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Focus of the Day

China Macro

Efforts on both supply and demand fronts – our take on the fourth meeting of the Central Financial and Economic Affairs Committee

Macro Strategy

Carl Cai, CFA

Carl.Cai@bocomgroup.com

On 23 February 2024, President Xi Jinping presided over the fourth meeting of the Central Financial and Economic Affairs Committee. The meeting emphasized the promotion of a new round of large-scale equipment updates and consumer goods trade-in, and to effectively reduce the logistics costs of the whole society.

Regarding the spirit of the meeting, our understanding is as follows: This meeting emphasized the importance of promoting a new round of large-scale equipment updates and trade-in of consumer goods, as well as the need to effectively reduce the logistics costs of the whole society, aiming to increase the competitiveness of enterprises through structural reforms to promote sustained and healthy economic development. At the same time, the meeting made it clear to further strengthen the promotion of economic structural adjustment, promote domestic consumption, improve industrial efficiency and optimize the logistics system to increase effective demand, optimize production capacity structures, stimulate new momentum for economic growth, and, through technological updates and consumption upgrades, to promote the transformation of the economy to high-quality development.

The fourth meeting of the Central Financial and Economic Affairs Commission further released positive signals and issued important instructions on both the supply and demand sides. (1) Supply side: Optimize the production capacity structure, increase the proportion of advanced production capacity, eliminate inefficient and backward production capacity to cope with excess capacity; at the same time, optimize the transportation structure, reduce social logistics costs, and help enterprises achieve cost reduction and efficiency improvement. (2) Demand side: Implementing large-scale equipment updates and replacing old consumer goods with new ones will effectively promote investment and consumption and increase effective demand. The support on both supply and demands, combined with the central bank's previous reduction in the 5-year LPR interest rate, which lowered borrowing costs, are beneficial to improving companies' profits and achieving healthy and stable economic development.

Global Stock Indices

	Close	1D%	YTD%
HSI	16,726	0.04	-0.62
HSCEI	5,765	0.12	-0.06
SH A	3,150	0.55	0.99
SH B	258	1.53	11.27
SZ A	1,747	1.20	-9.15
SZ B	1,059	0.90	-1.99
DJIA	39,132	0.16	3.83
S&P 500	5,089	0.03	6.69
Nasdaq	15,997	-0.28	6.56
FTSE	7,706	0.28	-0.35
CAC	7,967	0.70	5.61
DAX	17,419	0.28	3.99

Source: FactSet

Key Commodity/Forex Indicators

	Close	3M%	YTD%
Brent	83.67	2.04	8.55
Gold	2,038.60	2.37	-1.15
Silver	22.72	-4.70	-4.52
Copper	8,442.50	1.77	-0.40
JPY	150.54	-0.68	-6.35
GBP	1.27	1.12	-0.55
EUR	1.08	-0.81	-2.04
bps change		3M	6M
HIBOR	4.58	0.00	-4.20
US 10yr yield	4.26	-3.39	1.77

Source: FactSet

HSI Technical

HSI	16,725.86
50D MA	15,949.72
200D MA	17,147.74
14D RSI	
Short sell (HK\$m)	

Source: FactSet

Meituan		3690 HK
<u>Core business still solid, better competitive landscape than e-commerce; maintain Buy</u>		Rating: Buy
CP: HK\$ 64.10	TP: HK\$ 91.00↓	Upside: +42.0%
Connie Gu, CPA connie.gu@bocomgroup.com		

Meituan has adjusted its organizational structure to concentrate resources on its core business, and its founders emphasize innovation. In the face of competition, we believe the Meituan platform has strong user mindshare and loyalty, and is still one of the key platforms for merchants. The instant retail market is large, but the entry barriers are high, making it difficult for competitors to attain scale quickly.

Compared with our view at the start of 2023, Meituan's business performance in 2023 is in line, and we expect it to maintain a stable growth in 2024 with 17% revenue growth. Although the competition is fierce, the business model of the in-store market and the profitability of the takeaway business are proven, and the management remains stable.

