

HK watchdog acts on Hanergy

SFC claims that five current, former directors of firm failed to address concerns

By LIN WENJIE in Hong Kong
cherrylin@chinadailyhk.com

The Securities and Futures Commission of Hong Kong is seeking legal action to disqualify five former and current directors of mainland solar energy firm Hanergy Thin Film Power Group from being directors or being involved in the management of any Hong Kong corporation for up to 15 years.

The directors, including the company's founder and former chairman Li Hejun, and four current independent non-executive directors — Zhao Lan, Wang Tongbo, Xu Zheng and Wang Wenjing — failed to question the viability of Hanergy's business model which relied on the sales of solar panel production systems to its connected parties as its main source of revenue and failed to assess properly the financial positions of the connected parties, according to a statement released by the SFC on Monday.

"They also failed to take proper steps to recover these receivables by putting the interests of the connected parties before that of Hanergy, and so did not act in Hanergy's best interest," the statement added. Meanwhile, the SFC is also



An employee of Hanergy Thin Film Power Group at a production plant in Dezhou, Shandong province. SHA LANG / FOR CHINA DAILY

seeking a court order to require Hanergy's parent company — Hanergy Holding Group Ltd — pay all outstanding receivables due to Hanergy under various sales contracts and execute a guarantee securing their payment.

The first hearing of the petition will be in the Court of First Instance on May 21.

The trading of Hanergy shares has been suspended for more than one and a half years.

The company may get the permit from the SFC to

75 percent
the increase in Hanergy shares in just three days in March 2015

resume trading, under the condition that the company's five directors agree not to contest the SFC's application to disqualify them and that the company shall publish a disclosure document providing detailed information on

the company, its activities, business, assets, liabilities, financial performance and prospects to address the SFC's concerns that led it to suspend trading in Hanergy's shares.

However, the statement mentioned that there is "no assurance" that the SFC Board will agree that the trading of Hanergy's shares can resume.

Hanergy responded by saying that the company has and will continue to use its best endeavors to fulfill the above-

mentioned requirements and will seek to resume trading of its shares as soon as possible.

In March 2015, Hanergy shares surged 75 percent in just three days, once making company founder Li Hejun China's richest man with estimated wealth of \$31 billion.

Then, the share prices plunged 47 percent in less than half an hour on May 20, 2015, wiped \$19 billion off Hanergy's market capitalization, prompting a trading suspension of its shares since then.

Shanghai orders Didi to remove fare hike function

By SHI JING in Shanghai
shijing@chinadaily.com.cn

Shanghai Municipal Transportation Commission held an urgent meeting with the leading ride-hailing company Didi Chuxing on Tuesday, urging the platform to eliminate the price-hiking function within two days.

Didi said during the meeting that they will delete the price-hiking module in the application, according to the commission's requirement. The company published a note on Monday, saying that they have temporarily eliminated the function of "suggested price hiking". In that function, a window would pop out when the user opened the app, asking the user if he would like to pay extra money for a ride.

The commission required Didi to delete another function of a "dispatching fee paid by passengers out of their own will". In this way, the possibility of paying extra money for a ride would be completely eliminated in Shanghai.

But since it will take some time for the updated app to be examined, Didi said they could not promise to complete the process within two days. Didi, however, said it would definitely make the change and it will be completed within two weeks.

This change will be only

within Shanghai, Didi said.

Li Yi, deputy director at the internet plus consulting center at the Internet Society of China, applauded the Shanghai transportation commission on his personal Weibo account. He advised transportation commissions of other cities to follow up. He also suggested that the Ministry of Transport and Ministry of Commerce look into the issue.

25 percent
the decline in the number of taxi drivers taking online orders with the approaching Spring Festival

Luo Wen, a senior product director of Didi Chuxing, published an explanation on the online question-and-answer platform Zhihu on Saturday, saying that the approaching Spring Festival is the main reason for recent hailing difficulties since the number of orders has risen but that of available taxi drivers decreased.

"For example, the number of taxi drivers taking online orders has dropped by 25 percent, but the number of orders surged by 30 percent recently in Beijing. The short supply has resulted in rising prices," he wrote.

