.62
9888	BAIDU CLASS A INC	Communication	4.32
1398	INDUSTRIAL AND COMMERCIAL BANK OF	Financials	4.05
2318	PING AN INSURANCE (GROUP) CO OF CH	Financials	4.01
1810	XIAOMI CORP	Information Technology	3.45
3968	CHINA MERCHANTS BANK LTD H	Financials	3.09
1211	BYD LTD H	Consumer Discretionary	2.92
9999	NETEASE INC	Communication	2.8
3988	BANK OF CHINA LTD H	Financials	2.61
1024	KUAISHOU TECHNOLOGY	Communication	2.01
175	GEELY AUTOMOBILE HOLDINGS LTD	Consumer Discretionary	1.78
2020	ANTA SPORTS PRODUCTS LTD	Consumer Discretionary	1.71
2382	SUNNY OPTICAL TECHNOLOGY LTD	Information Technology	1.7
2313	SHENZHOU INTERNATIONAL GROUP LTD	Consumer Discretionary	1.58
2333	GREAT WALL MOTOR LTD H	Consumer Discretionary	1.35
291	CHINA RESOURCES BEER HOLDINGS LTD	Consumer Staples	1.26
2628	CHINA LIFE INSURANCE LTD H	Financials	1.26
386	CHINA PETROLEUM AND CHEMICAL CORP	Energy	1.21
1109	CHINA RESOURCES LAND LTD	Real Estate	1.04
1288	AGRICULTURAL BANK OF CHINA LTD H	Financials	1.01

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Source: iShares

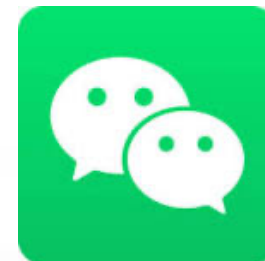
FTSE A50 on 29 Oct 2021

TICKER	CUSIP	NAME	WEIGHT	H-ticker	H-discount
600519	BP3R2F1	KWEICHOW MOUTAI	11.45%		
600036	BP3R273	CHINA MERCHANTS BK	9.12%	03968.HK	-0.1%
601318	BP3R284	PING AN INSURANCE	6.56%	02318.HK	-7.5%
000858	BD5CPG2	WULIANGYE YIBIN CO	5.47%		
601012	BRTL411	LONGI GREEN ENERGY	3.82%		
601166	BP3R295	IND BANK CO LTD	3.71%		
002594	BD5CQ69	BYD COMPANY LTD	3.43%	01211.HK	-20.9%
600030	BP3R2J5	CITIC SECURITIES	3.13%	06030.HK	-36.9%
600887	BP3R2V7	I/MONGOLIA YILI IN	3.08%		
601888	BP3R466	CHINA TOURISM GROU	3.03%		
300059	BD5CPC8	EAST MONEY INFORMA	2.74%		
000001	BD5CPS4	PING AN BANK	2.29%		
000568	BD5CMM7	LUZHOU LAO JIAO CO	2.19%		
300750	BHQPSY7	CONTEMPORARY AMPER	2.18%		
600309	BP3R3S1	WANHUA CHEMICAL GR	2.16%		
600276	BP3R369	JIANGSU HENGRUI ME	2.08%		
600000	BP3R2B7	S/PUDONG DEV BANK	1.85%		
000002	BD5CPW8	CHINA VANKE CO	1.69%	02202.HK	-18.7%
601899	BP3R400	ZIJIN MINING GROUP	1.69%	02899.HK	-16.3%
601288	BP3R228	AGRICULTURAL BK CH	1.62%	01288.HK	-25.3%
600809	BP3R820	SHANXI XINGHUACUN	1.56%		
002475	BD5CN80	LUXSHARE PRECISION	1.46%		
601398	BP3R217	IND & COM BK CHINA	1.45%	01398.HK	-25.5%
300760	BHQK864	SHENZHEN MINDRAY B	1.42%		
600031	BP3R3H0	SANY HEAVY IND CO	1.32%		

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Source: Pacer ETFs

Top 5 H-Share “Tech Giants” (not in A50)