To compare with the competition in the e-commerce industry, Alibaba's market share in its core category has dropped significantly. In contrast, for Meituan's key categories, there are still entry barriers, the sustainability of low-price competition remains to be seen, the competitive environment is better than that of e-commerce, and the room for improvement in user stickiness is better than that of e-commerce leaders. It is expected that competitive pressure may be alleviated in the second half of 2024, and profit margins are likely to recover in 2025. Based on 15x P/E for core business, and without including valuation contribution of new businesses, we lower TP to HK\$93. Maintain **Buy**.

Consumer Sector	
<u>Earnings Calendar for Major Consumer Names (as of 23 Feb 2024)</u>	
Edward Lui, CFA, CESGA edward.lui@bocomgroup.com	

We have updated earnings calendar for major consumer names, please see the calendar for details.

Economic data releases for this week – US

Date	Event	Survey	Prior
27 Feb	CB Consumer Confidence (Feb)	114.00	114.80
28 Feb	Manufacturing PMI (Feb)	3.30	4.90
29 Feb	GDP (QoQ%)(Q4)		3.51
1 Mar	Initial jobless claims (k)		291.00
1 Mar	Manufacturing PMI (Feb)	51.50	50.70
1 Mar	ISM manufacturing(Feb)	49.10	49.10

Source: Bloomberg

Economic data releases for this week – China

Date	Event	Survey	Prior
29 Feb	Manufacturing PMI (Feb)		49.20

Source: Bloomberg

BOCOM Research latest reports

In-depth reports

11 Dec	BOCOM Int'l Research - A Wider Horizon in the Year Ahead	BOCOM Int'l Research team
6 Dec	Technology Sector - 2024 Outlook: Global tech investment strategy behind AI and semiconductor themes	Dawei Wang, PhD, CFA, Carrie Tong
6 Dec	Consumer Sector - 2024 Outlook: Self-help volume drivers key to winning as ASP likely muted	Edward Lui, CFA, CESGA, Kay Tan, FRM
6 Dec	Global Macro - 2024 Outlook: The Symphony of Change and Chance (No.2) – Chance	Carl Cai, CFA, Evan Li, Alan Qian
5 Dec	Mainland Property Sector - 2024 Outlook: Turning over a new leaf	Philip Tse, CFA, FRM
5 Dec	Hong Kong Property Sector - 2024 Outlook: Stay patient before dawn	Philip Tse, CFA, FRM
4 Dec	Internet Sector - 2024 Outlook: Innovation and profitability to drive valuation recovery	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
4 Dec	Securities Sector - 2024 Outlook: Earnings Recovery; Prefer Brokers of Balanced Income Mix	Li Wan, CFA, FRM
4 Dec	Insurance Sector - 2024 Outlook: Liability side still in transformation, asset side to improve	Li Wan, CFA, FRM
4 Dec	Automobile Sector - 2024 Outlook: Auto exports, autonomous driving applications in full swing	Angus Chan, Iris Li, CFA
4 Dec	Renewable Energy Sector - 2024 Outlook: Solar Sector Near End of Tunnel as Oversupply Largely Priced in	Wallace Cheng, Bob Wen, CPA
1 Dec	Healthcare Sector - 2024 Outlook: Bottoming Out	Ethan Ding, Joyce Li, PhD, CFA
30 Nov	Global Macro - 2024 Outlook: The Symphony of Change and Chance (No.1)-	Carl Cai, CFA, Evan Li, Alan Qian
24 Feb	Global Macro- 中央财经委员会第四次会议解读	Carl Cai, CFA, Evan Li
22 Feb	Global Macro- Hawkish on rate cut, dovish on balance sheet reduction – comments on Jan Fed minutes	Carl Cai, CFA, Evan Li
7 Feb	Macro Trading Series - Japanese equity series (1): Prefer value over growth	Carl Cai, CFA, Evan Li
3 Feb	Global Macro- NFP reacceleration puts another dent in rate cut hopes – comments on Jan US NFP	Carl Cai, CFA, Evan Li
1 Feb	Global Macro - Tightening Stance Turns Neutral, but No Rush to Cut Rates - Comments on the January FOMC meeting	Carl Cai, CFA, Evan Li
26 Jan	Global Macro - Still resilient – comments on 4Q23 US GDP	Carl Cai, CFA, Evan Li
18 Jan	China Macro - Target met, "double cut" still likely – Comments on China 4Q23 GDP and Dec economic data	Carl Cai, CFA, Evan Li
12 Jan	Global Macro- A Setback in the Fight Against Inflation- US Dec CPI Comments	Carl Cai, CFA, Evan Li
11 Jan	Consumer Sector - Home Appliance - China White Goods Still in a Boom; Who will be the champion in AC Space?	Edward Lui, CFA, CESGA
7 Jan	Global Macro - Strong NFP renders rate cuts more difficult- Comments on Dec 23 US NFP	Carl Cai, CFA, Evan Li

