BOCOM International 交銀國際

Morning Express

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Focus of the Day

China Macro

More needed to consolidate growth – comments on August economic data | Macro Strategy

Carl Cai, CFA Carl.Cai@bocomgroup.com

In August, China's value-added output of industrial enterprises above designated size increased by 4.5% YoY, vs. consensus 4.8%, July 5.1%; and 0.32% MoM, vs. July 0.35%. Retail sales in August increased by 2.1% YoY, vs. consensus 2.5%, July 2.7%; and -0.01% MoM, vs. July 0.27%. Fixed-asset investment in 8M24 increased 3.4% YoY, vs. consensus 3.5%, July 3.6%. In 8M24, real estate development investment fell 10.2% YoY.

The slowdown in economic data in July and August may affect the GDP growth in the third quarter. Further efforts to consolidate growth may be needed to meet the annual economic target. On the supply front, the slowdown in production in August was mainly affected by natural disasters and hot weather. Supported by the export boom of high-tech industries and the country's large-scale equipment renewal, we expect production will maintain a relatively high growth rate. On the investment front, although manufacturing investment has slowed down, some high-tech industries still maintain a relatively fast growth with the support of policies and exports, and the growth rate of infrastructure investment is also expected to gradually pick up with the issuance of special government bonds and special bonds.

Demand-wise, measures such as the use of ultra-long-term special government bonds to support local governments' implementation of consumer goods trade-in continue to bear fruits. Meanwhile, there is room for measures to boost consumption to produce further effects, which will help cement the recovery of domestic demand. At the same time, as overseas markets shift to a rate cut cycle, the People's Bank of China will have more monetary policy leeway. We expect more supportive policies ahead to reduce the costs of enterprises and residents, promote domestic demand, and improve the balance between domestic and external demand.

Internet Sector Monthly

Aug e-commerce: school purchase and old-for-new subsidy drive rebound in electronic categories | Rating: **Outperform**

Connie Gu, CPA connie.gu@bocomgroup.com

Adjusted physical e-commerce increased by 4.1% YoY in August. By category, trend of food/daily necessities/cosmetics was largely in line with July, while school purchases drove double-digit growth in communication

Global Stock Indices

	Close	1D%	YTD%
HSI	17,422	0.38	2.43
HSCEI	6,090	0.31	5.58
SH A	2,834	0.00	-9.14
SH B	229	0.00	-1.02
SZ A	1,544	0.00	-19.70
SZ B	1,032	0.00	-4.53
DJIA	41,622	0.55	10.43
S&P 500	5,633	0.13	18.10
Nasdaq	17,592	-0.52	17.19
FTSE	8,278	0.06	7.05
CAC	7,449	-0.21	-1.24
DAX	18,633	-0.35	11.23

Source: FactSet

Key Commodity/Forex Indicators

	Close	3M%	YTD%
Brent	71.60	-13.31	-7.11
Gold	2,581.30	10.72	25.16
Silver	29.97	2.58	25.96
Copper	9,080.50	-5.90	7.13
JPY	140.44	12.07	0.39
GBP	1.32	4.19	3.53
EUR	1.11	4.08	0.70

bps change		3M	6M
HIBOR	4.58	0.00	0.00
US 10yr yield	3.62	-13.94	-16.05

Source: FactSet

HSI Technical

HSI	17,422.12
50D MA	17,333.22
200D MA	17,543.37
14D RSI	49.707
Short sell (HK$m)	8,702

Source: FactSet

equipment, household appliances turned positive thanks to old-for-new subsidy policy, and sports and recreational goods/furniture growth slowed.