Tencent 腾讯



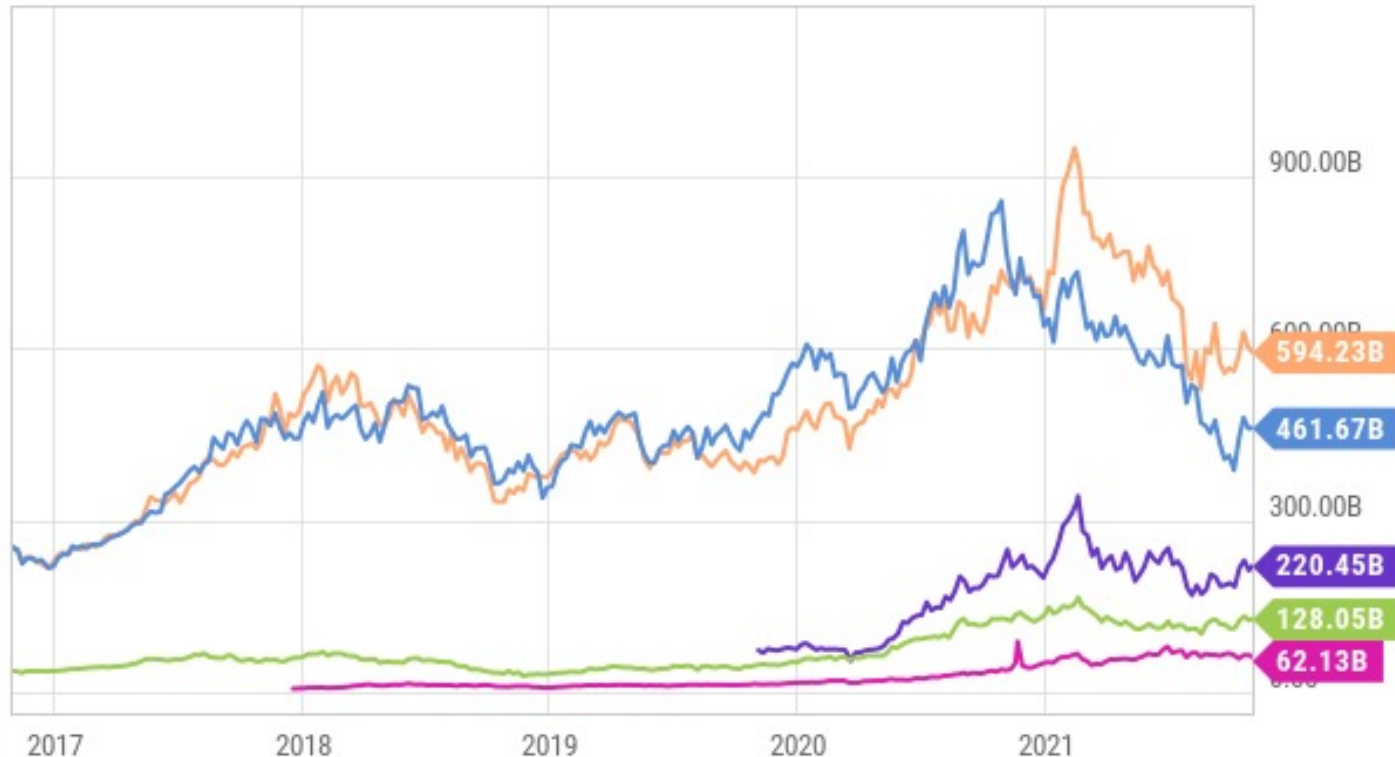
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portray recommendations.

