

# Morning Express

21 July 2026

## Focus of the Day

### Advanced Manufacturing & Mobility Technology

**WAIC 2026 takeaways: Embodied intelligence moves from demonstration to deployment, with industrial applications and physical AI entering accelerated validation**

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The 2026 World Artificial Intelligence Conference was held in Shanghai from July 17 to 20, bringing together more than 1,100 companies showcasing over 3,000 products. AgiBot, Shenji and other companies unveiled new embodied intelligence products and industrialization solutions. We observed that the industry criteria is shifting from “motion completion” toward “continuous production value creation” with warehouse handling, loading and unloading, quality inspection, and precision operations emerging as key use cases. Industrial and warehousing applications are likely to become important commercialization validation windows in 2H26.

WAIC is expected to continue supporting valuation catalysts for the robotics and automotive physical AI sectors, while investment opportunities are likely to expand from robot platforms to manipulation skills and production-line integration. Yet, the performance for components remains predicated on mass production contract wins.

### Anta Sports

**2Q26 retail sales in line; multi-brand strategy demonstrates resilience; maintain Buy**

CP: HK\$ 76.85

TP: HK\$ 108.70

Cathy Xiao

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### 2020 HK

Rating: **Buy**

Upside: +41.4%

**2Q26 retail sales were in line with expectations; management maintained full-year guidance:** In 2Q26, retail sales of the ANTA/FILA brands grew by LSD/LSD YoY, moderating sequentially from 1Q26, while retail sales of all other brands remained strong, rising 25%-30% YoY. Management attributed the softer 2Q26 performance mainly to unfavorable weather conditions and weak offline foot traffic, while online sales remained relatively resilient.

Inventory and retail discounts across all brands remained healthy. Management maintained its full-year retail sales growth guidance of LSD/MSD/20+% YoY for the ANTA/FILA/all other brands, respectively. We remain positive on the company's operational resilience amid a challenging environment, with its multi-brand portfolio expected to mitigate pressure in the mass-market segment. We maintain our target price of HKD108.70 and **Buy** rating.

### Global Stock Indices

|         | Close  | 1D%   | YTD%   |
|---------|--------|-------|--------|
| HSI     | 25,143 | 2.20  | -5.71  |
| HSCEI   | 8,382  | 3.01  | -5.97  |
| SH A    | 3,980  | 0.85  | -4.35  |
| SH B    | 270    | 0.45  | 6.56   |
| SZ A    | 2,513  | -1.33 | -5.10  |
| SZ B    | 1,115  | 1.71  | -11.83 |
| DJIA    | 51,839 | -0.59 | 7.86   |
| S&P 500 | 7,443  | -0.19 | 8.73   |
| Nasdaq  | 25,508 | -0.05 | 9.75   |
| FTSE    | 10,525 | -0.71 | 5.97   |
| CAC     | 8,340  | 0.02  | 2.34   |
| DAX     | 24,847 | 0.06  | 1.45   |

Source: FactSet

### Key Commodity/Forex Indicators

|        | Close     | 3M%    | YTD%   |
|--------|-----------|--------|--------|
| Brent  | 88.03     | -7.77  | 44.69  |
| Gold   | 4,012.70  | -16.52 | -7.23  |
| Silver | 55.29     | -30.28 | -23.20 |
| Copper | 13,373.50 | 1.60   | 6.95   |
| JPY    | 162.42    | -2.26  | -3.49  |
| GBP    | 1.34      | -0.58  | -0.04  |
| EUR    | 1.14      | -2.82  | -2.59  |

|               |      | 3M   | 6M   |
|---------------|------|------|------|
| bps change    |      |      |      |
| HIBOR         | 4.58 | 0.00 | 0.00 |
| US 10yr yield | 4.55 | 6.91 | 6.01 |

Source: FactSet

### HSI Technical

|                    |           |
|--------------------|-----------|
| HSI                | 25,143.05 |
| 50D MA             | 24,220.67 |
| 200D MA            | 25,645.33 |
| 14D RSI            | 61.26     |
| Short sell (HK\$m) | 62,037    |

Source: FactSet

21 July 2026

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### Economic data releases for this week – US

| Date   | Event                     | Survey | Prior  |
|--------|---------------------------|--------|--------|
| 23 Jul | Initial jobless claims(k) |        | 208.00 |
| 24 Jul | Manufacturing PMI(Jul)    |        | 53.90  |

Source: Bloomberg

### Economic data releases for this week – China

| Date | Event | Survey | Prior |
|------|-------|--------|-------|
|------|-------|--------|-------|