Outlook: (1) Alibaba Taobao&Tmall market share is stable, and we expect September quarter GMV to synchronize with industry high single-digit growth. Taking into account the effects of site-wide promotion gradually reflecting and charging technical service fees to Taobao/Xianyu merchants from September, take rate will continue to follow in the next few quarters. (2) PDD GMV growth will outperform the industry, and take rate may fluctuate quarter to quarter due to the ecological governance strategy. (3)We expect JD's electronic category to rebound driven by old-for-new subsidy policy, and achieve mid-to-high single-digit GMV growth in 3Q24E. (4) We expect Kuaishou GMV growth to slow to 15% in 3Q24E due to competition and other negative impacts.

Investment implication: Alibaba/JD/PDD/Kuaishou is now trading at CY24E 9.7x/7x/6.7x/8.5x P/E, and the valuation is still low. Alibaba may benefit from the HK stock exchange and take rate improvement. JD profits continue to optimize. PDD may continue to gain market share, but take rate may fluctuate from quarter to quarter, resulting in share price volatility. Kuaishou short-term GMV growth is under pressure, but the penetration of purchasing users still has the potential to improve.

Economic data releases for this week – US

Date	Event	Survey	Prior
17 Sep	Retail sales (MoM%)(Aug)	0.20	1.00
19 Sep	Initial jobless claims (k)		230.00
19 Sep	Existing Home sales (m)	3.85	3.95

Source: Bloomberg

Economic data releases for this week – China

Date	Event	Survey	Prior

Source: Bloomberg

BOCOM Research latest reports

In-depth reports

12 Jun	**2H24 Market Outlook - Harnessing momentum: pro-Cyclical strategies**	**BOCOM Int'l Research team**
7 Jun	**Consumer Sector - 2H24 Outlook: Consumption set to recover; buy winners with pair trades**	**Edward Lui, CFA, CESGA, Kay Tan, FRM**
7 Jun	**Automobile Sector - 2H24 Outlook: BYD's DM5.0 to erode JV brands' share; Tesla FSD to speed up autonomous driving**	**Angus Chan, Iris Li, CFA**
7 Jun	**Renewable Energy Sector - 2H24 outlook: Power reform expectation & dividend growth as major positives for operators; PV materials yet to bottom out**	**Wallace Cheng, Bob Wen, CPA**
6 Jun	**Internet Sector - 2H24 Outlook: Valuation to recover on profit improvement**	**Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai,**
6 Jun	**Technology Sector - 2H24 outlook: AI theme continues to thrive, while semiconductors may diverge**	**Dawei Wang, PhD, CFA, Carrie Tong**
5 Jun	**Property Sector - 2H24 Outlook: Seeking opportunities amid uncertainty**	**Philip Tse, CFA, FRM**
5 Jun	**Healthcare Sector - 2H24 Outlook: Capture strong rebound certainty and potential amid sentiment flux**	**Ethan Ding, Joyce Li, PhD, CFA**
4 Jun	**Financials Sector - 2H24 Outlook: Stay with high dividend, add earnings upside; prefer insurance**	**Li Wan, CFA, FRM**
4 Jun	**Global Macro - 2H24 Outlook: Procyclical Trades**	**Carl Cai, CFA, Evan Li, Alan Qian**
12 Sept	Global Macro - Core inflation resilient, rate cut in September expected to be 25 bps - Comments on the US August CPI	Carl Cai, CFA, Evan Li
10 Sept	China Macro - Exports continue to be strong - Comments on China's import and export data in August	Carl Cai, CFA, Evan Li
9 Sept	China Macro - CPI-PPI further diverged – comments on China August CPI and PPI	Carl Cai, CFA, Evan Li
4 Sept	Macro Strategy – AI Global Stock Picks: Portfolio Monthly Tracking (August 2024)	Carl Cai, CFA, Evan Li, Alan Qian
3 Sept	Macro Strategy – HK stock monthly (September) – Improved global liquidity to facilitate market recovery	Carl Cai, CFA, Evan Li, Alan Qian
26 Aug	Macro Strategy – HK stocks high-dividend strategy to further outperform amid rate cut + uncertainty	Carl Cai, CFA, Alan Qian, Evan Li
26 Aug	Global Macro - Time for rate cut has come – comments on Jackson Hole central banking conference	Carl Cai, CFA, Evan Li
22 Aug	Global Macro - Comments on the largest downward revision of the non-farm payroll in the last 15 years	Carl Cai, CFA, Evan Li
16 Aug	China Macro - Retail sales picked up, while demand awaits consolidation – commentary on July China economic data	Carl Cai, CFA, Evan Li
15 Aug	Global Macro - Overall slowdown, but there is structural rebound - Comments on US July CPI	Carl Cai, CFA, Evan Li