Source: Companies' Website

10% Meituan still smaller than 9% Tencent or 5% Ali

- Meituan Market Cap
- Tencent Holdings Ltd Market Cap
- WuXi Biologics (Wayman) Inc Market Cap

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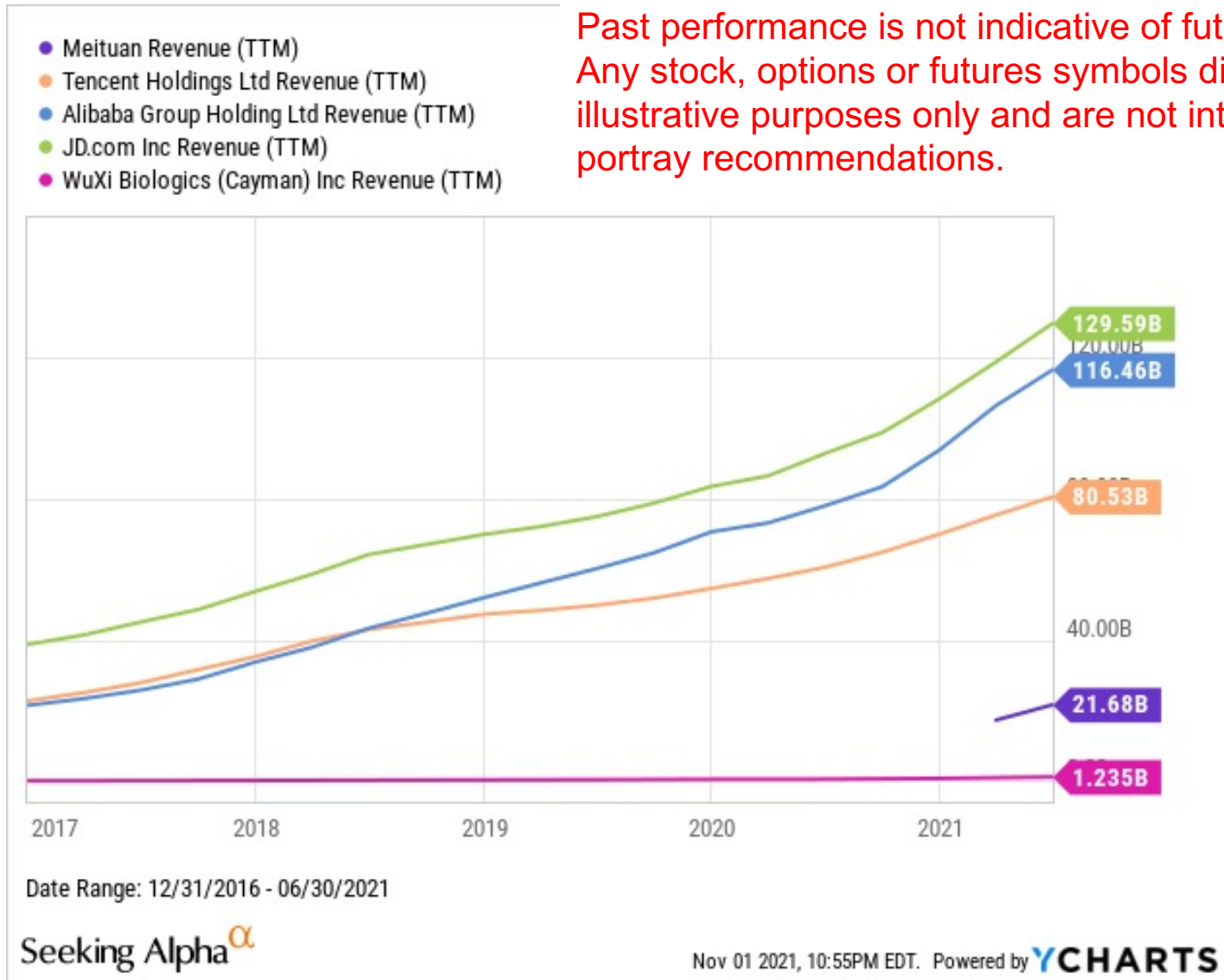
Date Range: 10/31/2016 - 11/01/2021

Seeking Alpha α

Nov 01 2021, 10:54PM EDT. Powered by YCHARTS

Revenue Growth ...

