Morning Express

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Focus of the Day

Advanced Manufacturing & Mobility Technology

Auto Sector Monthly: Sep sales improved MoM, NEV penetration reached a new high; overseas localization advantages further highlight

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China's passenger vehicle retail sales reached 1.618mn units in September, down 28.0% YoY but up 5.0% MoM, with YoY growth still affected by a high base. NEV retail sales totaled 1.084mn units, up 7.8% MoM, with penetration reaching a record high of 67.0%. Passenger vehicle exports rose 73.7% YoY to 917k units, including 558k NEVs (+163.5% YoY), with overseas markets remaining a key growth driver for the industry.

Looking ahead to 4Q26, new model launches and year-end promotions should provide support for demand. While China-EU trade negotiations have made progress, the reduction in export VAT rebates could pressure automakers' export profitability, potentially benefiting companies with localized overseas production capabilities on a relative basis. We recommend focusing on three investment themes: **new model cycles, overseas expansion, and Physical AI**, with **XPeng, Geely Auto, and BYD** as our top picks.

Global Stock Indices

	Close	1D%	YTD%
HSI	24,345	0.30	-5.79
HSCEI	8,175	0.08	-8.29
SH A	3,985	0.09	-4.24
SH B	309	1.34	21.78
SZ A	2,437	0.08	-7.97
SZ B	1,160	-0.05	-8.27
DJIA	51,670	-0.35	7.50
S&P 500	7,805	-0.02	14.02
Nasdaq	27,204	-0.15	17.05
FTSE	10,650	-0.06	7.24
CAC	7,828	-0.07	-3.95
DAX	25,260	-0.07	3.14

Source: FactSet

Key Commodity/Forex Indicators

	Close	3M%	YTD%
Brent	106.71	28.13	75.39
Gold	4,165.80	4.22	-3.69
Silver	60.63	3.83	-15.79
Copper	14,822.00	10.11	18.54
JPY	158.39	2.52	-1.04
GBP	1.32	-0.96	-1.50
EUR	1.12	-1.85	-4.69

bps change		3M	6M
HIBOR	4.58	0.00	0.00
US 10yr yield	5.22	13.07	21.56

Source: FactSet

HSI Technical

HSI	24,345.22
50D MA	24,853.09
200D MA	25,116.96
14D RSI	45.051
Short sell (HK$m)	38,955

Source: FactSet

Analyst certifications, disclosures and disclaimer at the back forms part of this report and must be read.

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In-depth reports

25 Jun	**BOCOM Int'l Research - 2H26 Market Outlook: Riding the Tailwinds**	**BOCOM Int'l Research**
23 Jun	**Global Macro – global AI-driven reflation**	**Weimin Tan**
16 Jun	**New Infrastructure Construction - 2H26 Outlook: Data center sector – Orderly explosive growth**	**Philip Tse, CFA, FRM**
16 Jun	**Advanced Manufacturing & Mobility Technology - Physical AI Enters the Validation Phase – Mobility Leads, Robotics Follows**	**Angus Chan, Joyce Li, PhD, CFA**
16 Jun	**Renewable Energy and Utilities Sector - 2H26 Outlook: Focusing on new opportunities in energy storage deployment**	**Wallace Cheng, Bob Wen, CPA**
12 Jun	**Healthcare Sector - 2H26 Outlook: awaiting recovery amid volatility; sector divergence may widen; focus on high-beta opportunities**	**Ethan Ding, Gloria Zhuge**
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**
6 Oct	Fed's rate hike may pause, rather than end — September US nonfarm payrolls commentary	Hugh Wang
2 Oct	Monthly Picks - October Picks: Rate hike cycle begins; balancing defense and returns in asset allocation	BOCOM Int'l Research
29 Sep	Banking Sector- Listed banks post strong 1H26 results; focus on allocation opportunities in state-owned banks	Tian Jin
17 Sep	Fed, ECB and BOJ all enter rate-hiking cycles — September FOMC meeting review	Hugh Wang
14 Sep	To hike or not to hike, that is still the question — Commentary on US August CPI data	Hugh Wang
7 Sep	Global Macro - Strong employment may be only a necessary condition for a rate hike — August US nonfarm payrolls review	Hugh Wang
1 Sep	Monthly Picks - September Picks: Global markets trended upward amid uncertainty, while Hong Kong stocks await positive catalysts in the short term.	BOCOM Int'l Research
31 Aug	Global Macro - A quieter and more uncertain Fed — Commentary on Jackson Hole Symposium	Hugh Wang
25 Aug	Global Macro - Why are long-end US Treasury yields rising? financing demand may be this year's key marginal driver of higher real yields	Hugh Wang
17 Aug	Global Macro - Overall data in line, energy prices remain the key risk—Commentary on US July CPI data	Hugh Wang
17 Aug	Macro Strategy - Monthly market review and outlook: HK stocks lead global markets amid heighted volatility in July	Hugh Wang
12 Aug	Internet Sector- Data & Intelligence - Foundation Model Series (1): From open source to SOTA – Read through of Kimi K3's tech report	Wallace Cheng
7 Aug	Huayan Robotics (1021 HK) - Humanoid robotics industry series (4): A "pick-and-shovels" platform company poised for a re-rating of its core motion control value	Angus Chan, Joyce Li, PhD, CFA
6 Aug	Shenzhen Ldrobot (1236 HK) - Humanoid robotics industry series (4): From perception components to smart lawns, LDRobot's dual growth engines in physical AI	Angus Chan, Joyce Li, PhD, CFA