Daily reports

16 Sept	Kuaishou Technology (1024 HK) - Investor Day takeaways: AI supports ecosystem optimization and enhances monetization capability	Li Zhao, CFA, Connie Gu, CPA, Brandy Sun, Hanna Cai,
13 Sept	LexinFintech Holdings (LX US) - Revenue take rate increased, asset quality trend expected to improve	Li Wan, CFA, FRM
12 Sept	Automobile and Industrial Sector - Zhuzhou CRRC Times Electric (3898 HK): Large-scale overhaul and replenishment expected to drive growth	Angus Chan, Joyce Li, PhD, CFA
12 Sept	Battery Sector Monthly - China's Battery Production and Installation Volume Increases Highly Year-on-Year in August; Solid State Battery Technology Breaks Through	Angus Chan, Joyce Li, PhD, CFA
11 Sept	Technology Sector - Huawei releases the world's first tri-fold phone, domestic smartphone supply chain to benefit	Dawei Wang, PhD, CFA, Carrie Tong
11 Sept	VNET Group (VNET US) - Faster ramp up with wholesale IDC growth driven by AI computing	Philip Tse, CFA, FRM
11 Sept	Battery Sector Monthly - Overseas Battery Installation Growth slumps, but Chinese Battery Companies Gain Overseas Market Share	Angus Chan, Joyce Li, PhD, CFA
11 Sept	Technology Sector Monthly - Market volatility heightened; Apple held product launch	Dawei Wang, PhD, CFA, Carrie Tong
10 Sept	China Overseas Property (2669 HK) - Lower TP, expect slower growth in scale and profit	Philip Tse, CFA, FRM
9 Sept	Automobile Sector Monthly - NEV Penetration Rate Rises to 53.9% in Aug; Local Trade-in Policies Continued	Angus Chan, Joyce Li, PhD, CFA
9 Sept	Akeso Inc (9926 HK) - Head-to-Head Data Comparing Ivonescimab with Keytruda Beats, with Next-Gen I/O Cornerstone Therapy Taking Shape; Lift TP	Ethan Ding
6 Sept	Internet Sector - Growth of domestic mobile game market moderated in August; Tencent maintains strong growth momentum	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai,
6 Sept	Tencent Holdings (700 HK) - 2024 Tencent Global Digital Ecosystem Summit: product upgraded to accelerate application of LLM Capability	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai,
6 Sept	Express Delivery Sector - Cost optimization propelled profit in 1H24, led by JDL/STO/JT	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai,
6 Sept	NIO Inc (9866 HK) - Auto GPM beat, inflection point has arrived; maintain Buy	Angus Chan, Joyce Li, PhD, CFA
