

Morning Express

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Focus of the Day

Hong Kong Property Sector

Removal of demand-side management measures positive to property market

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Paul Chan, Financial Secretary of Hong Kong SAR, announced the 2024-25 Fiscal Budget. Highlights include the removal of all demand-side management measures (including Buyer's Stamp Duty, Special Stamp Duty and New Residential Stamp Duty) and the estimates of new land supply.

The Budget proposes that the 2024/25 land sales program will provide eight residential sites, with an estimated 15,000 units if URA and railway property developments are also taken into account.

The Hong Kong Monetary Authority ("HKMA") also announced adjustments to the mortgage ratios for owner-occupied residential properties and non-residential properties. Among them, the mortgage ratio limit for owner-occupied residential properties with a value of <HK\$30m/>HK\$35m will be adjusted to 70%/60%. Meanwhile, HKMA suspended the stress test that assumes the interest rate of mortgage loans rises by 2%. We estimate that the suspension of the stress test will increase the affordability of buyers by ~4-5%.

Expect property prices to stabilize due to new stimulus measures. We believe the tax cuts and the suspension of stress tests can effectively stimulate buyer sentiment and release pent-up demand, and drive up transaction volume in the next 2-3 months significantly (YoY increase of 30-50%). We lift our residential price forecast for 2024 to flat (previous forecast: a decline of less than 5%). We believe developers focusing on mid-end small and medium-sized units with sufficient supply can outperform, including Sun Hung Kai Properties (16 HK/Buy, TP HK\$127.60).

Healthcare Sector Weekly

More surprises from GLP-1 clinical data; watch joint replacement centralized procurement results, company earnings

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Rating: **Outperform**

Documents about centralized procurement renewal of joint replacement released. The renewed procurement cycle is for three years. We see signs of easing in centralized procurement policies. We suggest monitoring price changes in joint replacement centralized procurement and related companies.

Global Stock Indices

	Close	1D%	YTD%
HSI	16,537	-1.54	-1.78
HSCEI	5,688	-2.04	-1.39
SH A	3,101	-1.91	-0.59
SH B	259	-1.53	11.62
SZ A	1,727	-3.80	-10.15
SZ B	1,066	-0.40	-1.43
DJIA	38,949	-0.06	3.34
S&P 500	5,070	-0.17	6.29
Nasdaq	15,948	-0.55	6.24
FTSE	7,625	-0.76	-1.40
CAC	7,954	0.08	5.45
DAX	17,601	0.25	5.07

Source: FactSet

Key Commodity/Forex Indicators

	Close	3M%	YTD%
Brent	83.61	2.33	8.47
Gold	2,034.00	-0.28	-1.38
Silver	22.67	-8.03	-4.71
Copper	8,396.50	1.43	-0.94
JPY	150.82	-1.95	-6.52
GBP	1.27	-0.23	-0.74
EUR	1.08	-1.33	-1.92
bps change		3M	6M
HIBOR	4.58	0.00	1.41
US 10yr yield	4.26	-1.82	1.50

Source: FactSet

HSI Technical

HSI	16,536.85
50D MA	15,979.50
200D MA	17,075.77
14D RSI	56.18
Short sell (HK\$m)	16,577

Source: FactSet

Good progress for GLP-1 related drugs. (1) Viking Therapeutics' VK2735 (GLP-1/GIP) Phase II trial showed positive results. (2) Phase II MASH data from BI's Survodutide (GLP-1R/GCGR) are positive. (3) Phase I clinical data from Amgen's AMG133 showed significant efficacy in treating Chinese patients who are obese or overweight (once-monthly dosing).

Investment implications: Previously, the financial reports of Eli Lilly and Novo Nordisk showed that GLP-1-related drug sales were strong. This week, clinical data of GLP-1 drugs once again showed positive progress in reducing the frequency of drug administration and the field of MASH. We are optimistic about the potential of GLP-1-related drugs, and recommend watching the investment opportunities related to the domestic GLP-1 value chain, including Innovent, CSPC, Sino Biopharmaceutical and WuXi AppTec. This week, BeiGene released its annual report, with annual sales of Zanubrutinib (BTK inhibitor) at US\$1.3bn (+129% YoY), boosting confidence in the prospect of domestic innovative drugs in overseas markets. As we enter March-April, we recommend paying attention to the annual/quarterly performance of pharmaceutical companies. As sector stabilizes, we expect stock prices to continue to recover.