Daily reports

13 Oct	Advanced Manufacturing & Mobility Technology – Auto Sector Monthly: Sep sales improved MoM, NEV penetration reached a new high; overseas localization advantages further highlight	Angus Chan, Joyce Li, PhD, CFA
9 Oct	Technology Sector Monthly – Tech stocks rebound; eyes on supply chain shifts driven by the new accelerator product cycle.	Dawei Wang, PhD, CFA
5 Oct	Advanced Manufacturing & Mobility Technology – Sep sales continued to improve MoM, with overseas growth and new models supporting the "Silver Oct"	Angus Chan, Joyce Li, PhD, CFA
30 Sep	Legend Biotech (LEGN US) – Carvykti's therapeutic potential gains further support from multiple new datasets, but near-term pricing pressure leads us to lower our TP	Ethan Ding, Gloria Zhuge
29 Sep	Banking Sector - Listed banks post strong 1H26 results; focus on allocation opportunities in state-owned banks	Tian Jin
24 Sep	Technology Sector - Increased Visibility for 2027 AI Growth; Consumer AI Agents Further Drive CPU and Memory Demand	Dawei Wang, PhD, CFA
23 Sep	Hansoh Pharmaceutical (3692HK) - B7-H3 ADC shined at WCLC with compelling data; New wave of product launches approaches; Raise TP	Ethan Ding, Gloria Zhuge
21 Sep	Social Financing Monthly: 8M26 Direct financing accounted for over half of the total for the first time	Tian Jin
16 Sep	Huatai Securities (6886 HK) - Earnings growth accelerated further in 1H26; Raise TP and reiterate Buy	Tian Jin
16 Sep	Advanced Manufacturing & Mobility Technology - Battery Sector Monthly: Energy storage demand and production schedules remain robust; watch downside risks to unit profitability	Angus Chan, Joyce Li, PhD, CFA
16 Sep	1H26 loss narrowed; Encouraging early data from KRAS G12D lung cancer trial; Multiple clinical catalysts ahead	Ethan Ding, Gloria Zhuge
14 Sep	Antengene Corp (6996 HK) - Profitability achieved in 1H26; Value realization of differentiated CLDN18.2 ADC and TCE platform poised to accelerate	Ethan Ding, Gloria Zhuge
11 Sep	Technology Sector Monthly - Tech stocks see a modest rebound, market divergence likely to persist	Dawei Wang, PhD, CFA, Carrie Tong
10 Sep	China International Capital Corp (3908 HK) - Net profit attributable to the parent company rose nearly 90% YoY; Raise TP and reiterate Buy	Tian Jin
9 Sep	Advanced Manufacturing & Mobility Technology - Aug auto market rebounds MoM, NEV penetration reaches a new high; positive on "Golden Sep and Silver Oct"	Angus Chan, Joyce Li, PhD, CFA