5 Sept	China Overseas Property (2669 HK) - Lower TP, expect slower growth in scale and profit	Philip Tse, CFA, FRM
4 Sept	Hello Group (MOMO US) - Core business still in transition, revenue/profit remain under pressure	Li Zhao, CFA, Connie Gu, CPA, Brandy Sun, Hanna Cai,
3 Sept	Internet Sector - August results diverged; industry valuations bottomed out, opportunities for e-commerce/OTA	Connie Gu, CPA, Brandy Sun, Li Zhao, CFA, Hanna Cai,
3 Sept	SHK Properties (16 HK) - FY2024 results preview: Expect rental income to fetch HK$20bn, core profit to drop slightly	Philip Tse, CFA, FRM
3 Sept	Gree Electric Appliances (000651 CH) - Record-high 2Q net margin; outlook promising with policy support	Kay Tan, 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------------------ 2023 (x)	2024E (x)	2025E (x)	Yield 2024E (%)	P/B 2024E (x)
CKH	1 HK	41.90	160,479	0.72	0.12	43.05	35.60	6.77	6.55	5.95	6.20	0.28
CLP	2 HK	70.40	177,862	2.55	9.23	70.60	55.75	26.54	14.78	14.22	4.47	1.65
HK & CHINA GAS	3 HK	6.31	117,744	4.13	5.52	6.62	5.27	19.71	18.29	17.28	5.63	1.94
HSBC	5 HK	67.25	1,251,740	1.05	6.75	70.35	56.15	7.55	6.90	6.82	9.74	0.93
POWER ASSETS	6 HK	54.15	115,400	1.69	19.67	54.95	36.20	18.97	18.25	17.56	5.27	1.28
HANG SENG	11 HK	90.15	170,243	1.58	-0.99	115.20	79.25	10.08	9.78	9.89	7.32	1.06
HENDERSON	12 HK	23.80	115,225	2.59	-1.04	27.25	19.60	11.73	10.56	11.61	7.68	0.34
SHKP	16 HK	79.00	228,925	3.54	-6.45	85.65	65.70	9.44	10.37	9.46	4.82	0.37
NEW WORLD	17 HK	6.75	16,987	7.48	-44.31	14.23	6.28	18.33	12.00	N/A	6.22	0.08
GALAXY ENT	27 HK	28.35	123,903	1.61	-35.20	51.55	27.90	17.96	12.37	10.24	3.90	1.58
MTRC	66 HK	26.95	167,499	1.32	-11.06	31.45	23.45	25.97	13.08	10.15	4.90	0.91
HLP	101 HK	5.38	25,353	0.19	-50.55	11.42	5.33	5.86	7.21	7.28	9.65	0.19
GEELY	175 HK	9.02	90,827	1.01	5.01	10.64	7.34	16.21	5.83	8.70	3.50	0.90
ALI HEALTH	241 HK	2.75	44,157	-1.79	-35.14	5.01	2.61	24.87	21.74	16.51	0.00	2.46
CITIC LTD	267 HK	7.37	214,396	2.36	-5.51	8.71	6.60	3.40	3.29	3.09	8.04	0.26
BYD ELECTRONICS	285 HK	25.55	57,569	0.00	-30.19	40.00	23.60	N/A	N/A	N/A	N/A	N/A
WH GROUP	288 HK	5.88	75,442	2.26	16.67	5.88	4.00	15.33	8.07	7.08	5.32	0.92
CR BEER	291 HK	22.10	71,696	-3.49	-35.38	45.15	22.10	12.67	12.10	10.75	4.05	1.99
OOIL	316 HK	96.10	63,462	4.00	-11.83	143.50	91.90	5.86	3.74	N/A	12.22	0.63
TINGYI	322 HK	10.58	59,612	1.34	11.13	11.10	7.15	N/A	N/A	N/A	N/A	N/A
SINOPEC	386 HK	4.39	106,841	2.57	7.33	5.43	3.68	8.13	6.84	6.59	8.85	0.57