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

28 Feb	Healthcare Sector Weekly - More surprises from GLP-1 clinical data; watch joint replacement centralized procurement results, company earnings	Ethan Ding, Joyce Li, PhD, CFA
28 Feb	Hong Kong Property Sector - Removal of demand-side management measures positive to property market	Philip Tse, CFA, FRM
28 Feb	NVIDIA Corporation (NVDA US) - Strong growth with high visibility; likely still underestimated by the market	Dawei Wang, PhD, CFA, Carrie Tong
28 Feb	Gaotu Techedu (GOTU US) - 4Q23 results beat; acquisition strategy sets long-term revenue growth trend	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
27 Feb	Li Auto Inc (2015 HK) - 4Q23 profit a strong beat, expect big QoQ sales vol growth in 2Q24; maintain Buy	Angus Chan, Iris Li, CFA
26 Feb	Renewable Energy Sector - Earnings Calendar for Renewables Names (as of 26 Feb 2024)	Wallace Cheng, Bob Wen, CPA
26 Feb	Yeahka Limited (9923 HK) - Lower profit estimates on adjustment of payment business and intensified competition of in-store business; downgrade to Neutral	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai
23 Feb	Consumer Sector - Earnings Calendar for Major Consumer Names (as of 26 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	Jiumaojiao 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

