



Major Market Indicators

	22 Sep	21 Sep	20 Sep
Mkt. Turn.(mm)	85,200	81,300	73,000
Stock Advances	449	437	836
Stock Declines	1,155	1,154	655
HSI	18,148	18,445	18,781
Change	-297	-337	-215

HSI Technical Indicators

10-days MA	18,802
50-days MA	19,797
250-days MA	22,282
14-days RSI	30.73
Primary resistance	18,400
Primary support	18,000

HSCEI Technical Indicators

10-days MA	6,430
50-days MA	6,769
250-days MA	7,769
14-days RSI	31.79
Primary resistance	6,400
Primary support	6,000

Stock Pick

BOC Hong Kong (2388)

Target: \$35.0

Stop loss: \$22.0

With the rising U.S. interest rates, and the interest rate spread of HK banks will continue to expand. By the end of June22, BOC Hong Kong recorded HKD102.9bn loan for mainland developers, fell 2.7% yoy. BOCHK's customers are mainly engaged in the Guangdong-Hong Kong-Macao Greater Bay Area and first- and second-tier cities in mainland China, and most of them are state-owned enterprises, which accounts for 78% of the loans. And therefore the risk of having loan loss provision is lower when compared to its peers.

Budweiser (1876)

Target: \$28.0

Stop loss: \$21.0

China's total retail sales of consumer goods in August stood at RMB3.63tn, an increase of 5.4% yoy, 2.7 percentage points higher than that in July, indicating that mainland consumption is gradually improving. Although there are still uncertainties, the steady growth of beer as a mass consumer product is expected to be more certain in 2H22. Premiumization will remain the long-term growth driver for the Group. In addition, it is expected that the mainland market will gradually improve in the second half of the year, and the overseas market will continue to record volume growth and price hike.

Anta Sports (2020)

Target: \$120

Stop loss: \$85

ANTA Sports' performance in the 1H22 was better than expected. Its revenue hit another record high, having increased by 13.8% to RMB25.97bn. In addition, management guides "Anta" brand revenue is expecting to increase by 20% in 2H22, "FILA" to grow by double digits, and "other brands" to maintain rapid growth of more than 30%. Management's positive guidance should ease concerns about its growth prospects and inventory levels.

Market Overview

The Bank of England raised interest rates by 0.5 percentage points on Thursday. Sterling witnessed a small rebound and reached 1.1364. Swiss National Bank raise the benchmark interest rate by 75 basis points to 0.5%, ending the 8-year negative interest rate policy. The currency slid more than 2% against the euro as the market is still disappointed with the SNB policy. Meanwhile, USD/JPY fell on Thursday and reached a low of 140.35 after Japan's overnight intervention.

Hong Kong Stock Connect had a net inflow of HK\$3.03bn on Thursday, of which HSCEI ETF (02828) had the largest net inflow of HK\$0.79bn, followed by Tencent (0700). Meituan (3690) recorded the largest net outflow of HK\$0.29bn. Beijing has sent a team of regulatory officials to Hong Kong to assist the U.S. audit team with onsite audit inspections involving Chinese companies, people familiar with the matter said.

Daily Focus

Li Auto (2015): Li announced an “early launch” of Li L8

- Li Auto gave investors an unexpected positive news, sending its stock higher. Li announced an “early launch” for its six-seat SUV, the Li L8 on Thursday. The family vehicle will be priced below RMB400,000, with the deliveries to begin in early November. Meanwhile, XPeng Inc. previously launched its XPENG G9, the company’s latest flagship SUV. The price range for the G9 lineup in China is between RMB309,900 and 469,900.
- For the entire auto market, in the week of September 13-18, the countrywide PV market recorded retail sales of 331,000 units, a yoy increase of 28%, an increase of 43% from the previous week, and an increase of 1% from the same period last month. On August 31, China has unveiled a slew of measures to invigorate automobile circulation and boost auto consumption, and various provinces have extended subsidies, which has a certain supporting effect on the automobile market. However, the market sentiment of the industry remain weak, due to the fact that the tough restrictions is still putting limit on the economic growth momentum. In addition, the effect of the policy halving the car purchase tax was more prominent in June before the policy launch. The effect of stimulating consumption has been marginally weakened.
- The movement of Auto sector has been volatile recently, and therefore investors should remain cautious.