HKEX	388 HK	221.20	279,710	0.18	-17.46	298.00	214.60	23.93	23.60	22.66	3.75	5.38
TECHTRONIC	669 HK	108.90	198,786	5.12	17.03	114.20	67.80	25.32	21.81	18.19	2.08	3.84
COLI	688 HK	10.70	117,110	-3.60	-22.24	16.52	10.30	4.36	5.20	5.13	6.03	0.29
TENCENT	700 HK	377.80	3,498,281	2.05	28.68	397.00	262.20	20.89	15.45	13.84	1.13	3.26
UNICOM	762 HK	6.15	188,178	0.00	25.51	7.55	4.52	9.19	8.28	7.68	7.11	0.47
LINK	823 HK	38.20	98,428	2.69	-12.88	43.85	29.90	13.78	14.39	14.16	6.96	0.54
CR POWER	836 HK	18.64	89,667	1.64	19.18	25.00	14.04	8.09	6.01	5.22	6.37	0.96
PETROCHINA	857 HK	5.64	118,998	0.53	9.30	8.54	4.82	5.83	5.46	5.32	8.92	0.62
XINYI GLASS	868 HK	6.71	28,350	1.98	-23.40	11.08	6.18	5.20	5.21	5.09	9.38	0.73
ZHONGSHENG	881 HK	9.01	21,495	1.69	-51.77	22.05	8.53	4.01	6.55	N/A	5.49	0.42
CNOOC	883 HK	18.42	820,803	-1.60	41.69	23.50	11.98	6.47	5.36	5.14	7.82	1.07
CCB	939 HK	5.45	1,385,366	2.25	17.20	5.90	4.24	5.44	5.39	N/A	5.62	0.56
CHINA MOBILE	941 HK	71.25	1,463,981	1.42	9.95	78.30	61.45	10.52	9.98	9.50	7.25	1.00
LONGFOR	960 HK	7.83	52,658	2.09	-37.36	15.74	7.67	3.54	4.69	4.58	6.28	0.31
XINYI SOLAR	968 HK	2.79	24,865	-2.79	-38.82	6.68	2.79	6.06	6.72	5.35	7.44	0.75
SMIC	981 HK	15.60	93,332	1.43	-21.45	24.50	14.02	18.18	25.00	18.90	0.00	0.76
LENOVO	992 HK	9.40	116,604	4.44	-13.92	12.08	7.73	8.77	N/A	N/A	N/A	N/A
CK INFRA	1038 HK	57.05	143,744	0.26	32.06	58.20	35.55	17.54	16.65	15.47	4.63	1.05
HENGAN	1044 HK	21.85	25,392	-2.67	-24.78	29.20	21.85	8.27	8.32	7.86	7.01	1.07
SHENHUA	1088 HK	30.40	102,675	2.36	13.64	40.30	23.80	8.50	9.15	9.20	7.65	1.28
CSPC	1093 HK	4.65	54,930	2.20	-35.95	7.33	4.55	8.40	8.04	7.75	5.66	1.33
SINOPHARM	1099 HK	16.74	22,462	4.23	-18.14	22.70	16.06	5.22	N/A	N/A	N/A	N/A
CR LAND	1109 HK	19.18	136,771	0.10	-31.50	32.85	19.12	4.58	4.79	4.75	7.66	0.45
CKA	1113 HK	30.80	107,793	-0.96	-21.43	41.60	29.10	6.27	7.50	7.04	6.11	0.27
SBP	1177 HK	3.27	59,962	3.48	-5.76	3.88	2.34	28.69	18.31	17.23	1.74	1.65
CHINA RES MIXC	1209 HK	23.75	54,209	0.64	-14.72	34.35	20.80	17.05	13.85	11.76	6.18	2.82
BYD	1211 HK	240.00	588,947	-0.08	11.94	257.40	171.70	21.14	17.31	13.78	1.60	3.76
AIA	1299 HK	54.75	597,969	2.91	-19.54	73.80	46.00	21.54	13.40	11.62	3.13	1.93
CHINA HONGQIAO	1378 HK	10.10	95,703	6.43	58.06	13.38	5.28	7.60	4.61	4.45	9.79	0.81
HANG SENG INDEX		**17,422.12**	**22,977,210**	**1.83**	**2.20**	**19,636.22**	**14,961.18**	**12.14**	**10.08**	**10.43**	**4.73**	**1.56**