7 Sep	China Resources Land (1109 HK) - Increased profit contribution from recurring business further highlights company's leading position advantages; maintain Buy	Philip Tse, CFA, FRM
4 Sep	Broadcom Inc. (AVGO US) - AI related revenue could double in two consecutive years, maintain Buy	Dawei Wang, PhD, CFA, Carrie Tong
3 Sep	Healthcare Sector - 1H26 Review: Innovation Continued to Drive Strong Growth; Previously Stifled Segments Recovered; Earnings Outlook Turning More Optimistic	Ethan Ding, Gloria Zhuge
3 Sep	Akeso Inc (9926 HK) - 1H26 sales remained robust; global development of Ivonescimab and early-stage R&D to unlock vast global value	Ethan Ding, Gloria Zhuge
2 Sep	SUNeVision Holdings (1686 HK) - Results met expectations, major contract confirmed demand; Maintain 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$)	52-week Low (HK$)	P/E 2025 (x)	P/E 2026E (x)	P/E 2027E (x)	Yield 2026E (%)	P/B 2026E (x)
CMOC	3993 HK	15.58	61,283	3.87	-19.02	24.78	14.59	13.71	8.40	7.85	3.80	2.59
CATL	3750 HK	485.20	105,919	1.76	-4.02	779.50	465.00	27.12	20.50	16.43	2.46	4.89
LAOPU GOLD	6181 HK	314.80	45,186	-2.05	-49.06	849.50	287.60	9.34	7.03	6.50	11.30	3.25
MIDEA GROUP	300 HK	94.55	61,538	1.89	11.30	101.40	78.45	14.30	13.07	11.99	5.75	2.55
XIAOMI CORP	1810 HK	25.04	532,958	5.83	-36.28	49.48	21.42	13.41	21.78	16.86	0.00	1.89
ZTO EXPRESS	2057 HK	162.10	88,790	5.12	-0.12	204.00	142.40	12.54	10.06	8.90	4.21	1.48
CKH	1 HK	67.00	256,613	1.44	26.53	74.00	50.40	11.37	10.54	9.37	3.82	0.43
CLP	2 HK	78.00	197,063	2.63	12.07	79.80	65.70	18.67	17.25	16.72	4.20	1.75
HK & CHINA GAS	3 HK	7.22	134,724	2.05	3.00	7.75	6.43	23.59	20.34	19.78	4.92	2.24
HSBC	5 HK	150.70	2,582,245	5.68	23.12	168.20	100.90	12.54	11.06	9.89	4.45	1.78
POWER ASSETS	6 HK	60.90	129,785	2.70	10.43	66.30	49.36	20.65	19.45	18.17	4.66	1.26
HENDERSON	12 HK	27.06	131,008	3.60	-3.84	35.44	24.80	21.38	15.51	13.70	4.72	0.40
SHKP	16 HK	109.70	317,886	2.62	15.84	146.20	92.35	14.28	13.65	12.81	3.63	0.49
GALAXY ENT	27 HK	32.74	143,364	6.85	-14.56	43.90	29.20	12.96	12.77	11.98	5.69	1.60
MTRC	66 HK	32.28	200,569	4.13	8.32	37.54	26.62	11.84	10.04	17.59	4.11	0.97
HLP	101 HK	6.56	34,106	0.77	-23.87	10.27	6.48	10.03	11.25	10.87	7.98	0.25
GEELY	175 HK	15.56	168,810	6.50	-13.07	24.98	14.55	7.91	6.41	5.24	4.42	1.23
ALI HEALTH	241 HK	2.85	45,960	1.42	-43.56	7.78	2.81	16.83	19.10	16.74	0.00	2.31
CITIC LTD	267 HK	12.97	377,301	2.77	7.55	13.91	10.61	5.50	5.04	4.79	5.88	0.39
BYD ELECTRONICS	285 HK	22.96	51,570	3.70	-31.75	41.08	20.30	N/A	N/A	N/A	N/A	N/A
