

### Major Market Indicators

	3 May	2 May	30 Apr
Mkt. Turn.(mn)	116,200	115,900	130,900
Stock Advances	991	1,079	805
Stock Declines	675	566	818
HSI	18,476	18,207	17,763
Change	+269	+444	+16

### HSI Technical Indicators

10-days MA	17,389
50-days MA	16,780
250-days MA	17,689
14-days RSI	75.61
Primary resistance	18,600
Primary support	18,200

### HSCEI Technical Indicators

10-days MA	6,156
50-days MA	5,864
250-days MA	6,057
14-days RSI	76.37
Primary resistance	6,800
Primary support	6,400

## Stock Pick

### AIA (1299)

**Target: \$78**

**Stop loss: \$52**

AIA's new business value in 1Q24 recorded USD1.327bn, a record quarterly high, a yoy increase of 31% at CER and an increase of 27% at AER. All reportable segments achieved double-digit VONB growth. VONB margin was at 54.2%, an increase of 2.1% yoy at CER, and an increase of 1.9% at AER. The new business value of AIA's China business increased by 38%, and the new business value profit margin further increased from 52.7% in 2H23 to 54.6%. The Hong Kong business achieved a new business value growth of 43%, and the new business value profit margin increased from 58.1% in the second half of last year to 64.3%.

### HKEX (388)

**Target: \$290**

**Stop loss: \$225**

Recent initiatives announced by the China Securities Regulatory Commission, such as the expansion of eligible ETFs and the inclusion of Real Estate Investment Trusts in Stock Connect, the addition of RMB-denominated stocks in Southbound Stock Connect, as well as supporting leading Mainland companies to list in Hong Kong. Although these measures may not have a great impact in the short term, there may be a stimulating effect on the average daily trading volume when the market sentiment further improves.

### Haier (6690)

**Target: \$30**

**Stop loss: \$24**

The market currently has a positive view on the prospects of Haier Smart Home, as the group maintains its leading position in the country, with the domestic market share of refrigerators and washing machines exceeding 40%. In addition, overseas markets have improved in terms of profits, benefiting from the upgrade of product mix. Secondly, the dividend policy is attractive, and management aims to increase the dividend payout ratio to no less than 50% in 2026. The group currently declares a dividend of RMB0.804, with a dividend payout ratio of 45%.

## Market Overview

The Hang Seng Index has risen by nearly 2,250 points in the past two weeks and has closed at 18,476 points on Friday. The 14-day RSI has risen to 75 points, which is an overbought range. Since the beginning of this market rally, the transaction volume of the main board has remained above 100 billion for consecutive days, reaching a maximum of HK\$163.4 billion in a day, this situation can still be maintained in the absence of southbound trading activities, which reflect the market has some global fund/investor to be part of the rally. However, whether this round of market momentum can be continued depends on whether the upcoming earnings period can give the market satisfactory result or not.

The Hong Kong Stock Connect was closed last Friday due to the Chinese Labor Day holiday and will re-open today.

## Daily Focus

### AIA (1299): VONB margin has expansion

- AIA announced that as of the end of March this year, its new business value in the first quarter recorded USD1.327 billion, a record quarterly high, a yoy increase of 31% at constant exchange rate basis (CER) and an increase of 27% at actual exchange rates (AER). All reportable segments achieved double-digit VONB growth. VONB margin was at 54.2%, an increase of 2.1% yoy at CER, and an increase of 1.9% at AER. Annualized new premiums were USD2.449 billion, an increase of 26% yoy at CER, and an increase of 23% based at AER.
- The new business value of AIA's China business increased by 38%, and the new business value profit margin further increased from 52.7% in the second half of last year to 54.6%. The Hong Kong business achieved a new business value growth of 43%, and the new business value profit margin increased from 58.1% in the second half of last year to 64.3%. The Thai business recorded double-digit new business value growth, and the new business value profit margin exceeded 90%.
- The Group announced optimized capital management policies and increased share repurchase plans, including adding \$2 billion to the existing \$10 billion share repurchase plan, bringing the total to \$12 billion. The additional \$2 billion share repurchase target will begin as soon as feasible and is expected to be completed within approximately 12 months.

AIA (1299): Info	
Closed price	61.35
FY24 P/E (X)	14.05
FY24 Dividend yield (%)	2.88
52 week high	84.20
52 week low	45.25
14 RSI	75.88

Analyst: Cynthia Tam

## Shanghai/Shenzhen-Hong Kong Stock Connect Statistics

	SH Connect	SZ Connect	Combined Southbound
Balance (RMB bn)	-	-	-
Balance as % of Quota Amount	-	-	-

## Top 10 Most Actively Traded Stocks(SH-HK Connect Southbound)

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
Market Closed				

Sources: HKEx

## Top 10 Most Actively Traded Stocks(SZ-HK Connect Southbound)

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
Market Closed				

Sources: HKEx

## Other Statistics

### Ten Most Actively Traded Stocks

Stock Name	Code	Change	Closed Price	Turnover(Billion)
TENCENT	700	1.11%	364.40	8.613
TRACKER FUND	2800	1.37%	18.56	7.741
BABA-SW	9988	4.07%	79.20	6.286
MEITUAN-W	3690	0.50%	119.70	5.636
AIA	1299	3.37%	61.35	5.555
PING AN	2318	4.08%	39.55	3.514
JD-SW	9618	5.48%	127.00	2.689
KUAISHOU-W	1024	5.07%	62.20	2.424
HKEX	388	1.51%	268.80	2.254
HSCEI ETF	2828	1.72%	66.38	2.208

## Ten Short Sell Stocks

Stock Name	Code	Short Sell Amount	Turnover	Short Sell Ratio
TRACKER FUND	02800.HK	2.60B	7.74B	33.55%
MEITUAN-W	03690.HK	1.33B	5.64B	23.56%
TENCENT	00700.HK	1.10B	8.61B	12.81%
HSCEI ETF	02828.HK	1.05B	2.21B	47.61%
BABA-SW	09988.HK	681.45M	6.29B	10.84%
PING AN	02318.HK	659.53M	3.51B	18.77%
KUAISHOU-W	01024.HK	625.34M	2.42B	25.80%
JD-SW	09618.HK	439.34M	2.69B	16.34%
XI2CSOPHSTECH	07552.HK	422.53M	881.21M	47.95%
AIA	01299.HK	418.23M	5.55B	7.53%

Source: AA Stocks

## Economic Calendars

Date	Country	Event	Survey	Prior
Mon	China	Apr. Caixin Services PMI	52.5	52.7
Tue	US	Walt Disney (DIS) Result		
	Hong Kong	Budweiser Brewing (1876) Result		
Wed	US	Shopify (SHOP) Result		
Thu	US	Initial Jobless Claims (Till May 4)		208k
		Continuing Jobless Claims (Till Apr 27)		1,774k
	UK	BOE Monetary Policy Meeting		
	China	Apr. Exports (YoY)		-7.5%
		Apr. Imports (YoY)		-1.9%
		Apr. Trade Balance		\$58.55b
	Hong Kong	Manulife Financial (945), SMIC (981) Results		
Fri	US	May. University of Michigan Sentiment	77.0	77.2
Sat	China	Apr. PPI (YoY)		-2.8%
		Apr. CPI (YoY)		0.1%

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