

Treasure Hunt – Northbound Fund Flow Tracker

Fund inflow dropped in May after a strong growth in Apr

Northbound net fund inflow was RMB30bn in May, down from RMB53bn in Apr. In 5M20, the net inflow was RMB65.4bn, suggesting a continuously high foreign interest in the A-share market. In this note, we summarize the Northbound stock holding data in order to have a better picture on the foreign holdings. We focus on the top 30 stocks in each of Shenzhen and Shanghai market, in terms of foreign holdings.

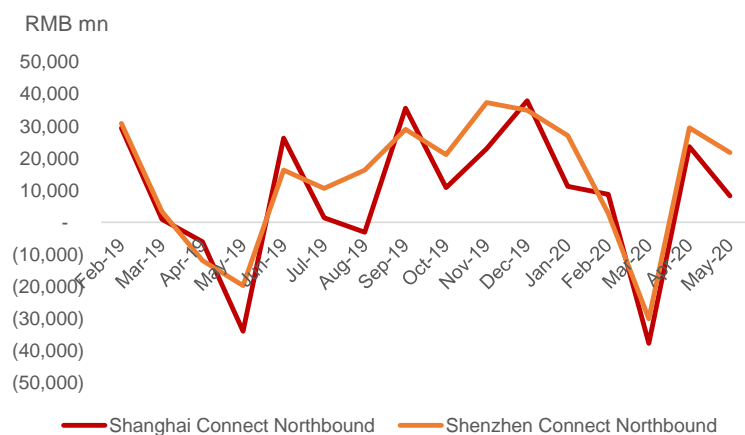
Shenzhen market:

- **Net fund inflow in May was RMB21.7bn**, down from RMB29.6bn in Apr. In 5M20, the net fund inflow was RMB51bn.
- **Key changes in foreign holdings in May:** Foreign holdings in **Suofeiya Home Collection (002572 CH)** increased 4.2ppt to 19.9% in May. Suofeiya's share price surged 35% in May. Foreign holdings in **Han's Laser (002008 CH)** and **Wuhan Raycus Fiber (300747 CH)** increased 1.8ppt and 1.7ppt, respectively, to 9.2% and 7.2%.
- **CTIG (300012 CH) still top of the table.** Foreign holdings in CTIG was 20.6% by the end of May. However, the holdings dropped 2.8ppt YTD and was the only stock reported decline in foreign holdings YTD.

Shanghai market:

- **Net fund inflow in May was RMB8.3bn**, down from RMB23.7bn in Apr. In 5M20, the net fund inflow was RMB14.3bn.
- **Key changes in foreign holdings in May:** Foreign holdings in **Quectel Wireless Solutions (603236 CH)** increased 6ppt to 12.7% in May. Foreign holdings in **Will Semiconductor (603501 CH)** increased 3.5ppt to 19.1% in May. In contrast, holdings in **Milkyway Chemical (603713 CH)** and **Yifeng Pharmacy Chain (603939 CH)** dropped 2.1ppt and 1.5ppt, respectively, in May.

Figure 1: Monthly Northbound net turnover



Source: HKEx, CMBIS

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Figure 2: Foreign investors' holdings in Shenzhen listed companies

Top 30 holdings stocks					
Ticker	Company name	Sector	Foreign holding as at 30 May 2020	YTD chg	MoM chg
300012 CH	CENTRE TESTING INTERNATIONAL GROUP	Research & Development	20.6%	-2.8%	-0.2%
002572 CH	SUOFEIYA HOME COLLECTION	Manufacturing	19.9%	4.8%	4.2%
300347 CH	HANGZHOU TIGERMED CONSULTING	Public Health	17.7%	3.6%	1.1%
000333 CH	MIDEA GROUP	Manufacturing	16.8%	-0.1%	0.6%
000651 CH	GREE ELECTRIC APPLIANCES INC OF ZHUHAI	Manufacturing	16.0%	0.9%	0.6%
002508 CH	HANGZHOU ROBAM APPLIANCES	Manufacturing	14.2%	0.0%	-0.6%
002439 CH	VENUSTECH GROUP INC	IT	12.5%	3.4%	1.6%
002410 CH	GLODON	IT	12.0%	2.3%	0.3%
300124 CH	SHENZHEN INOVANCE TECHNOLOGY	Manufacturing	11.8%	0.8%	1.3%
002271 CH	BEIJING ORIENTAL YUHONG WATERPROOF TECH	Manufacturing	10.9%	1.8%	0.5%
300244 CH	DIAN DIAGNOSTICS GROUP	Public Health	10.8%	2.4%	0.7%
002697 CH	CHENGDU HONGQI CHAIN	Wholesale & Retail	10.4%	3.1%	0.7%
000157 CH	ZOOMLION HEAVY INDUSTRY SCI AND TECH	Manufacturing	10.3%	0.6%	1.4%
000338 CH	WEICHAI POWER	Manufacturing	9.5%	2.7%	1.3%
002008 CH	HAN'S LASER TECHNOLOGY INDUSTRY GROUP	Manufacturing	9.2%	3.9%	1.8%
300015 CH	AIER EYE HOSPITAL GROUP	Public Health	8.8%	1.3%	-0.2%
300285 CH	SHANDONG SINOCERA FUNCTIONAL MATERIAL	Manufacturing	8.8%	-0.5%	-0.3%
002179 CH	AVIC JONHON OPTRONIC TECHNOLOGY	Manufacturing	8.7%	1.5%	1.6%
000858 CH	WULIANGYE YIBIN	Manufacturing	8.7%	0.1%	-0.2%
300271 CH	BEIJING THUNISOFT CORPORATION	IT	8.7%	1.5%	0.1%
000001 CH	PING AN BANK	Financials	8.6%	0.8%	-0.1%
002027 CH	FOCUS MEDIA INFORMATION TECHNOLOGY	Business Support	8.4%	-0.6%	0.4%
000581 CH	WEIFU HIGH-TECHNOLOGY GROUP	Manufacturing	8.1%	1.5%	-0.4%
002557 CH	CHACHA FOOD	Manufacturing	8.1%	0.2%	1.3%
300298 CH	SINOCARE INC	Manufacturing	7.8%	3.2%	0.8%
002242 CH	JOYOUNG	Manufacturing	7.7%	3.0%	0.9%
000538 CH	YUNNAN BAIYAO GROUP	Manufacturing	7.6%	0.0%	-0.3%
002511 CH	C&S PAPER	Manufacturing	7.4%	0.2%	0.1%
300747 CH	WUHAN RAYCUS FIBER LASER TECHNOLOGIES	Manufacturing	7.2%	5.4%	1.7%
000089 CH	SHENZHEN AIRPORT	Transportation	7.1%	0.5%	0.7%