WH GROUP	288 HK	6.64	85,128	1.92	-23.47	10.83	6.39	6.78	7.52	6.89	8.68	0.97
CR BEER	291 HK	19.41	62,970	2.86	-25.97	29.04	18.17	15.67	9.76	9.21	5.98	1.53
OOIL	316 HK	165.00	108,961	12.63	31.58	176.90	120.10	N/A	N/A	N/A	N/A	N/A
TINGYI	322 HK	12.05	67,931	-0.74	2.21	14.04	9.52	N/A	N/A	N/A	N/A	N/A
SINOPEC	386 HK	4.53	107,004	-0.22	-3.10	5.66	4.00	14.34	10.98	9.85	6.25	0.55
HKEX	388 HK	379.60	479,814	1.23	-6.87	444.20	362.20	26.80	23.82	22.89	3.74	7.86
TECHTRONIC	669 HK	125.40	228,457	-1.95	39.49	147.90	84.00	24.76	20.31	17.66	2.42	3.85
COLI	688 HK	13.13	143,707	-3.10	7.18	16.51	11.55	9.59	10.20	9.62	3.67	0.31
TENCENT	700 HK	425.20	3,830,342	3.35	-29.02	657.00	411.40	13.03	12.48	11.69	1.38	2.44
CHINA TELECOM	728 HK	4.69	65,016	3.54	-13.08	6.04	4.27	11.05	12.49	12.21	6.06	0.78
UNICOM	762 HK	5.67	173,491	1.98	-27.12	9.85	5.43	7.11	8.27	7.81	7.50	0.39
LINK	823 HK	37.76	99,207	2.55	8.69	42.28	34.20	13.68	14.69	14.95	6.82	0.64
CR POWER	836 HK	20.20	104,577	2.43	16.70	21.70	16.66	6.85	8.90	8.19	4.57	0.88
PETROCHINA	857 HK	10.22	215,631	3.97	21.96	12.03	7.21	9.77	8.26	8.53	6.48	0.92
XINYI GLASS	868 HK	8.07	35,997	0.62	-2.42	11.67	7.86	11.08	11.29	9.41	4.78	0.76
CNOOC	883 HK	24.28	1,081,431	1.00	13.99	30.50	18.61	8.01	5.92	6.26	7.48	1.10
CCB	939 HK	9.96	2,676,953	3.05	29.52	9.96	7.39	N/A	N/A	N/A	N/A	N/A
CHINA MOBILE	941 HK	80.45	1,672,805	1.32	-1.53	88.85	76.15	10.74	11.38	11.03	6.81	1.01
LONGFOR	960 HK	5.06	34,907	-4.35	-40.89	10.67	5.06	29.20	N/A	22.46	0.00	0.19
XINYI SOLAR	968 HK	1.89	17,216	0.53	-36.53	4.00	1.88	17.53	54.30	12.23	1.06	0.50
SMIC	981 HK	55.55	334,095	-2.20	-22.25	89.40	50.70	89.52	39.79	31.54	0.00	2.49
LENOVO	992 HK	31.10	398,889	-3.77	235.85	37.58	8.64	N/A	N/A	N/A	N/A	N/A
KUAISHOU	1024 HK	29.16	105,151	2.17	-54.40	82.95	28.54	5.74	17.59	14.72	0.00	1.26
CK INFRA	1038 HK	68.10	171,585	5.09	18.23	68.10	50.55	20.43	6.67	18.80	3.96	1.11
HENGAN	1044 HK	19.86	22,945	2.32	-28.82	29.52	19.20	7.48	8.27	7.69	8.41	0.86
SHENHUA	1088 HK	43.88	148,204	1.06	13.09	49.30	38.44	13.75	13.05	13.08	5.90	1.81
CSPC	1093 HK	9.07	103,868	-2.37	7.53	10.69	6.65	22.65	10.25	15.09	4.55	2.25
SINOPHARM	1099 HK	15.13	20,302	2.93	-22.17	21.96	14.70	N/A	N/A	N/A	N/A	N/A
CR LAND	1109 HK	30.54	217,779	-0.20	12.28	38.40	27.12	8.15	8.50	8.13	4.19	0.60
CKA	1113 HK	45.20	158,190	0.89	14.95	52.20	36.78	13.08	11.53	12.40	4.18	0.38
HANG SENG INDEX		**24,345.22**	**31,716,126**	**2.35**	**-5.01**	**27,968.09**	**22,671.86**	**16.11**	**16.70**	**11.72**	**3.62**	**1.90**