Daily reports

23 Feb	Consumer Sector - Earnings Calendar for Major Consumer Names (as of 23 Feb 2024)	Edward Lui, CFA, CESGA, Kay Tan, FRM
23 Feb	Meituan (3690 HK) - Core business position solid, competition landscape better than e-commerce; valuation revised down, and cut TP	Brandy Sun, Connie Gu, CPA, Li Zhao, CFA, Hanna Cai
22 Feb	Insurance Monthly - Life insurance under pressure, P&C stable in Jan; expect valuations to recover	Li Wan, CFA, FRM
22 Feb	Trip.com (9961 HK) - 4Q23 profit beat; stronger revenue/profit outlook in 2024E	Brandy Sun, Connie Gu, CPA, Li Zhao, CFA, Hanna Cai
21 Feb	China Literature (772 HK) - AI investment and content delay may weigh on 2023E profits; expect a rich pipeline in 2024E	Li Zhao, CFA, Connie Gu, CPA, Brandy Sun, Hanna Cai
20 Feb	Healthcare Sector Weekly - Sector Rebound Solid, GLP-1 subsector continues to be strong; Watch for Opportunities in Earnings Beat	Ethan Ding, Joyce Li, PhD, CFA
20 Feb	Internet Sector - Strong Online Consumption Fervor for 2024 CNY Supports Solid 1Q24 Platform Earnings Growth	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
20 Feb	Consumer Sector - Surge in CNY tourist spending points to strong consumption potential	Edward Lui, CFA, CESGA, Kay Tan, FRM
19 Feb	Jiumaojiu International (9922 HK) - 2023 Preview: Cut EPS on Fierce Competition, Franchise Model Roll-Out	Edward Lui, CFA, CESGA, Kay Tan, FRM
19 Feb	Simcere Pharmaceutical (2096 HK) - 2023 growth hit by external factors, expect high growth to resume in 2024; maintain buy	Ethan Ding, Joyce Li, PhD, CFA
19 Feb	Internet Sector - Earnings Calendar for Major Internet Names (as of 19 Feb 2024)	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
9 Feb	Link REIT (823 HK) - Yield accretive deal announced before CNY holiday; Upgrade to Buy	Philip Tse, CFA, FRM
8 Feb	Alibaba Group (BABA US) - 3QFY24 results: increasing shareholder returns, focusing on e-commerce, cloud and business synergies	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
8 Feb	ZhongAn Online (6060 HK) - Earnings preview: Expect fundamentals to improve, valuation has room to recover	Li Wan, CFA, FRM
7 Feb	Securities Sector - Comments on preliminary results: focus on top names with balanced business amid divergence	Li Wan, CFA, FRM
7 Feb	Healthcare Sector Weekly - Sector sentiment and valuation low and set to rebound, aided by favorable policies	Ethan Ding, Joyce Li, PhD, CFA
7 Feb	Internet Sector - Domestic new titles outlook: supply-side improvement continues, while competition in niche segments intensifies; NetEase growth visibility is strong	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
6 Feb	Haitong Securities (6837 HK) - Significant losses in 4Q23, maintain Neutral rating	Li Wan, CFA, FRM
5 Feb	Healthcare Sector - 4Q23 Institutional Position Observations: Slight Divergence Between Domestic and Foreign Investors, Attention to Layout Opportunities After Sentiment Fluctuations	Ethan Ding, Joyce Li, PhD, CFA