Source: BOCOM Int'l

HSI constituents

Company name	Stock code	Current 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)
CKH	1 HK	40.50	155,117	-4.03	-3.23	54.45	38.15	4.29	6.62	5.63	6.42	0.29
CLP	2 HK	66.40	167,756	4.48	3.03	67.35	55.65	180.14	25.34	14.19	4.65	1.66
HK & CHINA GAS	3 HK	6.10	113,825	0.99	2.01	7.65	5.27	21.57	18.56	17.85	5.78	1.80
HSBC	5 HK	59.75	1,141,687	0.84	-5.16	66.30	50.45	10.28	6.69	6.30	8.00	0.86
POWER ASSETS	6 HK	48.00	102,293	2.13	6.08	48.00	36.20	17.94	17.29	16.53	5.93	1.17
HANG SENG	11 HK	89.40	170,918	-1.32	-1.81	129.00	79.25	18.13	10.01	9.48	7.24	1.10
HENDERSON	12 HK	23.05	111,594	5.01	-4.16	28.85	19.60	11.16	10.09	10.09	8.11	0.33
SHKP	16 HK	78.00	226,027	2.56	-7.64	110.60	71.15	7.82	9.41	9.25	6.39	0.37
NEW WORLD	17 HK	10.08	25,368	3.49	-16.83	20.33	9.26	3.87	27.94	11.53	6.98	0.13
GALAXY ENT	27 HK	42.05	183,878	-3.22	-3.89	58.30	38.30	N/A	23.21	16.22	1.11	2.68
MTRC	66 HK	26.65	165,517	1.14	-12.05	40.95	24.90	15.47	26.34	10.49	4.96	0.91
HLP	101 HK	8.46	38,064	-1.63	-22.24	15.88	8.11	9.14	9.24	8.86	9.18	0.29
GEELY	175 HK	8.44	84,935	1.93	-1.75	11.26	7.34	15.55	16.20	11.03	2.14	1.02
ALI HEALTH	241 HK	3.41	54,850	-3.67	-19.58	6.38	2.81	59.02	46.79	32.75	0.00	2.78
CITIC LTD	267 HK	7.94	230,977	-3.17	1.79	10.58	6.60	3.30	N/A	N/A	N/A	N/A
WH GROUP	288 HK	4.77	61,200	-1.45	-5.36	5.11	3.92	5.74	8.76	6.88	4.14	0.77
CR BEER	291 HK	33.25	107,869	-4.45	-2.78	64.75	28.15	23.44	19.95	17.07	1.97	3.39
OOIL	316 HK	120.60	79,641	-3.52	10.64	153.20	91.90	1.15	6.56	25.31	7.86	0.90
TINGYI	322 HK	8.45	47,610	1.20	-11.24	14.38	7.15	N/A	N/A	N/A	N/A	N/A
SINOPEC	386 HK	4.37	106,386	-2.46	6.85	5.38	3.68	7.45	6.79	6.38	8.51	0.61
HKEX	388 HK	244.80	309,777	-3.32	-8.66	348.60	221.60	31.50	26.27	25.26	3.40	6.14
TECHTRONIC	669 HK	84.05	153,757	-1.64	-9.67	97.30	67.80	18.46	20.56	17.39	1.99	3.46
COLI	688 HK	11.86	129,807	-4.35	-13.81	21.60	10.74	5.25	5.32	5.24	5.63	0.33
TENCENT	700 HK	277.00	2,574,668	-4.75	-5.65	388.20	262.20	22.12	16.14	13.85	0.58	2.94
UNICOM	762 HK	5.51	168,596	-2.48	12.45	6.42	4.52	9.33	8.42	7.55	6.45	0.45
LINK	823 HK	39.00	100,330	1.30	-11.06	52.05	35.45	12.88	13.94	14.83	7.16	0.52
CR POWER	836 HK	17.16	82,547	-0.35	9.72	18.80	14.04	11.56	6.74	5.59	5.92	0.88
PETROCHINA	857 HK	6.16	129,969	-1.60	19.38	6.28	4.11	6.96	6.27	6.13	7.71	0.72
XINYI GLASS	868 HK	7.63	32,218	3.67	-12.90	16.28	6.18	6.06	6.47	6.87	7.50	0.89
ZHONGSHENG	881 HK	14.42	34,401	-1.50	-22.81	41.15	13.14	5.02	6.88	6.17	4.99	0.70
CNOOC	883 HK	16.44	732,843	0.49	26.46	16.80	11.04	5.09	5.61	5.32	7.77	1.10
CCB	939 HK	4.87	1,243,309	-2.21	4.73	5.63	4.02	5.46	5.31	5.11	5.72	0.59
CHINA MOBILE	941 HK	66.75	1,367,667	-1.62	3.01	69.65	60.60	10.48	9.73	9.05	7.28	0.98
LONGFOR	960 HK	9.95	65,657	-7.36	-20.40	24.90	7.92	2.43	3.95	4.02	6.67	0.41
XINYI SOLAR	968 HK	3.83	34,099	-5.90	-16.01	9.47	3.46	9.31	9.52	7.39	5.00	1.12
SMIC	981 HK	15.84	94,611	5.74	-20.24	25.60	14.08	9.23	19.31	35.31	0.00	0.84
LENOVO	992 HK	8.62	106,929	0.82	-21.06	11.04	7.14	6.53	8.43	N/A	4.39	2.43
CK INFRA	1038 HK	47.40	113,217	1.28	9.72	47.60	35.55	15.08	15.03	14.26	5.51	0.90
HIENGAN	1044 HK	24.50	28,472	-2.20	-15.66	36.95	24.00	13.77	10.43	8.51	6.18	1.29
SHENHUA	1088 HK	31.25	105,546	-1.11	16.82	32.30	21.50	7.84	9.06	9.14	7.93	1.39
CSPC	1093 HK	6.10	72,277	-3.48	-15.98	8.76	5.29	11.47	11.27	10.10	2.85	2.03
SINOPHARM	1099 HK	22.05	29,587	-1.12	7.82	28.25	17.78	8.53	7.11	N/A	4.31	0.85
CR LAND	1109 HK	24.25	172,925	-6.37	-13.39	39.45	20.50	6.15	6.03	5.66	6.12	0.64
CKA	1113 HK	36.65	130,059	0.27	-6.51	50.15	34.55	6.13	7.83	7.65	6.22	0.33
SBP	1177 HK	3.06	56,302	-2.55	-11.82	4.62	2.66	21.15	19.26	16.22	1.58	1.74
CHINA RES MIXC	1209 HK	23.70	54,095	-1.04	-14.90	45.05	20.80	23.31	18.02	14.36	2.48	3.25
BYD	1211 HK	192.90	448,710	4.16	-10.03	275.60	171.70	31.88	17.49	13.59	0.99	3.81
AIA	1299 HK	63.25	713,576	-2.32	-7.05	86.65	59.10	345.76	18.42	13.93	2.55	2.08
CHINA HONGQIAO	1378 HK	6.05	57,327	-3.51	-5.32	8.88	5.28	6.09	5.73	5.36	11.34	0.60
ICBC	1398 HK	4.06	1,914,477	-1.93	6.28	4.67	3.36	3.89	3.85	3.73	8.17	0.40
HANG SENG INDEX		16,536.85	22,027,634	-1.13	-2.99	20,782.45	14,961.18	809.17	12.20	10.26	4.39	1.75