Guizhou to close 120 coal mines in 2017

By CHEN MEILING in Beijing and YANG JUN in Guiyang
chenmeiling@chinadaily.com.cn

Guizhou province, one of the major coal suppliers in southwestern China, plans to close 120 coal mines and cut coal capacity by 15 million metric tons in 2017 to answer the

nation's call to tackle excess production in the sector.

"Although the coal industry contributes 15 percent to the province's GDP, the government has decided to cut inefficient and outdated capacity, to promote industrial restructuring and to make room for the development of service-related

industries such as big data and healthcare," said Zhang Yingwei, director of the energy bureau of Guizhou, during the Guizhou Provincial People's Congress.

Guizhou surpassed the 2016 coal capacity reduction target by 11 percent through mergers and reorganization of coal

companies, he said.

According to the Central Economic Work Conference held in December, China will continue to reduce overcapacity in the coal and steel industries by closing down zombie factories and promoting mergers.

Ye Fei, deputy general man-

“Although the coal industry contributes 15 percent to the province's GDP, the government has decided to cut inefficient and outdated capacity ...”

Zhang Yingwei, director of the energy bureau of Guizhou

ager of Guizhou Panjiang Investment Holdings Group Co Ltd, a major State-owned

coal enterprise based in Guizhou, said no employee lost their jobs even though eight

mines were closed down in the past two years.

Among the 4,887 employees involved, some were reassigned new posts after training, some got early retirement, Ye said.

Luo Dan worked for 10 years at Guizhou Panjiang's Laowuji coal mine. In 2013, the mine was closed and Luo was sent to the Shanjiaoshu mine run by Guizhou Panjiang Refined Coal Co Ltd, a subsidiary of the company.

Daily Stock Market Performance



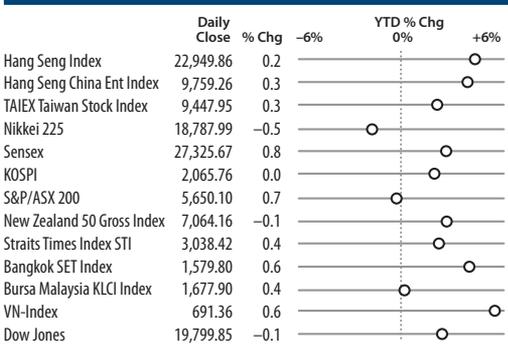
Gainers and Losers

GAINERS			LOSERS		
Company	Close	Daily % Chg	Company	Close	Daily % Chg
GuangxiFengInWdIndstry	11.53	10.02	Wuhan Thalys Med Tech	110.91	-10.00
Hunan Oil Pump Co Ltd	50.44	10.01	China First Heavy Ind	4.66	-9.86
ChangchunYidong Clutch	47.34	9.99	Winsan Shanghai Indsr	12.18	-9.04
Fujian Cement Inc	10.73	6.98	Changchunjingkai Group	12.87	-8.33
ShanghaiPhx Enterprise	32.26	6.61	Lily Group Co Ltd	26.45	-8.22
Shanghai Tianchen Co	14.92	6.27	Hubei Yangfan Holding	21.09	-6.14
ShanghaiBroadband Tech	14.80	5.87	P2P Fin Info Service	11.11	-5.93
Luenmei Quantum Co Ltd	18.61	5.56	ZhejiangHuazhengNwMtrl	27.76	-5.51
Fujian Longxi Bearing	15.13	5.22	Changshu Auto Trim	22.52	-5.46
Huaxin Cement Co Ltd	9.34	4.94	Beijing Vantone RE	5.94	-5.41
Shenzhen Stock Exchange			Losers		
YanTai Shuangta Food	9.22	10.02	BeijingOriginwaterTech	15.31	-8.98
ShanxiTaigangStlSsStl	5.28	10.00	Gosuncn Technology	13.06	-8.42
ShandongHmlMchnclSc&Tch	24.09	10.00	All Winner Technology	68.70	-6.08
Hubei Biocause Pharma	7.74	4.17	Shenzhen MTC Co Ltd	9.48	-5.29
BeijingOrntlyHngWtrprfT	23.13	3.96	Taiji Computer Corp	29.62	-4.39
Shenzhen Click Tech	24.90	3.88	ChinaGreatwllCmpShznhn	9.18	-4.18
BeijingBDStarNavigatin	31.72	3.76	AnhuiShngynEnvrnmntPrt	11.10	-4.15
Jinke Properties Group	5.56	3.73	LeshilnetInfo&TechBeji	37.44	-4.00
Harbin Gloria Pharma	8.38	3.58	Feitian Technologies	21.52	-3.97
North In Grp Red Arrow	15.72	3.49	Jinlong Mach & Electr	14.97	-3.92
Hang Seng			Losers		
Hengan International	61.75	3.26	China Constr Bank	5.73	-1.21
Bank of East Asia Ltd	32.40	2.53	China Merchants Port	20.60	-0.96
China Shenhua Energy	16.28	2.52	Lenovo Group Ltd	4.98	-0.80
PetroChina Co Ltd	6.18	1.64	Sands China Ltd	34.90	-0.71
China Petroleum & Chem	6.20	1.64	Power Assets Holdings	71.40	-0.63