Source: FactSet

BOCOM International 交銀國際

HSCEI constituents

Company	Stock	Closing	Mkt	5D	YTD	--------52-week--------		------------------P/E------------------			Yield	P/B
name	code	price	cap	chg	chg	High	Low	2023	2024E	2025E	2024E	2024E
		(HK$)	(HK$ m)	(%)	(%)	(HK$)	(HK$)	(x)	(x)	(x)	(%)	(x)
GEELY	175 HK	9.02	90,827	1.01	5.01	10.64	7.34	16.21	5.83	8.70	3.50	0.90
CITIC LTD	267 HK	7.37	214,396	2.36	-5.51	8.71	6.60	3.40	3.29	3.09	8.04	0.26
CR BEER	291 HK	22.10	71,696	-3.49	-35.38	45.15	22.10	12.67	12.10	10.75	4.05	1.99
SINOPEC	386 HK	4.39	106,841	2.57	7.33	5.43	3.68	8.13	6.84	6.59	8.85	0.57
COLI	688 HK	10.70	117,110	-3.60	-22.24	16.52	10.30	4.36	5.20	5.13	6.03	0.29
TENCENT	700 HK	377.80	3,498,281	2.05	28.68	397.00	262.20	20.89	15.45	13.84	1.13	3.26
UNICOM	762 HK	6.15	188,178	0.00	25.51	7.55	4.52	9.19	8.28	7.68	7.11	0.47
PETROCHINA	857 HK	5.64	118,998	0.53	9.30	8.54	4.82	5.83	5.46	5.32	8.92	0.62
CNOOC	883 HK	18.42	820,803	-1.60	41.69	23.50	11.98	6.47	5.36	5.14	7.82	1.07
CCB	939 HK	5.45	1,385,366	2.25	17.20	5.90	4.24	5.44	5.39	N/A	5.62	0.56
CHINA MOBILE	941 HK	71.25	1,463,981	1.42	9.95	78.30	61.45	10.52	9.98	9.50	7.25	1.00
LONGFOR	960 HK	7.83	52,658	2.09	-37.36	15.74	7.67	3.54	4.69	4.58	6.28	0.31
SMIC	981 HK	15.60	93,332	1.43	-21.45	24.50	14.02	18.18	25.00	18.90	0.00	0.76
LENOVO	992 HK	9.40	116,604	4.44	-13.92	12.08	7.73	8.77	N/A	N/A	N/A	N/A
KUAISHOU	1024 HK	39.90	143,034	2.97	-24.65	65.00	38.15	24.10	9.56	7.08	0.00	2.34
SHENHUA	1088 HK	30.40	102,675	2.36	13.64	40.30	23.80	8.50	9.15	9.20	7.65	1.28
CSPC	1093 HK	4.65	54,930	2.20	-35.95	7.33	4.55	8.40	8.04	7.75	5.66	1.33
CR LAND	1109 HK	19.18	136,771	0.10	-31.50	32.85	19.12	4.58	4.79	4.75	7.66	0.45
SBP	1177 HK	3.27	59,962	3.48	-5.76	3.88	2.34	28.69	18.31	17.23	1.74	1.65
BYD	1211 HK	240.00	588,947	-0.08	11.94	257.40	171.70	21.14	17.31	13.78	1.60	3.76
ABC	1288 HK	3.52	1,666,464	3.53	16.94	3.83	2.77	4.42	4.23	N/A	7.33	0.43
ICBC	1398 HK	4.26	2,017,713	3.65	11.52	4.83	3.54	3.92	3.88	N/A	7.82	0.37
J&T	1519 HK	5.37	42,524	-4.11	-66.06	16.38	5.37	N/A	N/A	N/A	N/A	N/A
PSBC	1658 HK	4.13	419,230	4.56	10.72	4.61	3.37	4.48	4.50	N/A	6.99	0.44
XIAOMI	1810 HK	19.24	392,492	1.48	23.33	19.98	11.66	25.34	22.65	19.63	0.00	2.39
LI AUTO	2015 HK	74.25	242,537	-1.59	-49.52	179.20	69.15	11.84	17.21	11.35	0.00	2.09