Source: Bloomberg

### BOCOM Research latest reports

#### In-depth reports

|        |                                                                                                                                                                                              |                                    |
|--------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------|
| 25 Jun | BOCOM Int'l Research - 2H26 Market Outlook: Riding the Tailwinds                                                                                                                             | BOCOM Int'l Research<br>Weimin Tan |
| 23 Jun | Global Macro – global AI-driven reflation                                                                                                                                                    | Philip Tse, CFA, FRM               |
| 16 Jun | New Infrastructure Construction - 2H26 Outlook: Data center sector – Orderly explosive growth                                                                                                | Angus Chan, Joyce Li, PhD, CFA     |
| 16 Jun | Advanced Manufacturing & Mobility Technology - Physical AI Enters the Validation Phase – Mobility Leads, Robotics Follows                                                                    | Wallace Cheng, Bob Wen, CPA        |
| 16 Jun | Renewable Energy and Utilities Sector - 2H26 Outlook: Focusing on new opportunities in energy storage deployment                                                                             | Ethan Ding, Gloria Zhuge           |
| 12 Jun | Healthcare Sector - 2H26 Outlook: awaiting recovery amid volatility; sector divergence may widen; focus on high-beta opportunities                                                           |                                    |
| 11 Jun | Property Sector - 2H26 outlook: Seeking Alpha in divergence after the inflexion point                                                                                                        | Philip Tse, CFA, FRM               |
| 9 Jun  | Financials Sector - 2H26 Outlook: Solid fundamentals; focus on leading institutions                                                                                                          | Tian Jin                           |
| 8 Jun  | Consumer Sector - 2H26 Outlook: modest recovery to persist; barbell strategy anchored in earnings resilience                                                                                 | Cathy Xiao                         |
| 8 Jun  | Technology Sector - 2H26 Outlook: AI to remain the dominant investment theme in 2H26                                                                                                         | Dawei Wang, PhD, CFA, Carrie Tong  |
| 17 Jul | GigaDevice (603986 CH) - Window opens for domestic substitution: Global major players' capacity scaling-down & CXMT supply support drive robust growth                                       | Carrie Tong, Dawei Wang, PhD, CFA  |
| 2 Jul  | Monthly Picks - Global reflation under AI drive, Hong Kong stocks benefit from Chinese mainland earnings recovery and lower valuations                                                       | BOCOM Int'l Research               |
| 2 Jul  | Technology Sector - Tau Scaling Law: Investment opportunities amid restructured technology path of China's semiconductor industry                                                            | Dawei Wang, PhD, CFA, Carrie Tong  |
| 2 Jul  | Financials Sector Insights -Leading brokerage firms see rapid profit growth and improved revenue-cost structures                                                                             | Tian Jin                           |
| 24 Jun | Advanced Manufacturing & Mobility Technology - Humanoid Robot Industry Series (3): Physical AI reaches its breakthrough moment, with high-precision components building the intelligent body | Angus Chan, Joyce Li, PhD, CFA     |
| 1 Jun  | Monthly Picks - Global macro themes shift, multiple catalysts resonate, HK stocks have further upside                                                                                        | BOCOM Int'l Research               |
| 13 May | Busy Ming (1768 HK) - China's leading snack discount retailer, powered by efficiency; Initiate at Buy with TP of HKD542.00                                                                   | Cathy Xiao                         |
| 4 May  | Monthly Picks - May picks: Policy-driven catalysts may reopen the window for valuation catch-up in Hong Kong stocks                                                                          | BOCOM Int'l Research               |
| 30 Apr | Axera Semiconductor (600 HK) - Riding the wave of on-device and edge AI; Initiate with Buy                                                                                                   | Dawei Wang, PhD, CFA, Carrie Tong  |
| 29 Apr | Data Center Sector - Data Center Series (2): The transformation of "intelligent computing hubs" is underway: seizing the historic opportunity of the AI investment cycle                     | Philip Tse, CFA, FRM               |
| 14 Apr | SK Hynix (000660 KR) - This cycle is different; Initiate with Buy                                                                                                                            | Dawei Wang, PhD, CFA, Carrie Tong  |
| 1 Apr  | Monthly Picks - April picks: Hong Kong stocks may see a phased rebound after adjustment                                                                                                      | BOCOM Int'l Research               |
| 20 Mar | Healthcare Sector - CXO - China CXO: demand recovery and industry reshaping — navigating scale expansion and competitive shakeout                                                            | Ethan Ding, Gloria Zhuge           |
| 19 Mar | Global Macro - Rate cuts still on the table, but the window is narrowing: takeaways from the Fed's Mar FOMC meeting                                                                          | Evan Li                            |