Source: BOCOM Int'l

HSI constituents

Company name	Stock code	Current price (HK\$)	Mkt cap (HK\$ m)	5D chg (%)	YTD chg (%)	-----52-week-----		-----P/E-----			Yield	P/B
						High (HK\$)	Low (HK\$)	2022 (x)	2023E (x)	2024E (x)	2023E (%)	2023E (x)
CKH	1 HK	42.20	161,628	-0.47	0.84	54.45	38.15	4.41	6.34	5.79	6.24	0.29
CLP	2 HK	63.55	160,556	-1.01	-1.40	67.35	55.55	171.76	15.13	13.49	4.93	1.54
HK & CHINA GAS	3 HK	6.04	112,706	2.03	1.00	7.65	5.27	21.49	18.50	17.79	5.79	1.79
HSBC	5 HK	59.25	1,141,317	-4.36	-5.95	66.30	50.45	10.21	6.65	6.26	8.05	0.86
POWER ASSETS	6 HK	47.00	100,162	3.75	3.87	47.00	36.20	17.74	17.09	16.34	6.00	1.15
HANG SENG	11 HK	90.60	173,213	9.29	-0.49	129.00	79.25	18.30	10.10	9.57	7.17	1.11
HENDERSON	12 HK	21.95	106,269	2.09	-8.73	28.85	19.60	11.03	9.98	9.98	8.20	0.32
SHKP	16 HK	76.05	220,376	4.18	-9.95	110.60	71.15	7.67	9.23	9.07	6.51	0.37
NEW WORLD	17 HK	9.74	24,512	1.25	-19.64	20.33	9.26	3.85	27.76	11.46	7.02	0.13
GALAXY ENT	27 HK	43.45	190,000	-4.82	-0.69	58.30	38.30	N/A	23.42	16.37	1.10	2.71
MTRC	66 HK	26.35	163,654	3.74	-13.04	40.95	24.90	15.32	26.09	10.39	5.01	0.91
HLP	101 HK	8.60	38,694	2.14	-20.96	15.88	8.11	9.25	9.35	8.97	9.07	0.29
GEELY	175 HK	8.28	83,325	-0.12	-3.61	11.26	7.34	14.92	15.55	10.58	2.23	0.97
ALI HEALTH	241 HK	3.54	56,941	4.12	-16.51	6.38	2.81	58.70	46.53	32.57	0.00	2.76
CITIC LTD	267 HK	8.20	238,540	4.46	5.13	10.58	6.60	3.32	N/A	N/A	N/A	N/A
WH GROUP	288 HK	4.84	62,098	2.11	-3.97	5.11	3.92	5.79	8.84	6.94	4.10	0.78
CR BEER	291 HK	34.80	112,897	9.95	1.75	64.75	28.15	23.89	20.26	17.26	1.94	3.45
OOIL	316 HK	125.00	82,546	10.52	14.68	153.20	91.90	1.18	6.73	25.97	7.66	0.93
TINGYI	322 HK	8.35	47,047	4.38	-12.29	14.38	7.15	N/A	N/A	N/A	N/A	N/A
SINOPEC	386 HK	4.48	109,064	7.18	9.54	5.38	3.68	7.53	6.87	6.45	8.77	0.61
HKEX	388 HK	253.20	320,407	0.56	-5.52	348.60	221.60	31.85	26.57	25.54	3.36	6.20
TECHTRONIC	669 HK	85.45	156,318	0.89	-8.17	97.30	67.80	18.55	20.67	17.48	1.97	3.48
COLI	688 HK	12.40	135,717	3.85	-9.88	21.60	10.74	5.36	5.43	5.35	5.52	0.34
TENCENT	700 HK	290.80	2,702,937	-0.34	-0.95	388.20	262.20	22.61	16.49	14.15	0.57	3.01