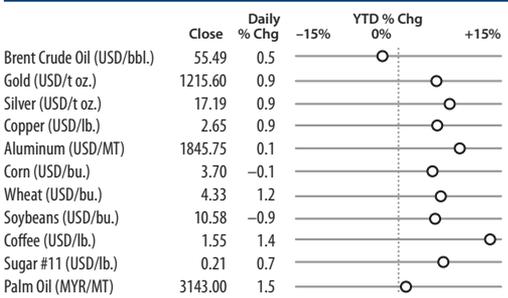
Cross Currency Rates

	USD	EUR	CNY	HKD	GBP	KRW	BRL	RUB	JPY	INR	CAD
USD		1.075	0.146	0.129	1.250	0.001	0.316	0.017	0.009	0.015	0.754
EUR	0.930		0.136	0.120	1.163	0.001	0.294	0.016	0.008	0.014	0.702
CNY	6.860	7.373		0.884	8.571	0.006	2.168	0.116	0.061	0.101	5.174
HKD	7.757	8.337	1.131		9.693	0.007	2.452	0.131	0.069	0.114	5.851
GBP	0.800	0.860	0.117	0.103		0.001	0.253	0.014	0.007	0.012	0.604
KRW	1165.860	1251.070	169.956	150.294	1459.120		369.123	19.745	10.296	17.118	880.830
BRL	3.165	3.401	0.461	0.408	3.953	0.003		0.053	0.028	0.046	2.386
RUB	59.146	63.564	8.626	7.625	73.902	0.051	18.694		0.522	0.869	44.611
JPY	113.240	121.700	16.508	14.597	141.488	0.097	35.778	1.914		1.663	85.409
INR	68.105	73.202	9.928	8.780	85.086	0.058	21.530	1.152	0.602		51.367
CAD	1.326	1.425	0.193	0.171	1.657	0.001	0.419	0.022	0.012	0.020	

International Stock Markets



Commodities



ETFs

EQUITY ETFs	Ticker	Close	Daily % Change
China 50	510050	2.35	0.26
China AMC CSI 300 Index	510330	3.59	0.03
China CSI 500	510500	6.45	-0.43
China SME	159902	3.02	-0.23
China Universal CSI Consumer Staples Index	159928	1.48	-0.67
E Fund ChiNext Price Index	159915	1.79	-1.16
E Fund CSI 300	510310	1.40	-0.28
E Fund CSI 300 Financials ex Banks Index	512070	1.70	-0.35
E Fund Hang Seng China Enterprises Index	510900	1.07	0.37
E FUND SZSE100 INDEX FUND	159901	3.92	-0.33
Fortune SGAM Xianjin Tianyi Money Market	511990	100.01	0.01
Guangfa CSI 500	510510	1.70	0.06
Guotai Shanghai Stock Exchange 180 Financial Index	510230	5.33	0.51
Harvest CSI 300 Index	159919	3.62	-0.06
Huatai-Pinebridge CSI 300	510300	3.36	0.06
Shanghai SSE180	510180	3.03	0.07
SSE Pledge Urban Investment Bond	511220	97.39	-0.29
Yinhua Traded Money Market Fund	511880	100.27	0.01