#### Daily reports

|        |                                                                                                                                                                                               |                                   |
|--------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------|
| 20 Jul | Advanced Manufacturing & Mobility Technology - Energy-storage orders and production schedules remain robust, focus shifts to expectation rebalancing following earnings delivery              | Angus Chan, Joyce Li, PhD, CFA    |
| 20 Jul | Baidu Inc (BIDU US) - 2Q26 preview: Pressure persisted on traditional ad business while AI new business sustained robust growth                                                               | Wallace Cheng                     |
| 20 Jul | Taiwan Semiconductor Manufacturing Co (TSM US) - 2nm node starts to contribute revenue, raise full year revenue and capex guidance                                                            | Carrie Tong, Dawei Wang, PhD, CFA |
| 17 Jul | Li Ning Co (2331 HK) - 2Q26 retail sales missed expectations; cut earnings forecasts and TP, maintain Buy                                                                                     | Cathy Xiao                        |
| 16 Jul | Financials Sector - Social financing monthly: Aggregate financing recovered MoM                                                                                                               | Tian Jin                          |
| 16 Jul | China Pacific Insurance (2601 HK) - New Business Value maintains rapid growth; maintain "Buy" rating                                                                                          | Tian Jin                          |
| 14 Jul | WuXi XDC Cayman Inc (2268 HK) - Strong Growth Expected Despite FX Volatility; Long-Term Uptrend Intact; Maintain Buy                                                                          | Ethan Ding, Gloria Zhuge          |
| 14 Jul | Technology Sector Monthly - Global tech stocks see higher volatility, while domestic substitution of semiconductor equipment accelerates                                                      | Dawei Wang, PhD, CFA, Carrie Tong |
| 14 Jul | Healthcare Sector - New NEML Released; Key Assets from RemeGen, Simcere, Keymed Poised for Volume Uplift                                                                                      | Ethan Ding, Gloria Zhuge          |
| 10 Jul | Sino Biopharm (1177 HK) - A series of BD deals closed, expanding global respiratory portfolio rapidly; rich catalysts ahead in 2H26                                                           | Ethan Ding, Gloria Zhuge          |
| 9 Jul  | New China Life (1336 HK) - Solid start to 2026; lift TP                                                                                                                                       | Tian Jin                          |
| 9 Jul  | Advanced Manufacturing & Mobility Technology - Automobile Sector Monthly: PV market maintained sequential recovery in June, NEV penetration stayed elevated, exports remained strong momentum | Angus Chan, Joyce Li, PhD, CFA    |
| 8 Jul  | Gushengtang Holdings Ltd (2273 HK) - Multiple attractively priced acquisitions completed; overseas expansion to accelerate in 2H26                                                            | Ethan Ding, Gloria Zhuge          |
| 7 Jul  | Technology Sector - Release of Tau Scaling Law V2 highlights rising value of advanced packaging and EDA tools                                                                                 | Carrie Tong, Dawei Wang, PhD, CFA |
| 3 Jul  | XPeng Inc. (9868 HK) - XPeng MONA L03 begins pre-sales: Turing AI chip and second-generation VLA strengthen MONA's intelligent mobility branding                                              | Angus Chan, Joyce Li, PhD, CFA    |
| 3 Jul  | Advanced Manufacturing & Mobility Technology - NEV monthly sales: June auto market continued to recover, with new product cycles driving growth                                               | Angus Chan, Joyce Li, PhD, CFA    |
| 30 Jun | SK Hynix (000660 KR)- ASP likely higher for longer, lift TP                                                                                                                                   | Dawei Wang, PhD, CFA, Carrie Tong |
| 25 Jun | Baidu Inc (BIDU US) - Expecting earnings inflection point in 2H26 and short term catalysts to price in                                                                                        | Wallace Cheng                     |
| 25 Jun | GenFleet Therapeutics (2595 HK) - KRAS G12D Inhibitor Showed Robust Progress in Overseas Clinical Development and Collaboration, Underscoring Best-in-Class Potential                         | Ethan Ding, Gloria Zhuge          |

