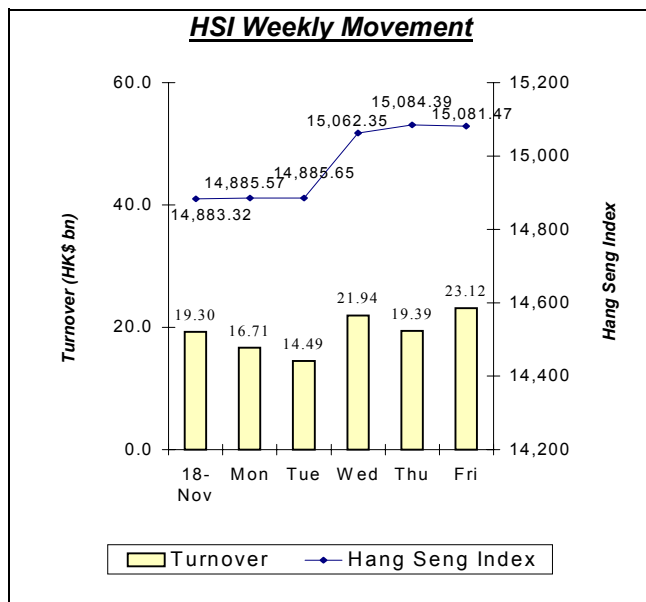


Relief of rate-hike concerns pushed HK shares higher



Weekly Market Statistics				
Week ended	25/11/2005	18/11/2005	Change	%
Hang Seng Index	15,081.47	14,883.32	+198.15	+1.3%
HS Red Chip Index	1,973.17	1,934.99	+38.18	+2.0%
HS China Enterprises Index	5,072.30	5,046.52	+25.78	+0.5%
HS Composite Index	1,942.03	1,916.06	+25.97	+1.4%
HS HK Composite Index	1,972.34	1,949.11	+23.23	+1.2%
HS Mainland Composite Index	1,893.53	1,862.00	+31.53	+1.7%
S&P/HKEx GEM Index	994.73	995.04	-0.31	-0.0%
Avg Daily Turnover (HK\$ bn)	19.13	17.72	+1.41	+7.9%
Sectoral Indices				
Finance	26,782.87	26,754.24	+28.63	+0.1%
Utilities	32,004.68	32,321.54	-316.86	-1.0%
Properties	18,178.61	17,603.35	+575.26	+3.3%
Comm & Ind	7,297.01	7,137.30	+159.71	+2.2%

Review & Outlook of Market Performance

Hang Seng Index surpassed the psychological resistance near 15,000 this week, as investors' concern about rising rates eased slightly after the release of the Fed's November minutes. Hang Seng Index gained 198.15 points or 1.33% w-o-w to 15,081.47. Average daily turnover increased to HK\$19.13 billion from HK\$17.72 billion last week, thanks to the trading debut of the Link REIT.

The minutes of Fed's November meeting showed that FOMC members had discussed to consider changing the wordings of the post-FOMC statement, suggesting that the US rate-hike cycle may be close to an end. Local property counters rallied after the news, as peaking interest rates should reinforce confidence in home purchase and help boost property sales. Over the week, the Hang Seng properties sub-index jumped a sharp 3.27%. Sino Land was the best performer among property plays, up 5.75% w-o-w at HK\$9.20. Cheung Kong (Holdings) gained 4.11% w-o-w to HK\$82.35, while SHKP reaped 2.80% to at HK\$77.05. Among 33 blue chips, Esprit Holdings was the biggest gainer, up 7.25% w-o-w at HK\$56.95, on stabilising Euro. The counter will go ex-dividend next Monday, 28th November.

The debut trading of Link REIT on Friday has been the major market focus of the week. The property trust surged to an intra-day high at HK\$11.90, before closing at HK\$11.80 – up 14.56% from its offer price of HK\$10.30.

HSCEI underperformed, mainly dragged by sluggish performances in indexweights Bank of Communications and PetroChina. BoCom ended flat at HK\$3.375, as investors took profit on the counter, after the 5th largest bank in the Mainland said it posted a profit of RMB6.7 billion in Q1-Q3 against a loss of RMB773 million a year earlier. PetroChina also ended flat, as crude oil prices failed to regain grounds above US\$60/barrel. Over the week, the H-share index gained 25.78 points or 0.51% to 5,072.30.