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)
WHEELock	20 HK	0.90	23,354	-3.23	-22.41	3.33	0.78	N/A	N/A	N/A	N/A	N/A
GEELY	175 HK	8.44	84,935	1.93	-1.75	11.26	7.34	15.55	16.20	11.03	2.14	1.02
CITIC LTD	267 HK	7.94	230,977	-3.17	1.79	10.58	6.60	3.30	N/A	N/A	N/A	N/A
CR BEER	291 HK	33.25	107,869	-4.45	-2.78	64.75	28.15	23.44	19.95	17.07	1.97	3.39
SINOPEC	386 HK	4.37	106,386	-2.46	6.85	5.38	3.68	7.45	6.79	6.38	8.51	0.61
COLI	688 HK	11.86	129,807	-4.35	-13.81	21.60	10.74	5.25	5.32	5.24	5.63	0.33
TENCENT	700 HK	277.00	2,574,668	-4.75	-5.65	388.20	262.20	22.12	16.14	13.85	0.58	2.94
PETROCHINA	857 HK	6.16	129,969	-1.60	19.38	6.28	4.11	6.96	6.27	6.13	7.71	0.72
ZHONGSHENG	881 HK	14.42	34,401	-1.50	-22.81	41.15	13.14	5.02	6.88	6.17	4.99	0.70
CNOOC	883 HK	16.44	732,843	0.49	26.46	16.80	11.04	5.09	5.61	5.32	7.77	1.10
CCB	939 HK	4.87	1,243,309	-2.21	4.73	5.63	4.02	5.46	5.31	5.11	5.72	0.59
CHINA MOBILE	941 HK	66.75	1,367,667	-1.62	3.01	69.65	60.60	10.48	9.73	9.05	7.28	0.98
LONGFOR	960 HK	9.95	65,657	-7.36	-20.40	24.90	7.92	2.43	3.95	4.02	6.67	0.41
XINYI SOLAR	968 HK	3.83	34,099	-5.90	-16.01	9.47	3.46	9.31	9.52	7.39	5.00	1.12
SMIC	981 HK	15.84	94,611	5.74	-20.24	25.60	14.08	9.23	19.31	35.31	0.00	0.84
LENOVO	992 HK	8.62	106,929	0.82	-21.06	11.04	7.14	6.53	8.43	N/A	4.39	2.43
KUAISHOU	1024 HK	44.40	159,836	-3.27	-16.15	69.15	39.10	N/A	33.06	14.60	0.00	3.83
SHENHUA	1088 HK	31.25	105,546	-1.11	16.82	32.30	21.50	7.84	9.06	9.14	7.93	1.39
CSPC	1093 HK	6.10	72,277	-3.48	-15.98	8.76	5.29	11.47	11.27	10.10	2.85	2.03
CR LAND	1109 HK	24.25	172,925	-6.37	-13.39	39.45	20.50	6.15	6.03	5.66	6.12	0.64
SBP	1177 HK	3.06	56,302	-2.55	-11.82	4.62	2.66	21.15	19.26	16.22	1.58	1.74
BYD	1211 HK	192.90	448,710	4.16	-10.03	275.60	171.70	31.88	17.49	13.59	0.99	3.81
ABC	1288 HK	3.20	1,541,997	-3.32	6.31	3.31	2.51	4.32	4.11	3.90	7.72	0.43
ICBC	1398 HK	4.06	1,914,477	-1.93	6.28	4.67	3.36	3.89	3.85	3.73	8.17	0.40
PSBC	1658 HK	4.16	433,558	-1.89	11.53	5.54	3.37	4.53	4.48	4.19	7.00	0.49
XIAOMI	1810 HK	13.08	267,613	-1.06	-16.15	16.80	9.99	124.01	18.50	19.73	0.00	1.90
LI AUTO	2015 HK	176.90	589,696	27.17	20.26	184.30	83.75	31,017.70	29.03	21.78	0.00	5.83