Source: BOCOM Int'l

21 July 2026

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## 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\$)       | 2024 (x)      | 2025E (x)    | 2026E (x)    | 2025E (%)   | 2025E (x)   |
| CMOC                   | 3993 HK    | 16.13                | 63,447            | 1.90        | -16.16       | 24.78             | 8.57             | 21.25         | 14.09        | 8.76         | 2.12        | 3.55        |
| CATL                   | 3750 HK    | 618.50               | 135,019           | -0.56       | 22.35        | 779.50            | 402.00           | 48.93         | 33.25        | 25.11        | 1.48        | 7.21        |
| LAOPU GOLD             | 6181 HK    | 365.40               | 52,450            | -2.56       | -40.87       | 849.50            | 346.40           | 31.95         | 10.67        | 6.49         | 6.99        | 4.90        |
| MIDEA GROUP            | 300 HK     | 94.35                | 61,408            | 2.67        | 11.07        | 94.35             | 75.90            | 15.86         | 14.11        | 12.97        | 5.26        | 2.76        |
| ZTO EXPRESS            | 2057 HK    | 190.50               | 106,752           | -0.37       | 17.38        | 204.00            | 139.10           | 16.47         | 14.84        | 11.81        | 2.84        | 1.99        |
| CKH                    | 1 HK       | 70.50                | 270,018           | -1.61       | 33.14        | 73.30             | 49.25            | 13.01         | 12.16        | 10.34        | 3.26        | 0.48        |
| CLP                    | 2 HK       | 76.65                | 193,652           | -0.33       | 10.13        | 77.70             | 64.25            | 16.71         | 18.77        | 16.90        | 4.09        | 1.82        |
| HK & CHINA GAS         | 3 HK       | 6.88                 | 128,380           | 3.30        | -1.85        | 7.75              | 6.43             | 22.63         | 22.53        | 21.17        | 5.15        | 2.14        |
| HSBC                   | 5 HK       | 157.80               | 2,711,556         | 1.61        | 28.92        | 157.80            | 95.25            | 15.40         | 13.29        | 11.78        | 3.74        | 1.94        |
| POWER ASSETS           | 6 HK       | 58.80                | 125,309           | 1.20        | 6.62         | 66.30             | 49.12            | 20.84         | 20.41        | 21.70        | 4.72        | 1.40        |
| HENDERSON              | 12 HK      | 27.28                | 132,073           | 1.41        | -3.06        | 35.44             | 24.80            | 13.50         | 21.81        | 16.98        | 4.62        | 0.41        |
| SHKP                   | 16 HK      | 122.00               | 353,529           | -0.25       | 28.83        | 146.20            | 89.85            | 16.25         | 16.17        | 15.25        | 3.08        | 0.57        |
| GALAXY ENT             | 27 HK      | 32.14                | 140,737           | 2.49        | -16.13       | 43.90             | 29.20            | 15.84         | 13.00        | 12.83        | 4.73        | 1.67        |
| MTRC                   | 66 HK      | 32.74                | 203,452           | 4.00        | 9.87         | 37.54             | 26.12            | 11.57         | 12.09        | 12.11        | 4.03        | 1.05        |
| HLP                    | 101 HK     | 7.59                 | 39,491            | 2.85        | -11.85       | 10.27             | 6.89             | 11.30         | 11.65        | 12.14        | 6.87        | 0.28        |
| GEELEY                 | 175 HK     | 18.79                | 203,840           | 2.12        | 4.97         | 24.98             | 15.13            | 9.74          | 9.80         | 7.99         | 2.89        | 1.78        |
| ALI HEALTH             | 241 HK     | 3.45                 | 55,636            | 2.68        | -31.68       | 7.78              | 3.07             | 32.71         | 20.11        | 21.00        | 6.54        | 2.65        |
| CITIC LTD              | 267 HK     | 11.54                | 335,702           | 2.30        | -4.31        | 13.82             | 10.61            | 4.96          | 4.86         | 4.55         | 5.92        | 0.37        |
| BYD ELECTRONICS        | 285 HK     | 24.14                | 54,221            | 4.05        | -28.24       | 44.10             | 20.30            | N/A           | N/A          | N/A          | N/A         | N/A         |
| WH GROUP               | 288 HK     | 8.31                 | 106,619           | 2.34        | -4.15        | 10.83             | 7.29             | 8.37          | 8.61         | 8.12         | 7.59        | 1.21        |
| CR BEER                | 291 HK     | 24.08                | 78,120            | 4.42        | -8.16        | 29.04             | 21.28            | 14.03         | 19.70        | 11.44        | 4.88        | 2.10        |
| OOIL                   | 316 HK     | 146.80               | 96,942            | 3.75        | 17.07        | 157.80            | 120.10           | 4.74          | N/A          | N/A          | N/A         | N/A         |
| TINGYI                 | 322 HK     | 11.75                | 66,237            | 4.63        | -0.34        | 13.53             | 9.52             | N/A           | N/A          | N/A          | N/A         | N/A         |
| SINOPEC                | 386 HK     | 4.29                 | 102,027           | 3.62        | -8.14        | 5.66              | 4.00             | 9.11          | 13.74        | 10.52        | 5.34        | 0.55        |
| HKEX                   | 388 HK     | 397.40               | 502,333           | 1.02        | -2.50        | 462.80            | 362.20           | 38.00         | 27.91        | 25.75        | 3.20        | 8.52        |