UNICOM	762 HK	5.65	172,879	5.21	15.31	6.42	4.52	9.45	8.52	7.64	6.46	0.45
LINK	823 HK	38.50	99,044	-0.26	-12.20	52.05	35.45	12.96	14.04	15.04	7.12	0.52
CR POWER	836 HK	17.22	82,836	11.24	10.10	18.80	14.04	11.79	6.88	5.71	5.81	0.90
PETROCHINA	857 HK	6.26	132,079	10.41	21.32	6.28	4.02	7.02	6.26	6.19	7.70	0.72
XINYI GLASS	868 HK	7.36	31,078	2.79	-15.98	16.28	6.18	5.85	6.25	6.63	7.77	0.86
ZHONGSHENG	881 HK	14.64	34,926	3.98	-21.63	41.15	13.14	4.97	6.80	6.09	5.08	0.69
CNOOC	883 HK	16.36	729,276	11.90	25.85	16.36	11.02	4.97	5.47	5.19	7.97	1.07
CCB	939 HK	4.98	1,272,254	5.51	7.10	5.63	4.02	5.62	5.46	5.25	5.56	0.61
CHINA MOBILE	941 HK	67.85	1,390,206	1.95	4.71	69.65	57.30	10.62	9.85	9.17	7.19	0.99
LONGFOR	960 HK	10.74	70,870	14.50	-14.08	24.90	7.92	2.44	3.90	3.89	6.71	0.41
XINYI SOLAR	968 HK	4.07	36,236	0.00	-10.75	9.47	3.46	9.48	9.69	7.51	4.91	1.14
SMIC	981 HK	14.98	89,474	-0.93	-24.57	25.60	14.08	8.32	17.40	31.31	0.00	0.76
LENOVO	992 HK	8.55	106,060	2.03	-21.70	11.04	7.04	6.26	8.09	N/A	4.58	2.33
CK INFRA	1038 HK	46.80	111,784	3.77	8.33	47.60	35.55	15.19	15.14	14.37	5.47	0.90
HIENGAN	1044 HK	25.05	29,111	-0.79	-13.77	36.95	24.00	13.91	10.53	8.60	6.11	1.31
SHENHUA	1088 HK	31.60	106,728	5.69	18.13	32.30	21.50	7.92	9.16	9.24	7.84	1.41
CSPC	1093 HK	6.32	74,884	1.77	-12.95	8.83	5.29	11.38	11.18	10.02	2.87	2.01
SINOPHARM	1099 HK	22.30	29,922	3.24	9.05	28.25	17.78	8.57	7.14	N/A	4.29	0.86
CR LAND	1109 HK	25.90	184,691	4.02	-7.50	39.45	20.50	6.29	6.16	5.78	5.99	0.65
CKA	1113 HK	36.55	129,704	1.53	-6.76	50.15	34.55	6.11	7.81	7.63	6.24	0.32
SBP	1177 HK	3.14	57,774	-0.32	-9.51	4.62	2.66	21.15	20.63	18.05	1.73	1.74
CHINA RES MIXC	1209 HK	23.95	54,666	3.90	-14.00	45.05	20.80	22.79	17.68	13.99	2.54	3.17
BYD	1211 HK	185.20	433,538	-2.53	-13.62	275.60	171.70	29.84	16.37	12.72	1.06	3.57
AIA	1299 HK	64.75	730,498	0.70	-4.85	86.65	59.10	350.65	18.48	13.61	2.51	2.11
CHINA HONGQIAO	1378 HK	6.27	59,412	8.29	-1.88	8.88	5.28	6.16	5.80	5.43	11.20	0.61
ICBC	1398 HK	4.14	1,965,288	5.34	8.38	4.67	3.36	3.93	3.89	3.77	8.09	0.40
HANG SENG INDEX		16,725.86	22,337,514	2.36	-1.89	20,782.45	14,961.18	470.78	12.08	10.19	4.37	1.72