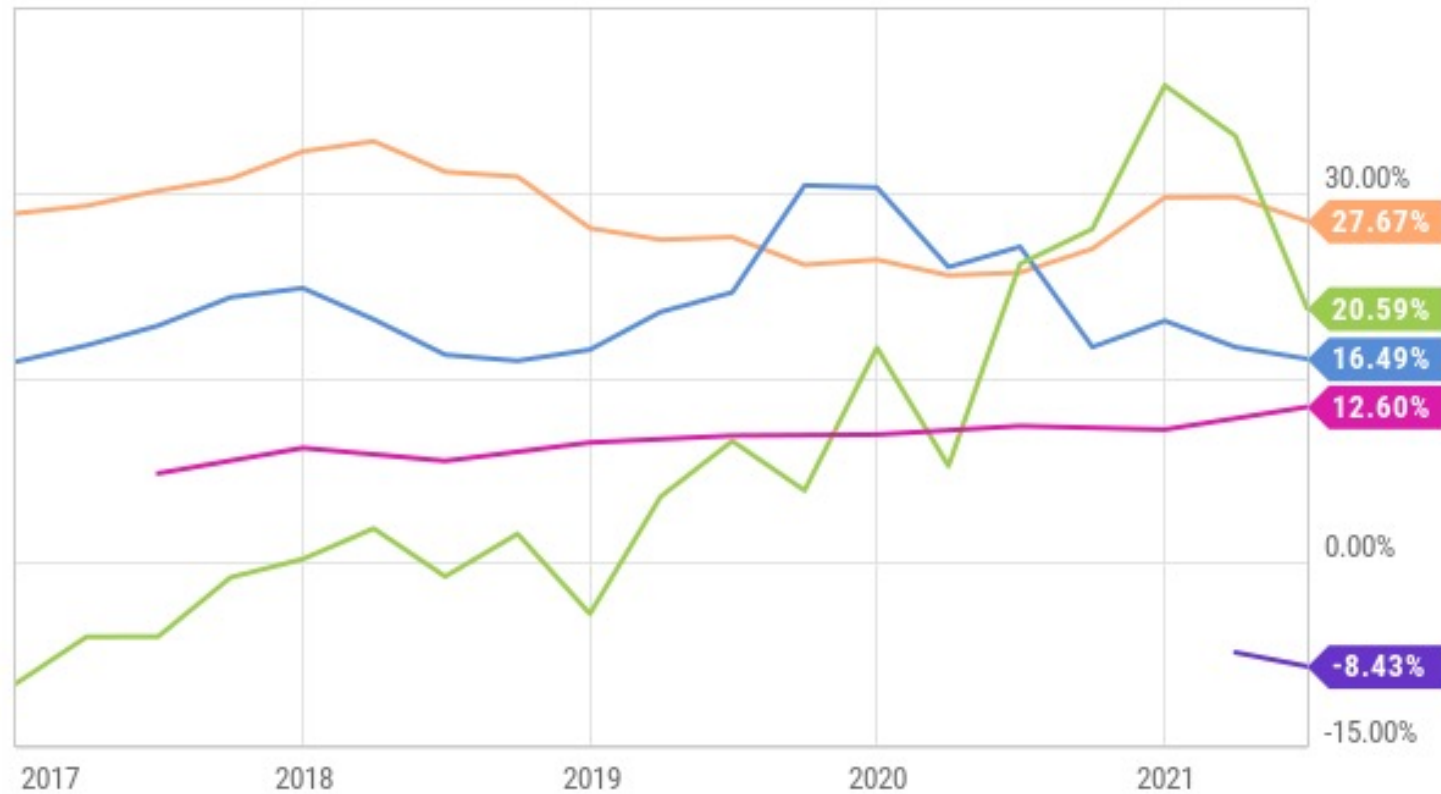
Past performance is not indicative of future results. Any stock, options or futures symbols displayed are for illustrative purposes only and are not intended to portray recommendations.



Return on Equity Rates ...