| TECHTRONIC             | 669 HK     | 129.60               | 236,420           | 0.93        | 44.16        | 130.30            | 84.00            | 26.79         | 24.94        | 20.98        | 2.01        | 4.32        |
| COLI                   | 688 HK     | 13.66                | 149,507           | 4.43        | 11.51        | 16.51             | 11.55            | 8.08          | 9.96         | 10.55        | 3.82        | 0.33        |
| TENCENT                | 700 HK     | 477.80               | 4,305,523         | 0.80        | -20.23       | 677.50            | 411.80           | 16.61         | 14.31        | 13.39        | 1.20        | 3.21        |
| CHINA TELECOM          | 728 HK     | 4.72                 | 65,501            | 2.16        | -12.43       | 6.40              | 4.27             | 11.12         | 11.12        | 12.51        | 6.64        | 0.81        |
| UNICOM                 | 762 HK     | 6.54                 | 200,112           | 2.03        | -15.94       | 10.41             | 6.10             | 8.23          | 8.11         | 8.87         | 7.49        | 0.47        |
| LINK                   | 823 HK     | 39.20                | 101,878           | 1.82        | 12.84        | 44.60             | 34.20            | 15.22         | 14.40        | 15.46        | 6.94        | 0.62        |
| CR POWER               | 836 HK     | 19.04                | 98,571            | 6.97        | 9.99         | 21.70             | 16.66            | 6.36          | 6.17         | 7.62         | 6.22        | 0.85        |
| PETROCHINA             | 857 HK     | 9.99                 | 210,778           | 4.72        | 19.21        | 12.03             | 7.07             | 9.21          | 9.64         | 8.13         | 5.56        | 0.98        |
| XINYI GLASS            | 868 HK     | 8.80                 | 38,932            | -0.45       | 6.41         | 11.67             | 7.82             | 9.57          | 12.17        | 11.75        | 4.40        | 0.93        |
| CNOOC                  | 883 HK     | 23.90                | 1,064,506         | 4.37        | 12.21        | 30.50             | 18.50            | 6.77          | 7.64         | 5.65         | 5.84        | 1.19        |
| CCB                    | 939 HK     | 8.65                 | 2,335,456         | 5.88        | 12.48        | 8.99              | 7.28             | 7.76          | N/A          | N/A          | N/A         | N/A         |
| CHINA MOBILE           | 941 HK     | 80.80                | 1,679,097         | 2.28        | -1.10        | 90.35             | 76.15            | 10.76         | 10.88        | 11.50        | 6.73        | 1.07        |
| LONGFOR                | 960 HK     | 6.71                 | 46,421            | 2.29        | -21.61       | 12.10             | 5.98             | 3.67          | 38.44        | 67.83        | 1.19        | 0.25        |
| XINYI SOLAR            | 968 HK     | 2.03                 | 18,568            | 3.05        | -31.65       | 4.00              | 1.94             | 15.42         | 18.70        | 119.82       | 2.83        | 0.54        |
| SMIC                   | 981 HK     | 69.75                | 419,472           | -8.58       | -2.38        | 91.05             | 47.25            | 143.91        | 107.94       | 63.55        | 0.00        | 3.23        |
| LENOVO                 | 992 HK     | 21.42                | 265,709           | -10.23      | 131.32       | 26.58             | 8.64             | N/A           | N/A          | N/A          | N/A         | N/A         |
| KUAISHOU               | 1024 HK    | 45.26                | 166,379           | 1.25        | -29.23       | 91.85             | 40.46            | 10.51         | 8.60         | 11.34        | 0.00        | 2.07        |
| CK INFRA               | 1038 HK    | 62.30                | 156,972           | 1.63        | 8.16         | 67.35             | 50.55            | 19.33         | 18.98        | 19.53        | 4.19        | 1.16        |
| HENGAN                 | 1044 HK    | 24.04                | 27,906            | 2.74        | -13.84       | 29.52             | 21.74            | 10.33         | 9.35         | 10.91        | 6.62        | 1.12        |
| SHENHUA                | 1088 HK    | 43.60                | 147,258           | 1.58        | 12.37        | 49.30             | 33.30            | 11.66         | 13.43        | 12.94        | 5.22        | 1.81        |
| CSPC                   | 1093 HK    | 8.50                 | 97,941            | 0.83        | 0.83         | 11.48             | 6.65             | 18.99         | 20.60        | 12.28        | 3.60        | 2.48        |
| SINOPHARM              | 1099 HK    | 17.62                | 23,643            | 0.97        | -9.36        | 21.96             | 15.59            | N/A           | N/A          | N/A          | N/A         | N/A         |
| CR LAND                | 1109 HK    | 34.48                | 245,875           | 2.50        | 26.76        | 38.40             | 27.12            | 8.19          | 9.25         | 8.99         | 3.93        | 0.73        |
| CKA                    | 1113 HK    | 47.92                | 167,709           | 1.65        | 21.87        | 52.20             | 35.50            | 14.20         | 13.82        | 11.71        | 3.76        | 0.41        |
| SBP                    | 1177 HK    | 5.17                 | 92,100            | -1.15       | -16.34       | 9.01              | 4.26             | 22.50         | 33.16        | 19.39        | 1.14        | 2.66        |
| <b>HANG SENG INDEX</b> |            | <b>25,143.05</b>     | <b>32,116,791</b> | <b>1.87</b> | <b>-1.90</b> | <b>27,968.09</b>  | <b>22,671.86</b> | <b>14.51</b>  | <b>16.44</b> | <b>14.38</b> | <b>3.10</b> | <b>2.27</b> |