For the coming week, share prices should gain support from new liquidity, when investors re-invest the funds repatriated from the Link REIT into the market. Meanwhile, the release of a stronger-than-expected 2.7% in Q3 GDP growth and the Government's upward revision of full year GDP growth target at 7% should also help boost investor sentiments and lend a better foothold for the HSI to stand above 15,000.

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**US & Regional Markets Weekly Update**

Date	US Dow Jones	US NASDAQ	JAPAN Nikkei Avg	SINGAPORE STI	MALAYSIA KLSE Index	BANGKOK SET Index	TAIPEI Weighted Index
Week to							
25th November	10,931.62	2,263.01	14,784.29	2,295.73	904.28	669.89	6,128.20
18th November	10,766.33	2,227.07	14,623.12	2,293.20	901.72	676.41	6,106.74
Change	+165.29	+35.94	+161.17	+2.53	+2.56	-6.52	+21.46
%	+1.5%	+1.6%	+1.1%	+0.1%	+0.3%	-1.0%	+0.4%

Major Changes in Index Constituent Stocks (Week ended 25th November 2005)**Hang Seng Index (HSI)**

Stock	Stock Code	Closing Price @25/11/05	W-O-W Change		Remarks / Comments
			Absolute	%	
China Resources Enterprise	0291	HK\$13.30	+HK\$0.70	+5.56%	CRE reported a strong quarterly result of 98% y-o-y rise to HK\$605 million for the three months ended September 2005, thanks to rich contributions from its beer and petrochemical segments.

Hang Seng China Enterprises Index (HSCEI)

Stock	Stock Code	Closing Price @25/11/05	W-O-W Change		Remarks / Comments
			Absolute	%	
Jiangxi Copper	0358	HK\$3.65	-HK\$0.175	-4.58%	Jinrui Futures, a broker unit of Jiangxi Copper Group, said it expects copper demand growth in the Mainland would slow to an average of 7%-8% a year from 2005 to 2010 whereas the average annual growth during 2000-2004 was 19.7%.

Hang Seng China-Affiliated Corporation Index (HSCCI)

Stock	Stock Code	Closing Price @25/11/05	W-O-W Change		Remarks / Comments
			Absolute	%	
TCL Multimedia	1070	HK\$1.31	+HK\$0.17	+14.91%	The TV maker said last week that unit TV sales rose 20.6% y-o-y in Oct, the 4 th straight month of gains in sales.

Summary of US Economic News

Indicator	Change/Index	Comments
Index of leading indicators – October	+0.9%	Leading economic indicators surged 0.9% last month after a 0.8% rise in September, matching consensus forecast of a 0.9% rise.
Consumer sentiment – November	81.6	The University of Michigan's index of consumer sentiment rose to 81.6 in November from 74.2 in October, showing that consumer confidence recovered from the aftermath of Hurricane Katrina.
Initial jobless claims – the week ended 19 th November 2005	+30,000	Initial jobless claims surged a larger-than-expected 30,000 to 335,000 last week, mainly due to claims related to hurricanes Katrina, Rita and Wilma.

Forthcoming Important Announcements / Events

28 th November 2005 (Monday)	HK US	: : External trade – November 2005 Existing home sales – October 2005
29 th November 2005 (Tuesday)	HK US	: : Fairwood Holdings (0052) – interim results Hanison (0896) – interim results Miramar Hotel (0071) – interim results Seapower (0269) – interim results Durable goods orders – October 2005 Consumer confidence – November 2005 New home sales – October 2005
30 th November 2005 (Wednesday)	HK US	: : Digital China (0861) – interim results Fujikon Industrial Holdings (0927) – interim results Matsunichi (0283) – interim results Sa Sa International (0178) – interim results Shaw Brothers (0080) – interim results Gross domestic product – Q3 2005 Beige Book – October 2005
1 st December 2005 (Thursday)	HK US	: : Asia Alliance (0616) – interim results Chuang's China (0298) – interim results HKET Holdings (0423) – interim results VST Holdings (0856) – interim results Initial jobless claims – week ended 26th November 2005 Personal income and spending – October 2005 Construction spending – October 2005 ISM manufacturing index – November Novell Inc. – Q4 FY2004/05 results
2 nd December 2005 (Friday)	HK US	: : Get Nice (0064) – interim results Graneagle Holdings (0147) – interim results Hsin Chong Construction (0404) – interim results Starlite Holdings (0403) – interim results Payrolls report – November 2005