ANTA	2020 HK	74.65	209,994	-5.92	-1.45	116.80	64.15	26.15	20.62	17.47	2.16	4.33
SHENZHOU	2313 HK	66.15	99,438	-3.99	-17.72	90.60	61.95	20.08	20.28	16.63	2.74	2.80
PING AN	2318 HK	35.55	758,983	-4.95	0.57	61.15	29.80	7.17	5.81	4.71	7.11	0.67
MENGNIU	2319 HK	19.60	76,955	-5.54	-6.67	36.30	16.32	13.88	13.90	11.94	3.22	1.68
LI NING	2331 HK	19.44	50,060	-6.99	-6.99	71.25	15.12	12.28	15.71	14.47	2.48	1.90
SUNNY OPTICAL	2382 HK	51.20	55,865	0.10	-27.73	97.50	45.30	22.19	46.44	22.46	0.44	2.34
JD LOGISTICS	2618 HK	7.65	50,637	-2.30	-21.78	14.86	6.80	N/A	103.74	24.10	0.00	1.01
CHINA LIFE	2628 HK	9.73	751,474	-4.61	-3.85	15.70	8.33	8.03	11.74	5.98	5.03	0.57
ENN	2688 HK	64.10	72,339	-0.62	11.48	117.70	49.70	11.50	9.08	9.08	4.46	1.55
BOCOM	3328 HK	5.15	180,311	-1.53	5.75	5.59	4.26	4.18	4.07	4.03	7.97	0.39
MEITUAN	3690 HK	78.35	441,458	-3.87	-4.33	146.30	62.55	N/A	39.10	21.46	0.00	3.20
CMB	3968 HK	30.80	859,423	-3.14	13.24	45.25	24.50	5.51	5.15	4.89	6.38	0.79
BOC	3988 HK	3.09	1,280,217	-2.22	3.69	3.42	2.60	6.11	5.95	5.79	5.38	0.59
JD HEALTH	6618 HK	29.55	94,238	-3.59	-24.42	64.55	25.60	237.27	43.80	31.99	0.00	1.90
HAIER	6690 HK	23.80	231,175	-1.65	7.94	28.60	20.55	13.46	12.67	11.09	3.08	2.02
HAIDILAO	6862 HK	13.92	77,590	-3.20	-4.26	23.70	12.20	N/A	N/A	N/A	N/A	N/A
JD.COM	9618 HK	91.20	248,560	-2.72	-18.93	187.30	82.50	9.39	8.06	7.59	0.00	1.12
NONGFU SPRING	9633 HK	44.10	221,946	-1.34	-2.33	46.30	38.50	54.17	42.01	35.80	2.14	16.87
XPENG	9868 HK	34.90	53,411	-1.13	-38.45	86.75	30.40	N/A	N/A	N/A	0.00	1.71
BAIDU	9888 HK	106.60	235,757	-3.00	-8.18	155.10	95.60	12.95	10.43	10.24	0.00	1.11
TRIP.COM	9961 HK	349.40	230,639	-4.64	25.86	371.00	241.60	162.18	17.07	18.49	0.00	1.80
ALIBABA	9988 HK	74.25	1,422,392	-0.40	-1.79	100.40	65.45	9.94	8.75	8.52	1.29	1.29
NETEASE	9999 HK	176.70	552,359	4.25	25.68	183.20	122.00	21.45	15.43	15.24	1.78	3.95
HANG SENG CHINA ENT INDX		5,688.46	19,462,541	-1.33	-1.39	7,056.16	5,001.95	913.86	11.35	9.38	4.33	1.69

Source: FactSet

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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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