Source: FactSet

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**HSCEI constituents**

| Company name                    | Stock code | Closing price (HK\$) | Mkt cap (HK\$ m)  | 5D chg (%)  | YTD chg (%)  | -----52-week----- |                 | -----P/E----- |              |              | Yield       | P/B         |
|---------------------------------|------------|----------------------|-------------------|-------------|--------------|-------------------|-----------------|---------------|--------------|--------------|-------------|-------------|
|                                 |            |                      |                   |             |              | High (HK\$)       | Low (HK\$)      | 2024 (x)      | 2025E (x)    | 2026E (x)    | 2025E (%)   | 2025E (x)   |
| KE HOLDINGS                     | 2423 HK    | 44.52                | 142,176           | 1.83        | 7.28         | 53.10             | 35.94           | 20.59         | 15.32        | 17.24        | 1.85        | 2.03        |
| YUM CHINA                       | 9987-HK    | 351.00               | 122,552           | 2.21        | -4.77        | 450.00            | 316.20          | 19.17         | 17.74        | 15.25        | 2.22        | 2.93        |
| ZTO EXPRESS                     | 2057 HK    | 190.50               | 106,752           | -0.37       | 17.38        | 204.00            | 139.10          | 16.47         | 14.84        | 11.81        | 2.84        | 1.99        |
| GEELY                           | 175 HK     | 18.79                | 203,840           | 2.12        | 4.97         | 24.98             | 15.13           | 9.74          | 9.80         | 7.99         | 2.89        | 1.78        |
| CITIC LTD                       | 267 HK     | 11.54                | 335,702           | 2.30        | -4.31        | 13.82             | 10.61           | 4.96          | 4.86         | 4.55         | 5.92        | 0.37        |
| SINOPEC                         | 386 HK     | 4.29                 | 102,027           | 3.62        | -8.14        | 5.66              | 4.00            | 9.11          | 13.74        | 10.52        | 5.34        | 0.55        |
| COLI                            | 688 HK     | 13.66                | 149,507           | 4.43        | 11.51        | 16.51             | 11.55           | 8.08          | 9.96         | 10.55        | 3.82        | 0.33        |
| TENCENT                         | 700 HK     | 477.80               | 4,305,523         | 0.80        | -20.23       | 677.50            | 411.80          | 16.61         | 14.31        | 13.39        | 1.20        | 3.21        |
| UNICOM                          | 762 HK     | 6.54                 | 200,112           | 2.03        | -15.94       | 10.41             | 6.10            | 8.23          | 8.11         | 8.87         | 7.49        | 0.47        |
| PETROCHINA                      | 857 HK     | 9.99                 | 210,778           | 4.72        | 19.21        | 12.03             | 7.07            | 9.21          | 9.64         | 8.13         | 5.56        | 0.98        |
| CNOOC                           | 883 HK     | 23.90                | 1,064,506         | 4.37        | 12.21        | 30.50             | 18.50           | 6.77          | 7.64         | 5.65         | 5.84        | 1.19        |
| CCB                             | 939 HK     | 8.65                 | 2,335,456         | 5.88        | 12.48        | 8.99              | 7.28            | 7.76          | N/A          | N/A          | N/A         | N/A         |
| CHINA MOBILE                    | 941 HK     | 80.80                | 1,679,097         | 2.28        | -1.10        | 90.35             | 76.15           | 10.76         | 10.88        | 11.50        | 6.73        | 1.07        |
| SMIC                            | 981 HK     | 69.75                | 419,472           | -8.58       | -2.38        | 91.05             | 47.25           | 143.91        | 107.94       | 63.55        | 0.00        | 3.23        |
| LENOVO                          | 992 HK     | 21.42                | 265,709           | -10.23      | 131.32       | 26.58             | 8.64            | N/A           | N/A          | N/A          | N/A         | N/A         |