Source: FactSet

HSCEI constituents

Company name	Stock code	Closing price (HK$)	Mkt cap (HK$ m)	5D chg (%)	YTD chg (%)	52-week High (HK$)	52-week Low (HK$)	P/E 2025 (x)	P/E 2026E (x)	P/E 2027E (x)	Yield 2026E (%)	P/B 2026E (x)
KE HOLDINGS	2423 HK	46.58	147,489	3.88	12.24	51.95	35.94	15.64	15.26	13.70	2.20	1.93
XIAOMI CORP	1810 HK	25.04	532,958	5.83	-36.28	49.48	21.42	13.41	21.78	16.86	0.00	1.89
YUM CHINA	9987-HK	344.00	117,806	6.24	-6.67	450.00	313.80	17.05	14.35	12.81	2.72	2.68
ZTO EXPRESS	2057 HK	162.10	88,790	5.12	-0.12	204.00	142.40	12.54	10.06	8.90	4.21	1.48
GEELY	175 HK	15.56	168,810	6.50	-13.07	24.98	14.55	7.91	6.41	5.24	4.42	1.23
CITIC LTD	267 HK	12.97	377,301	2.77	7.55	13.91	10.61	5.50	5.04	4.79	5.88	0.39
SINOPEC	386 HK	4.53	107,004	-0.22	-3.10	5.66	4.00	14.34	10.98	9.85	6.25	0.55
COLI	688 HK	13.13	143,707	-3.10	7.18	16.51	11.55	9.59	10.20	9.62	3.67	0.31
TENCENT	700 HK	425.20	3,830,342	3.35	-29.02	657.00	411.40	13.03	12.48	11.69	1.38	2.44
UNICOM	762 HK	5.67	173,491	1.98	-27.12	9.85	5.43	7.11	8.27	7.81	7.50	0.39
PETROCHINA	857 HK	10.22	215,631	3.97	21.96	12.03	7.21	9.77	8.26	8.53	6.48	0.92
CNOOC	883 HK	24.28	1,081,431	1.00	13.99	30.50	18.61	8.01	5.92	6.26	7.48	1.10
CCB	939 HK	9.96	2,676,953	3.05	29.52	9.96	7.39	N/A	N/A	N/A	N/A	N/A
CHINA MOBILE	941 HK	80.45	1,672,805	1.32	-1.53	88.85	76.15	10.74	11.38	11.03	6.81	1.01
SMIC	981 HK	55.55	334,095	-2.20	-22.25	89.40	50.70	89.52	39.79	31.54	0.00	2.49
LENOVO	992 HK	31.10	398,889	-3.77	235.85	37.58	8.64	N/A	N/A	N/A	N/A	N/A
KUAISHOU	1024 HK	29.16	105,151	2.17	-54.40	82.95	28.54	5.74	17.59	14.72	0.00	1.26
SHENHUA	1088 HK	43.88	148,204	1.06	13.09	49.30	38.44	13.75	13.05	13.08	5.90	1.81
CSPC	1093 HK	9.07	103,868	-2.37	7.53	10.69	6.65	22.65	10.25	15.09	4.55	2.25
CR LAND	1109 HK	30.54	217,779	-0.20	12.28	38.40	27.12	8.15	8.50	8.13	4.19	0.60
BYD	1211 HK	73.25	604,795	0.48	-23.18	113.20	72.45	17.71	14.92	11.46	0.81	2.07
ABC	1288 HK	6.72	2,920,347	1.97	16.26	6.72	5.13	N/A	N/A	N/A	N/A	N/A
CHINA HONGQIAO	1378 HK	21.36	209,742	1.91	-34.52	40.22	20.00	7.57	5.22	5.24	12.25	1.18
ICBC	1398 HK	7.64	3,346,541	0.93	21.38	7.71	5.76	N/A	N/A	N/A	N/A	N/A
PSBC	1658 HK	5.59	547,788	4.29	5.08	5.73	4.54	N/A	N/A	N/A	N/A	N/A
INNOVENT	1801 HK	91.95	160,629	-0.70	20.59	109.80	72.95	167.13	57.74	37.53	0.00	6.28