ANTA	2020 HK	69.40	195,251	-1.42	-8.38	94.25	64.15	17.71	13.28	12.76	3.76	3.04
SHENZHOU	2313 HK	56.45	84,857	1.07	-29.79	86.20	55.25	16.81	12.96	11.42	4.71	2.12
PING AN	2318 HK	35.10	764,045	2.03	-0.71	47.15	29.80	6.78	4.89	4.53	7.67	0.61
MENGNIU	2319 HK	12.52	49,196	1.79	-40.38	27.05	12.02	9.47	10.50	9.03	4.29	0.97
LI NING	2331 HK	12.92	33,262	-0.77	-38.18	35.80	12.92	9.70	9.83	8.95	4.67	1.18
SUNNY OPTICAL	2382 HK	43.50	47,261	-2.47	-38.60	75.90	34.45	39.32	18.49	N/A	1.18	1.77
CHINA LIFE	2628 HK	11.42	865,147	3.07	12.85	13.00	8.33	6.34	5.45	5.19	4.85	0.57
ENN	2688 HK	45.80	51,636	0.77	-20.35	79.30	45.25	6.93	6.93	6.27	6.47	1.02
ZIJIN MINING	2899 HK	14.74	88,276	6.97	15.88	19.66	11.04	16.49	11.23	9.34	2.63	2.63
BOCOM	3328 HK	5.29	185,213	2.92	8.62	6.29	4.36	4.19	4.14	4.02	7.88	0.37
MEITUAN	3690 HK	126.50	682,508	5.95	54.46	126.50	62.55	30.31	17.27	13.75	0.00	3.73
CMB	3968 HK	29.45	829,161	1.38	8.27	39.40	24.50	4.79	4.70	N/A	7.38	0.66
BOC	3988 HK	3.40	1,345,526	3.34	14.09	3.96	2.66	6.19	6.19	N/A	5.24	0.56
JD HEALTH	6618 HK	22.50	71,786	-1.96	-42.46	41.65	19.82	30.77	21.13	19.02	0.00	1.26
HAIER	6690 HK	23.95	242,284	0.84	8.62	31.75	20.55	12.48	10.84	9.60	4.47	1.80
HAIDILAO	6862 HK	12.42	69,229	-3.12	-14.58	21.55	11.80	N/A	N/A	N/A	N/A	N/A
JD.COM	9618 HK	103.40	282,354	1.47	-8.09	136.80	82.50	8.66	6.84	6.59	3.07	1.15
NONGFU SPRING	9633 HK	24.35	122,548	-3.37	-46.07	47.95	24.35	21.25	20.49	18.05	3.39	7.84
XPENG	9868 HK	35.10	54,204	2.78	-38.10	72.75	26.05	N/A	N/A	N/A	0.00	1.90
BAIDU	9888 HK	82.60	193,000	2.67	-28.85	133.40	79.05	7.47	7.63	7.26	0.00	0.77
NEW ORIENTAL	9901 HK	47.10	77,956	-1.88	-14.75	76.80	42.10	38.97	25.88	17.59	0.00	2.58
TRIP.COM	9961 HK	371.80	239,473	0.38	33.93	440.00	252.60	17.43	13.90	13.08	0.00	1.65
ALIBABA	9988 HK	82.00	1,426,195	0.68	8.47	85.90	65.45	9.86	9.78	8.77	1.24	1.38
NETEASE	9999 HK	120.20	374,181	0.50	-14.51	183.20	119.60	11.15	11.09	10.00	2.46	2.52
HANG SENG CHINA ENT INDX		**6,090.16**	**20,517,537**	**1.80**	**5.58**	**6,964.99**	**5,001.95**	**11.12**	**9.17**	**10.18**	**4.54**	**1.47**

Source: FactSet

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Rating System

Analyst Stock Rating:	Analyst Industry Views:
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.	**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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