Li Auto (2015): Info	
Closed price	93.6
FY22 P/E(X)	61.61
FY22 Dividend yield (%)	0.00
52 week high	165.3
52 week low	67.3
14 RSI	33.5

Analyst: Cynthia Tam

Shanghai/Shenzhen-Hong Kong Stock Connect Statistics

	SH Connect	SZ Connect	Combined Southbound
Balance (RMB bn)	52.32	53.16	79.77
Balance as % of Quota Amount	100.6	102.2	95.0

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
TENCENT	700	592,296,760	327,477,120	919,773,880
MEITUAN-W	3690	179,093,000	245,899,230	424,992,230
CNOOC	883	90,914,500	127,637,560	218,552,060
WUXI BIO	2269	135,010,425	60,551,697	195,562,122
ICBC	1398	26,856,590	141,035,060	167,891,650
SMIC	981	73,187,730	88,660,560	161,848,290
BYD COMPANY	1211	50,852,000	78,995,940	129,847,940
XPENG-W	9868	42,223,210	61,034,800	103,258,010
GOME RETAIL	493	52,292,072	42,856,754	95,148,826
CHINA SHENHUA	1088	45,930,525	48,395,611	94,326,136

Sources: HKEx

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
KOOLEARN	1797	268,366,525	395,565,325	663,931,850
MEITUAN-W	3690	352,328,580	298,317,992	650,646,572
TENCENT	700	405,788,020	207,955,700	613,743,720
CHINA MOBILE	941	171,188,175	227,949,475	399,137,650
CNOOC	883	231,144,340	62,417,680	293,562,020
BYD COMPANY	1211	201,443,200	35,643,400	237,086,600
COSCO SHIP ENGY	1138	113,088,100	57,647,760	170,735,860
SUNNY OPTICAL	2382	18,684,235	138,894,475	157,578,710
LI NING	2331	117,465,650	18,787,000	136,252,650
KUAISHOU-W	1024	109,146,745	27,057,635	136,204,380

Sources: HKEx

Other Statistics

Ten Most Actively Traded Stocks

Stock Name	Code	Change	Closed Price	Turnover (Million)
TENCENT	700	-1.05%	283.00	49.49
BABA-SW	9988	-2.65%	80.85	39.60
MEITUAN-W	3690	-1.55%	164.90	29.00
TRACKER FUND	2800	-1.57%	18.81	25.02
HSCEI ETF	2828	-1.04%	62.76	18.83
AIA	1299	-2.38%	69.60	16.89
HKEX	388	-2.84%	281.00	16.67
PING AN	2318	-1.75%	42.00	14.89
BYD COMPANY	1211	-1.01%	215.00	12.16
HSBC HOLDINGS	5	-3.59%	45.70	11.86

Ten Short Sell Stocks

Stock Name	Code	Short Selling Turnover	Turnover	Short Selling Ratio
HSCEI ETF	02828.HK	1.35B	1.88B	71.63%
TENCENT	00700.HK	1.27B	4.95B	25.69%
TRACKER FUND	02800.HK	1.18B	2.50B	47.02%
MEITUAN-W	03690.HK	732.35M	2.90B	25.26%
BABA-SW	09988.HK	676.36M	3.96B	17.08%
PING AN	02318.HK	375.62M	1.49B	25.23%
JD-SW	09618.HK	362.25M	1.04B	34.82%
CSOP HS TECH	03033.HK	350.97M	676.41M	51.89%
HKEX	00388.HK	338.39M	1.67B	20.30%
HSBC HOLDINGS	00005.HK	330.90M	1.19B	27.90%

Source: AA Stocks

Economic Calendars

Date	Country	Event	Survey	Prior
Tue	US	Aug. Building Permits	1,621k	1,685k
		Aug. Housing Starts	1,460k	1,446k
Wed	US	Aug. Existing Home Sales	4.70m	4.81m
		FOMC Monetary Meeting (Announce in early morning on 22 Sep in HKT)		
Thu	US	Initial Jobless Claims (Till Sep 17)		213k
		Continuing Jobless Claims (Till Sep 10)		1,403k
		Costco (COST) Result		
	Japan	BOJ Monetary Policy Meeting		
	Hong Kong	Trip.com(9961) Result		
Fri	US	Sep. S&P Global Manufacturing PMI	51.3	51.5
		Sep. S&P Global Services PMI	45.0	43.7
	Euro Zone	Sep. S&P Global Manufacturing PMI	49.1	49.6
		Sep. S&P Global Services PMI	49.2	49.8

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