LI AUTO	2015 HK	45.24	153,410	5.16	-30.24	89.65	42.40	33.85	N/A	50.87	0.00	1.18
ANTA	2020 HK	72.45	200,766	0.91	-10.06	88.30	67.55	12.63	10.87	10.49	4.03	2.25
SHENZHOU	2313 HK	36.40	54,703	5.75	-40.52	72.10	33.48	7.70	10.00	8.41	6.04	1.14
PING AN	2318 HK	51.35	1,028,507	0.10	-21.18	73.45	50.55	5.92	5.29	4.92	6.72	0.73
PICC P&C	2328 HK	15.92	109,837	-0.13	-2.69	19.37	13.96	7.57	7.01	6.74	5.34	0.98
CHINA LIFE	2628 HK	25.62	1,054,468	-4.26	-6.43	35.52	21.92	4.11	3.95	3.90	4.33	0.94
ZIJIN MINING	2899 HK	32.90	197,033	5.18	-7.74	46.14	27.40	14.55	9.10	8.08	3.43	2.93
BOCOM	3328 HK	8.63	302,153	3.35	33.80	8.63	6.39	6.78	6.96	6.66	4.76	0.54
MEITUAN	3690 HK	72.30	404,404	4.18	-30.01	106.10	64.25	N/A	266.25	16.46	0.00	2.47
HANSOH PHARM	3692 HK	31.54	191,219	-1.99	-12.58	43.36	28.56	28.94	24.93	23.86	1.46	4.07
CMB	3968 HK	53.90	1,282,675	4.36	2.08	53.90	43.86	N/A	N/A	N/A	N/A	N/A
BOC	3988 HK	6.27	2,271,060	3.90	40.47	6.27	4.20	N/A	N/A	N/A	N/A	N/A
BEONE MEDICINES	6160 HK	214.40	323,543	0.66	19.58	229.00	155.40	134.07	46.48	33.86	0.00	7.43
JD HEALTH	6618 HK	36.22	115,559	2.43	-34.74	69.65	31.98	18.31	16.34	13.90	0.00	1.46
JD.COM	9618 HK	104.90	252,319	-0.29	-6.00	131.80	96.00	10.75	8.42	6.57	3.83	1.07
NONGFU SPRING	9633 HK	41.56	209,001	2.77	-11.27	56.10	38.40	25.06	22.10	N/A	3.15	8.58
HORIZON ROBOTICS	9660 HK	4.73	55,525	2.27	-50.95	10.82	4.16	N/A	N/A	N/A	N/A	N/A
XPENG	9868 HK	37.84	59,314	0.91	-52.31	108.50	36.28	N/A	N/A	N/A	0.00	2.27
BAIDU	9888 HK	81.65	180,409	-0.61	-37.91	160.50	81.65	10.71	14.62	12.19	0.00	0.68
AKESO	9926 HK	105.00	96,452	-0.66	-7.08	151.00	82.95	N/A	N/A	101.42	0.00	9.48
TRIP.COM	9961 HK	306.60	199,161	3.58	-44.66	609.00	296.00	5.81	10.28	9.45	0.00	0.96
ALIBABA	9988 HK	107.20	2,133,494	2.78	-24.93	173.60	89.50	28.01	17.14	12.20	1.03	1.51
POP MART	9992 HK	150.20	198,348	-1.51	-19.98	288.20	141.80	13.28	16.56	14.18	1.53	5.63
NETEASE	9999 HK	195.50	622,591	4.83	-8.90	240.20	170.50	15.18	13.78	11.82	2.63	2.96
HANG SENG CHINA ENT INDX		**8,174.72**	**27,340,810**	**2.05**	**-8.29**	**9,599.06**	**7,460.84**	**15.65**	**17.90**	**11.49**	**3.23**	**1.84**

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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