Note: Highlighted names are under CMBIS coverage
 Source: Exchanges, CMBIS

Figure 3: Foreign investors' holdings in Shanghai listed companies

Top 30 holdings stocks					
Ticker	Company name	Sector	Foreign holding as at 30 May 2020	YTD chg	MoM chg
600009 CH	SHANGHAI INTERNATIONAL AIRPORT	Transportation	21.4%	-1.0%	0.0%
600201 CH	JINYU BIO-TECHNOLOGY	Manufacturing	19.1%	8.4%	1.4%
603501 CH	WILL SEMICONDUCTOR	Manufacturing	19.1%	3.1%	3.5%
601901 CH	FOUNDER SECURITIES	Financials	17.8%	-0.1%	0.0%
603713 CH	MILKYWAY CHEMICAL SUPPLY CHAIN SERVICE	Transportation	16.9%	16.4%	-2.1%
601888 CH	CHINA INTERNATIONAL TRAVEL SERVICE	Business Support	13.4%	0.7%	-0.3%
603605 CH	PROYA COSMETICS	Manufacturing	13.2%	12.4%	2.4%
603259 CH	WUXI APPTTEC	Research & Development	12.8%	7.1%	1.8%
603236 CH	QUECTEL WIRELESS SOLUTIONS	Manufacturing	12.7%	12.6%	6.0%
600872 CH	JONJEE HI-TECH INDUSTRIAL & COMMERCIAL HOLDING	Manufacturing	12.7%	2.7%	0.4%
600298 CH	ANGEL YEAST	Manufacturing	12.4%	-2.7%	-0.3%
603939 CH	YIFENG PHARMACY CHAIN	Wholesale & Retail	12.1%	-0.5%	-1.5%
600276 CH	JIANGSU HENGRUI MEDICINE	Manufacturing	11.3%	-0.6%	0.0%
603882 CH	GUANGZHOU KINGMED DIAGNOSTICS GROUP	Public Health	11.1%	6.3%	2.0%
600690 CH	HAIER SMART HOME	Manufacturing	10.9%	-2.6%	0.1%
600887 CH	INNER MONGOLIA YILI INDUSTRIAL	Manufacturing	10.9%	-1.7%	-1.1%
600406 CH	NARI TECHNOLOGY	IT	10.7%	0.7%	0.3%
600585 CH	ANHUI CONCH CEMENT	Manufacturing	10.6%	-1.9%	0.2%
601138 CH	FOXCONN INDUSTRIAL INTERNET	Manufacturing	10.2%	0.8%	0.4%
600660 CH	FUYAO GLASS INDUSTRY	Manufacturing	9.9%	-1.4%	0.0%
600031 CH	SANY HEAVY INDUSTRY	Manufacturing	9.6%	1.6%	0.9%
601100 CH	JIANGSU HENGLI HYDRAULIC	Manufacturing	9.5%	1.0%	0.5%
600885 CH	HONGFA TECHNOLOGY	Manufacturing	9.3%	0.6%	0.8%
603983 CH	GUANGDONG MARUBI BIOTECHNOLOGY	Manufacturing	9.1%	7.8%	-1.1%
600066 CH	ZHENGZHOU YUTONG BUS	Manufacturing	8.5%	-1.9%	-0.3%
600519 CH	KWEICHOW MOUTAI	Manufacturing	8.5%	0.4%	0.2%
603737 CH	SKSHU PAINT	Manufacturing	8.2%	4.4%	1.8%
601117 CH	CHINA NATIONAL CHEMICAL ENGINEERING	Construction	7.9%	1.5%	-1.0%
603338 CH	ZHEJIANG DINGLI MACHINERY	Manufacturing	7.6%	2.8%	1.4%
600309 CH	WANHUA CHEMICAL	Manufacturing	7.5%	0.3%	-0.4%

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