| KUAISSHOU                       | 1024 HK    | 45.26                | 166,379           | 1.25        | -29.23       | 91.85             | 40.46           | 10.51         | 8.60         | 11.34        | 0.00        | 2.07        |
| SHENHUA                         | 1088 HK    | 43.60                | 147,258           | 1.58        | 12.37        | 49.30             | 33.30           | 11.66         | 13.43        | 12.94        | 5.22        | 1.81        |
| CSPC                            | 1093 HK    | 8.50                 | 97,941            | 0.83        | 0.83         | 11.48             | 6.65            | 18.99         | 20.60        | 12.28        | 3.60        | 2.48        |
| CR LAND                         | 1109 HK    | 34.48                | 245,875           | 2.50        | 26.76        | 38.40             | 27.12           | 8.19          | 9.25         | 8.99         | 3.93        | 0.73        |
| BYD                             | 1211 HK    | 90.15                | 709,803           | 3.68        | -5.45        | 134.20            | 72.45           | 16.62         | 21.42        | 17.43        | 0.46        | 2.90        |
| ABC                             | 1288 HK    | 5.91                 | 2,622,952         | 6.87        | 2.25         | 6.35              | 5.09            | 6.55          | N/A          | N/A          | N/A         | N/A         |
| CHINA HONGQIAO                  | 1378 HK    | 22.66                | 222,508           | -2.16       | -30.53       | 40.22             | 20.00           | 8.09          | 8.01         | 5.54         | 7.63        | 1.41        |
| ICBC                            | 1398 HK    | 7.11                 | 3,031,313         | 4.71        | 13.04        | 7.26              | 5.60            | 6.09          | N/A          | N/A          | N/A         | N/A         |
| PSBC                            | 1658 HK    | 4.98                 | 501,130           | 4.18        | -6.39        | 5.86              | 4.54            | 5.18          | N/A          | N/A          | N/A         | N/A         |
| INNOVENT                        | 1801 HK    | 92.50                | 161,035           | -4.69       | 21.31        | 107.00            | 72.95           | N/A           | 163.59       | 63.02        | 0.00        | 7.03        |
| XIAOMI                          | 1810 HK    | 27.74                | 587,166           | 7.27        | -29.41       | 59.45             | 21.42           | 24.98         | 14.89        | 22.69        | 0.00        | 2.32        |
| LI AUTO                         | 2015 HK    | 49.12                | 166,575           | 0.70        | -24.26       | 122.90            | 45.90           | 8.36          | 37.25        | 131.20       | 0.00        | 1.22        |
| ANTA                            | 2020 HK    | 76.85                | 212,913           | 4.20        | -4.59        | 104.40            | 67.55           | 11.85         | 13.35        | 12.53        | 3.41        | 2.78        |
| SHENZHOU                        | 2313 HK    | 44.44                | 66,803            | 3.20        | -27.39       | 72.10             | 39.36           | 9.25          | 9.89         | 9.77         | 5.98        | 1.57        |
| PING AN                         | 2318 HK    | 55.70                | 1,071,296         | 2.39        | -14.50       | 73.45             | 50.55           | 6.75          | 6.34         | 5.69         | 5.61        | 0.87        |
| PICC P&C                        | 2328 HK    | 14.61                | 100,799           | 2.38        | -10.70       | 19.37             | 13.96           | 8.48          | 6.75         | 6.63         | 5.44        | 0.97        |
| CHINA LIFE                      | 2628 HK    | 27.28                | 1,181,075         | -2.57       | -0.37        | 35.52             | 20.10           | 6.06          | 4.20         | 4.57         | 3.68        | 1.11        |
| ZUIJIN MINING                   | 2899 HK    | 30.12                | 180,384           | -0.26       | -15.54       | 46.14             | 20.95           | 21.16         | 13.30        | 8.42         | 2.32        | 3.71        |