Source: FactSet

HSCEI constituents

Company name	Stock code	Closing price (HK\$)	Mkt cap (HK\$ m)	5D chg (%)	YTD chg (%)	-----52-week----- High (HK\$) Low (HK\$)		-----P/E----- 2022 (x) 2023E (x) 2024E (x)			Yield 2023E (%)	P/B 2023E (x)
WHEELLOCK	20 HK	0.93	24,132	9.41	-19.83	3.33	0.78	N/A	N/A	N/A	N/A	N/A
GEELY	175 HK	8.28	83,325	-0.12	-3.61	11.26	7.34	14.92	15.55	10.58	2.23	0.97
CITIC LTD	267 HK	8.20	238,540	4.46	5.13	10.58	6.60	3.32	N/A	N/A	N/A	N/A
CR BEER	291 HK	34.80	112,897	9.95	1.75	64.75	28.15	23.89	20.26	17.26	1.94	3.45
SINOPEC	386 HK	4.48	109,064	7.18	9.54	5.38	3.68	7.53	6.87	6.45	8.77	0.61
COLI	688 HK	12.40	135,717	3.85	-9.88	21.60	10.74	5.36	5.43	5.35	5.52	0.34
TENCENT	700 HK	290.80	2,702,937	-0.34	-0.95	388.20	262.20	22.61	16.49	14.15	0.57	3.01
PETROCHINA	857 HK	6.26	132,079	10.41	21.32	6.28	4.02	7.02	6.26	6.19	7.70	0.72
ZHONGSHENG	881 HK	14.64	34,926	3.98	-21.63	41.15	13.14	4.97	6.80	6.09	5.08	0.69
CNOOC	883 HK	16.36	729,276	11.90	25.85	16.36	11.02	4.97	5.47	5.19	7.97	1.07
CCB	939 HK	4.98	1,272,254	5.51	7.10	5.63	4.02	5.62	5.46	5.25	5.56	0.61
CHINA MOBILE	941 HK	67.85	1,390,206	1.95	4.71	69.65	57.30	10.62	9.85	9.17	7.19	0.99
LONGFOR	960 HK	10.74	70,870	14.50	-14.08	24.90	7.92	2.44	3.90	3.89	6.71	0.41
XINYI SOLAR	968 HK	4.07	36,236	0.00	-10.75	9.47	3.46	9.48	9.69	7.51	4.91	1.14
SMIC	981 HK	14.98	89,474	-0.93	-24.57	25.60	14.08	8.32	17.40	31.31	0.00	0.76
LENOVO	992 HK	8.55	106,060	2.03	-21.70	11.04	7.04	6.26	8.09	N/A	4.58	2.33
KUAISHOU	1024 HK	45.90	165,236	1.77	-13.31	69.15	39.10	N/A	33.17	14.65	0.00	3.85
SHENHUA	1088 HK	31.60	106,728	5.69	18.13	32.30	21.50	7.92	9.16	9.24	7.84	1.41
CSPC	1093 HK	6.32	74,884	1.77	-12.95	8.83	5.29	11.38	11.18	10.02	2.87	2.01
CR LAND	1109 HK	25.90	184,691	4.02	-7.50	39.45	20.50	6.29	6.16	5.78	5.99	0.65
SBP	1177 HK	3.14	57,774	-0.32	-9.51	4.62	2.66	21.15	20.63	18.05	1.73	1.74
BYD	1211 HK	185.20	433,538	-2.53	-13.62	275.60	171.70	29.84	16.37	12.72	1.06	3.57
ABC	1288 HK	3.31	1,579,994	5.75	9.97	3.31	2.51	4.41	4.20	3.99	7.55	0.44
ICBC	1398 HK	4.14	1,965,288	5.34	8.38	4.67	3.36	3.93	3.89	3.77	8.09	0.40
PSBC	1658 HK	4.24	448,259	3.16	13.67	5.54	3.37	4.59	4.54	4.24	6.92	0.49
XIAOMI	1810 HK	13.22	270,477	-1.49	-15.26	16.80	9.99	121.62	18.14	19.35	0.00	1.87
LI AUTO	2015 HK	139.10	453,774	9.79	-5.44	184.30	83.75	23,359.20	29.13	18.93	0.00	4.95
ANTA	2020 HK	79.35	223,216	1.21	4.75	116.80	64.15	26.45	20.86	17.68	2.12	4.47
SHENZHOU	2313 HK	68.90	103,572	-1.85	-14.30	90.60	61.95	20.85	21.06	17.24	2.64	2.91
PING AN	2318 HK	37.40	789,185	7.16	5.80	61.15	29.80	7.27	5.90	4.78	7.00	0.68
MENGNIU	2319 HK	20.75	81,470	7.29	-1.19	36.30	16.32	14.22	14.25	12.24	3.14	1.72
LI NING	2331 HK	20.90	53,820	-1.65	0.00	71.25	15.12	12.46	15.94	14.68	2.44	1.92
SUNNY OPTICAL	2382 HK	51.15	55,810	1.19	-27.81	97.50	45.30	21.38	44.57	21.32	0.46	2.26
JD LOGISTICS	2618 HK	7.83	51,828	0.77	-19.94	14.86	6.80	N/A	102.18	23.73	0.00	1.00