- Meituan Return on Equity
- Tencent Holdings Ltd Return on Equity
- Alibaba Group Holding Ltd Return on Equity
- JD.com Inc Return on Equity
- WuXi Biologics (Cayman) Inc Return on Equity

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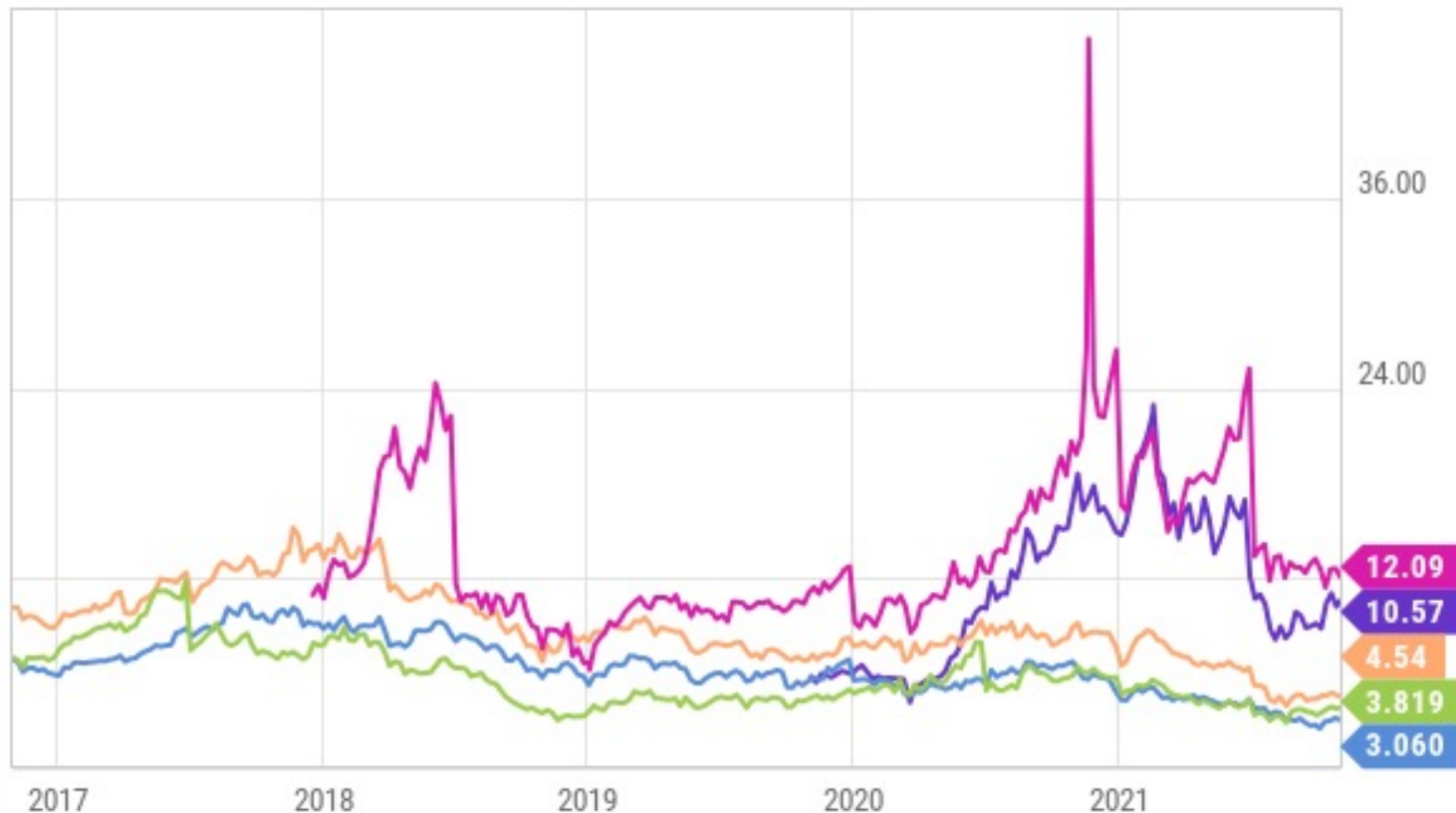


Date Range: 12/31/2016 - 06/30/2021

Valuation multiples...