| BOCOM                           | 3328 HK    | 7.23                 | 253,136           | 4.78        | 12.09        | 7.72              | 6.39            | 5.19          | 5.58         | 5.74         | 5.20        | 0.48        |
| MEITUAN                         | 3690 HK    | 86.30                | 482,889           | 3.48        | -16.46       | 134.40            | 64.25           | 10.28         | N/A          | N/A          | 0.00        | 2.98        |
| HANSOH PHARM                    | 3692 HK    | 33.06                | 200,441           | 0.79        | -8.37        | 43.36             | 28.56           | 37.65         | 29.56        | 28.34        | 1.18        | 4.80        |
| CMB                             | 3968 HK    | 48.76                | 1,152,460         | 5.54        | -7.65        | 53.70             | 43.86           | 7.19          | N/A          | N/A          | N/A         | N/A         |
| BOC                             | 3988 HK    | 5.26                 | 1,922,366         | 4.37        | 17.94        | 5.53              | 4.16            | 7.95          | N/A          | N/A          | N/A         | N/A         |
| BEONE MEDICINES                 | 6160 HK    | 191.50               | 289,184           | 1.65        | 6.80         | 229.00            | 155.40          | N/A           | 117.27       | 48.27        | 0.00        | 8.22        |
| JD HEALTH                       | 6618 HK    | 38.28                | 122,920           | 2.03        | -31.03       | 69.65             | 31.98           | 24.37         | 19.15        | 17.83        | 0.00        | 1.75        |
| JD.COM                          | 9618 HK    | 120.00               | 291,162           | 3.72        | 7.53         | 142.80            | 96.00           | 6.98          | 11.52        | 9.11         | 3.41        | 1.34        |
| NONGFU SPRING                   | 9633 HK    | 42.22                | 212,221           | 1.54        | -9.86        | 56.10             | 39.62           | 33.85         | 25.86        | 22.75        | 2.66        | 10.61       |
| HORIZON ROBOTICS                | 9660 HK    | 5.08                 | 55,047            | -0.75       | -47.35       | 11.83             | 4.16            | N/A           | N/A          | N/A          | N/A         | N/A         |
| XPENG                           | 9868 HK    | 53.10                | 83,072            | 1.05        | -33.08       | 108.50            | 45.58           | N/A           | N/A          | N/A          | 0.00        | 2.83        |
| BAIDU                           | 9888 HK    | 109.20               | 243,060           | 1.58        | -16.96       | 160.50            | 84.60           | 10.38         | 13.95        | 14.71        | 0.00        | 0.96        |
| AKESO                           | 9926 HK    | 93.35                | 85,879            | -9.81       | -17.39       | 176.90            | 82.95           | N/A           | N/A          | N/A          | 0.00        | 7.94        |
| TRIP.COM                        | 9961 HK    | 350.20               | 225,266           | 4.35        | -36.79       | 609.00            | 305.20          | 12.07         | 6.49         | 11.89        | 0.00        | 1.17        |
| ALIBABA                         | 9988 HK    | 116.80               | 2,239,815         | 3.00        | -18.21       | 185.10            | 89.50           | 12.72         | 29.15        | 18.26        | 0.91        | 1.71        |
| POP MART                        | 9992 HK    | 164.00               | 216,601           | 4.26        | -12.63       | 335.40            | 141.80          | 60.18         | 14.72        | 13.93        | 1.65        | 8.69        |
| NETEASE                         | 9999 HK    | 211.00               | 673,535           | 4.15        | -1.68        | 246.40            | 170.50          | 18.27         | 15.46        | 13.59        | 2.36        | 3.57        |
| <b>HANG SENG CHINA ENT INDX</b> |            | <b>8,381.90</b>      | <b>27,442,968</b> | <b>2.41</b> | <b>-5.97</b> | <b>9,724.38</b>   | <b>7,460.84</b> | <b>11.39</b>  | <b>16.34</b> | <b>14.09</b> | <b>2.73</b> | <b>2.26</b> |

Source: FactSet

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**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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