CHINA LIFE	2628 HK	10.20	790,015	4.62	0.79	15.70	8.33	8.23	12.03	6.03	5.03	0.59
ENN	2688 HK	64.50	72,790	11.21	12.17	117.70	49.70	11.43	9.02	9.03	4.48	1.54
BOCOM	3328 HK	5.23	183,112	7.17	7.39	5.59	4.26	4.22	4.11	4.07	7.90	0.39
MEITUAN	3690 HK	81.50	459,207	9.18	-0.49	146.30	62.55	N/A	39.26	22.25	0.00	3.19
CMB	3968 HK	31.80	884,826	3.25	16.91	45.25	24.50	5.56	5.20	4.94	6.32	0.80
BOC	3988 HK	3.16	1,318,083	4.98	6.04	3.42	2.60	6.30	6.17	5.97	5.22	0.61
JD HEALTH	6618 HK	30.65	97,747	1.32	-21.61	64.55	25.60	234.98	43.38	31.68	0.00	1.88
HAIER	6690 HK	24.20	232,995	0.21	9.75	28.65	20.55	13.41	12.62	11.04	3.09	2.01
HAIDILAO	6862 HK	14.38	80,154	1.27	-1.10	23.70	12.20	N/A	N/A	N/A	N/A	N/A
JD.COM	9618 HK	93.75	255,510	-2.09	-16.67	187.30	82.50	9.39	8.06	7.59	0.00	1.12
NONGFU SPRING	9633 HK	44.70	224,965	-0.33	-1.00	46.30	38.50	54.11	41.96	35.76	2.14	16.85
XPENG	9868 HK	35.30	54,023	-5.87	-37.74	86.75	30.40	N/A	N/A	N/A	0.00	1.64
BAIDU	9888 HK	109.90	243,055	2.81	-5.34	155.10	95.60	13.11	10.57	10.37	0.00	1.13
TRIP.COM	9961 HK	366.40	241,861	12.74	31.99	366.40	241.60	164.15	17.28	18.72	0.00	1.81
ALIBABA	9988 HK	74.55	1,428,139	2.12	-1.39	100.40	65.45	9.81	8.64	8.41	1.29	1.28
NETEASE	9999 HK	169.50	529,852	-1.17	20.55	183.20	121.10	21.51	15.47	15.29	1.77	3.96
HANG SENG CHINA ENT INDX		5,765.10	19,817,449	3.71	-0.06	7,056.16	5,001.95	527.10	11.31	9.30	4.31	1.64

Source: FactSet

BOCOM International

10/F, Man Yee Building, 68 Des Voeux Road Central, Central, Hong Kong
Main: (852) 3766 1899 Fax: (852) 2107 4662

Rating System

Analyst Stock Rating:

Buy: The stock's total return is expected to **exceed** that of the corresponding industry over the next 12 months.

Neutral: The stock's total return is expected to be **in line with** that of the corresponding industry over the next 12 months.

Sell: The stock's total return is expected to be **below** that of the corresponding industry over the next 12 months.

Not-Rated: The analyst **does not have conviction** regarding the outlook of the stock's total return relative to that of the corresponding industry over the next 12 months.

Analyst Industry Views:

Outperform: The analyst expects the industry coverage universe to be **attractive** relative to the relevant broad market benchmark over the next 12 months.

Market perform: The analyst expects the industry coverage universe to be **in line with** the relevant broad market benchmark over the next 12 months.

Underperform: The analyst expects the industry coverage universe to be **unattractive** relative to the relevant broad market benchmark over the next 12 months.

Broad market benchmark for Hong Kong is the **Hang Seng Composite Index**, for China A-shares is the **MSCI China A Index**, for US-listed Chinese companies is **S&P US Listed China 50 (USD) Index**.

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