- Meituan Price to Book Value
- Tencent Holdings Ltd Price to Book Value
- Alibaba Group Holding Ltd Price to Book Value
- JD.com Inc Price to Book Value
- WuXi Biologics (Cayman) Inc Price to Book Value

Past performance is not indicative of future results. Any stock, options or futures symbols displayed are for illustrative purposes only and are not intended to portray recommendations.



Date Range: 10/31/2016 - 11/01/2021



Some overlaps between H50 and A50



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What A50 has that H50 lacks...



LONGI



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Summary of H-Shares

- >40% Technology giant P-Chips¹
- More “software”, plus Xiaomi, EVs, and Haier
- Significantly broadened by re-listing of Alibaba, JD, etc. on HKEX

¹ See Slide 19

Summary of A50

- Big liquor, and other domestic names
- More weight in financials and “Hardware”
- 38% of index also has H-shares, which on average trade at a 26% discount to A²

² See Slide 26

Both 50% indices have >80% weight in their top 25 names

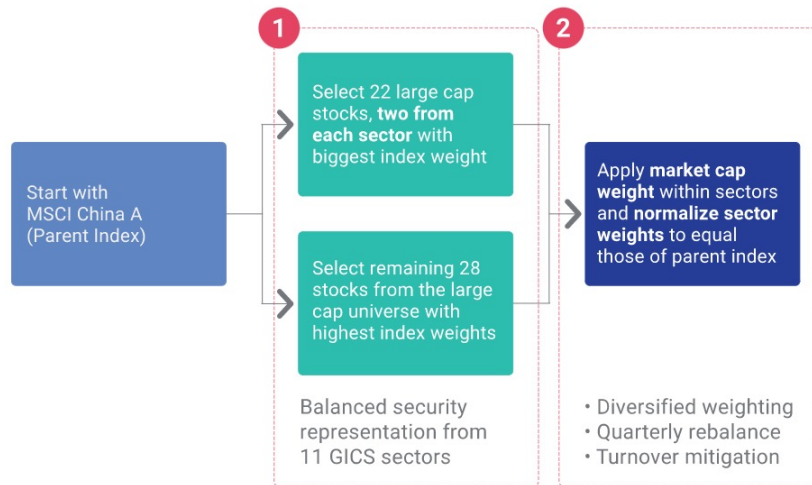
Explore our transparent, rules-based index methodology

The Index focuses on larger companies with high index weights, targeting securities with a high level of liquidity. It also seeks broad sector exposure for greater diversification, and high correlation and low tracking error with market benchmarks, such as the MSCI China A Index.

The MSCI China A 50 Connect Index

Step 1: We first select the two largest securities from each of the 11 GICS® sectors—corresponding to the index weights of the MSCI China A Index.

Step 2: The remaining 28 securities are selected from the parent index by index weight until the total count reaches 50. We use a selection buffer of 15 securities designed to mitigate index turnover. Finally, the selected securities are weighted based on the free-float market cap weights of the parent index and reflect the sector weight allocation of the parent index.



Coinciding with the Quarterly Index Reviews of the parent index, the MSCI China A 50 Connect Index will be rebalanced on the last business day of February, May, August and November.

[View the Methodology](#)

[English](#) | [Chinese](#)

[View the Factsheet](#)

[English](#) | [Chinese](#)

Past performance is not indicative of future results.

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NAME	WEIGHT
KWEICHOW MOUTAI	11.45%
CHINA MERCHANTS BK	9.12%
PING AN INSURANCE	6.56%
WULIANGYE YIBIN CO	5.47%
LONGI GREEN ENERGY	3.82%
IND BANK CO LTD	3.71%
BYD COMPANY LTD	3.43%
CITIC SECURITIES	3.13%
I/MONGOLIA YILI IN	3.08%
CHINA TOURISM GROU	3.03%
EAST MONEY INFORMA	2.74%
PING AN BANK	2.29%
LUZHOU LAO JIAO CO	2.19%
CONTEMPORARY AMPER	2.18%
WANHUA CHEMICAL GR	2.16%
JIANGSU HENGRUI ME	2.08%
S/PUDONG DEV BANK	1.85%
CHINA VANKE CO	1.69%
ZIJIN MINING GROUP	1.69%
AGRICULTURAL BK CH	1.62%
SHANXI XINGHUACUN	1.56%
LUXSHARE PRECISION	1.46%
IND & COM BK CHINA	1.45%
SHENZHEN MINDRAY B	1.42%
SANY HEAVY IND CO	1.32%



TOP 10 CONSTITUENTS

	Index Wt. (%)	Parent Index Wt. (%)	Sector
CONTEMPORARY AMP A(HK-C)	8.37	2.87	Industrials
KWEICHOW MOUTAI A (HK-C)	7.50	5.38	Cons Staples
LONGI GREEN ENER A(HK-C)	5.57	1.04	Info Tech
CHINA MERCH BK A (HK-C)	4.47	2.44	Financials
WANHUA CHEM GRP A (HK-C)	3.75	0.78	Materials
CHINA TOURISM A (HK-C)	3.14	1.19	Cons Discr
LUXSHARE PREC A (HK-C)	3.13	0.59	Info Tech
BYD CO A (HK-C)	2.80	1.06	Cons Discr
YUNNAN ENER NEW A (HK-C)	2.78	0.58	Materials
WULIANGYE YIBIN A (HK-C)	2.78	1.99	Cons Staples
Total	44.30	17.92	

One “first look” summary: the MSCI index has more batteries & energy vs less liquor

Source: Pacer ETFs, MSCI

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Trading Mechanics & Strategies

5 H-Share vs 5 A-Share Instruments on IBKR

	LAST	VOLUME	CHANGE	
XIN0I ∞ Nov29'21 @S...	18017.50	472	+192.50	1.08%
MHI ∞ Nov29'21 @... MT	25285	46.1K	+180	0.72%
HHI.HK ∞ Nov29'2... MT	8955	37.8K	+57	0.64%
2828 SEHK MT	90.86	30.3M	+0.58	0.64%
FXI	41.18	26.1M	+0.85	2.11%
XINA50 ∞ Nov29'21 ...	15514.00	163K	-271.00	-1.72%
MCA ∞ Nov19'21 @HKFE	2734.20	3.45K	-15.40	-0.56%
2823 SEHK	18.28	3.02M	-0.29	-1.56%
AFTY	21.30	4.50K	-0.04	-0.19%
ASHR	38.88	1.26M	+0.12	0.31%

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ETFs

- Buy and hold
- Borrow to short
- Margin financing
- Currency exposure
- Smaller lot sizes
- Withholding / Estate taxes

Index Futures

- Must roll monthly/quarterly
- As easy to short as long
- Financing built in
- Often “Quanto” USD
- Larger lot sizes
- Minimizes taxable x-border flows

H-share Index futures

Source: Interactive Brokers

DESCRIPTION File Configure

Stock Description

FTSE China H50

Security Type	FUT
Underlying	XINOI IND
Contract Month	NOV21
Expiration Date	NOV 29 '21
Last Trading Date	NOV 29 '21 16:35 HKT
Currency	USD
Multiplier	2
Exchange	SGX
Trading Class	FCH
Symbol	FCHX21
Product Type	Equity Index
Settlement Method	Cash

Trading Schedule: November 2, 2021 [Calendar](#)

Total Available Hours *17:00** - 05:15
09:00 - 16:35

Exchange Time Zone (UTC+08:00) Hongkong

** Times in italics are on the calendar date preceding trade date*

Margin Information

Margin Requirements Per Contract [More](#)

Initial	4759.98 USD
Maintenance	3807.98 USD

DESCRIPTION File Configure

Stock Description

Mini Hang Seng Index

Security Type	FUT
Underlying	MHI IND
Contract Month	NOV21
Expiration Date	NOV 29 '21
Last Trading Date	NOV 29 '21 16:00 HKT
Currency	HKD
Multiplier	10
Exchange	HKFE
Trading Class	MHI
Symbol	MHIX1
Ineligible for trading	Sanctioned: No Opening Trades In USA+
Product Type	Equity Index
Settlement Method	Cash

Trading Schedule: November 2, 2021 [Calendar](#)

Regular Trading Session 09:15 - 12:00
13:00 - 16:30

Total Available Hours *17:15** - 03:00
09:15 - 12:00
13:00 - 16:30

Margin Information

Margin Requirements Per Contract [More](#)

Initial	25827.57 HKD
Maintenance	20662.06 HKD

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Sample H-Share Future Order

Order Confirmation

FTSE China H50

Financial Instrument	Bid	Ask	Last
XIN0I ∞ Nov29'21 @SGX	• 18007.50	18017.50 •	• 18017.50

Order Description

BUY 1

Order Type	LMT	Routing	SGX	Time in Force	DAY
Limit Price	18000.00	Clearing	IB		

Amount	Balances (in USD)
Amount	36,000 USD
Commission (est.)	1.39 USD
Total	36,001.39 USD

	Current	Change	Post-trade*
Equity with Loan	154,460	-1	154,459
Initial Margin	38,740	4,808	43,548
Maintenance Margin	31,847	3,846	35,693
Position	0	1	1

*This is a current projection and is subject to change.
[Margin Requirements Per Contract](#)

Don't display this message again.

DATA POWERED BY GFIS

Source: Interactive Brokers

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A-share Index futures

Source: Interactive Brokers

DESCRIPTION File Configure

Stock Description

FTSE/Xinhua China A50

Security Type	FUT
Underlying	XINA50 IND
Contract Month	NOV21
Expiration Date	NOV 29 '21
Last Trading Date	NOV 29 '21 16:35 HKT
Currency	USD
Multiplier	1
Exchange	SGX
Trading Class	CN
Symbol	CNX21
Product Type	Equity Index
Settlement Method	Cash

Trading Schedule: November 2, 2021 [Calendar](#)

Total Available Hours	<i>17:00*</i> - 05:15
	09:00 - 16:35

Exchange Time Zone (UTC+08:00) Hongkong

** Times in italics are on the calendar date preceding trade date*

Margin Information

Margin Requirements Per Contract [More](#)

Initial	2379.90 USD
Maintenance	1903.92 USD

DESCRIPTION File Configure

Stock Description

MSCI China A 50 Connect Index

Security Type	FUT
Underlying	MCA IND
Contract Month	NOV21
Expiration Date	NOV 22 '21
Last Trading Date	NOV 19 '21 15:00 HKT
Currency	USD
Multiplier	25
Exchange	HKFE
Trading Class	MCA
Symbol	MCAX1
Product Type	Equity Index
Settlement Method	Cash

Trading Schedule: November 2, 2021 [Calendar](#)

Regular Trading Session	09:00 - 16:30
Total Available Hours	<i>17:15*</i> - 03:00
	09:00 - 16:30

Exchange Time Zone (UTC+08:00) Hongkong

** Times in italics are on the calendar date preceding trade date*

Margin Information

Margin Requirements Per Contract [More](#)

Initial	14403.90 USD
Maintenance	11523.12 USD

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Sample A-Share Future Order

Order Confirmation

FTSE/Xinhua China A50

Financial Instrument	Bid	Ask	Last
XINA50 ∞ Nov29'21 @SGX	• 15503.00	15504.00 •	• 15504.00

Order Description

SELL 1

Order Type LMT Routing SGX Time in Force DAY
 Limit Price 16000.00 Clearing IB

Amount		Balances (in HKD)			
			Current	Change	Post-trade*
Amount	16,000 USD	Equity with Loan	200,458	-16	200,442
Commission (est.)	2.05 USD	Initial Margin	42,702	12,667	55,369
Total	15,997.95 USD	Maintenance Margin	36,795	10,134	46,929
		Position	0	-1	-1

*This is a current projection and is subject to change.
[Margin Requirements Per Contract](#)

Don't display this message again.

DATA POWERED BY

Source: Interactive Brokers

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Sample strategies

- Buy and roll
- Shorter-term positioning or placeholders
- Futures-futures spread trades
- Buy stocks vs hedge with short futures



GLOBAL FINANCIAL MARKETS
GROUP

Questions?



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