



## Major Market Indicators

	9 Jan	8 Jan	5 Jan
Mkt. Turn.(mn)	81,900	84,400	81,830
Stock Advances	815	426	619
Stock Declines	744	1,216	965
HSI	16,190	16,224	16,535
Change	-34	-311	-111

## HSI Technical Indicators

10-days MA	16,235
50-days MA	16,281
250-days MA	16,610
14-days RSI	35.53
Primary resistance	16,500
Primary support	16,000

## HSCEI Technical Indicators

10-days MA	5,464
50-days MA	5,495
250-days MA	5,614
14-days RSI	33.28
Primary resistance	5,600
Primary support	5,200

## Stock Pick

### China Shenhua (1088)

**Target: \$31**

**Stop loss: \$23**

The company's earlier guidance of coal production was 309 million tons. Based on the production of 296 million tons in the first eleven months of 2023, it is believed that it will be able to achieve the full-year coal production target. When the weather gets colder in winter, the demand of coal will increase and provide a support for the coal price.

### SPDR Gold ETF (2840)

**Target: \$1660**

**Stop loss: \$1250**

Geopolitical unease continues to grow. On top of that, the market expects interest rate cuts to begin as early as 1H24. In addition, the U.S. fiscal and trade deficits has become increasingly serious after 2022, making the U.S. dollar prone to weakening relative to other major currencies around the world. When the United States begin to cut interest rates, and the interest rate spread get narrower, gold may have more upside.

### CKI (1038)

**Target: \$50**

**Stop loss: \$37**

The Group has diversified investments in Energy Infrastructure, Transportation Infrastructure, Water Infrastructure, Waste Management, Waste-to-energy, Household Infrastructure and Infrastructure Related Businesses. Its investments and operations span Hong Kong, Mainland China, the United Kingdom, Continental Europe, Australia, New Zealand, Canada and the United States. Most of the profit of the Company comes from overseas, and therefore can benefit from the USD softness when the rate hike cycle ends. In addition, financial costs can also be reduced if interest rates are cut next year. The Group currently has HKD12bn cash and is therefore well positioned to look for new opportunities.

## Market Overview

The World Bank says the global economy will have its worst half decade of growth in 30 years. The organization said in its latest "Global Economic Outlook" report released on Tuesday that global economic growth is expected to slow down for the third consecutive year by 2024, from 2.6% in 2023 to 2.4%. The economic growth rate is expected to rise slightly to 2.7% by 2025, and the acceleration rate during the five-year period will still be nearly 0.75 percentage points lower than the average rate in the 2010s. The group said rising geopolitical tensions will create new near-term challenges, causing most economies to grow at slower rates in 2024 and 2025 than in the previous decade.

Hong Kong Stock Connect had a net outflow of HK\$4.0bn on Tuesday, of which China Shenhua (1088) had the largest net inflow, reaching HK\$0.14bn; followed by CNOOC (883). Tracker Fund (2800) recorded the largest net outflow at HK\$2.08bn, followed by Tencent (700).

## Daily Focus

### Trip.com (9961): both domestic and foreign travel demand remains resilient

- Ctrip reported that the number of New Year's holiday travel bookings in Mainland China surged 168% year-on-year, while the number of outbound travel orders leapfrogged 388%. In terms of travel spending in high-end resort hotels and self-booked tours, the average per capita spending of tourists soared by varying degrees.
- Trip.com's 3Q23 revenue was RMB13.75bn, up 99.4% yoy and 22.1% qoq. Revenue from accommodation reservation was RMB5.59bn, a yoy increase of 92.4%. Transportation ticketing revenue was RMB5.37bn, a yoy increase of 104.6%. Both benefiting from the significant recovery of the tourism market.
- Adjusted net profit was RMB4.89bn, up 3.7 times yoy and 42.6% qoq. The third quarter spans the summer vacation period, which is the traditional peak tourism season, therefore recorded strong growth. Domestic tourism business continues to recover, with domestic hotel bookings increased by more than 70% compared to the pre- covid level for the same period in 2019. The outbound hotel and air reservations recovered to around 80% of the pre-COVID level for the same period in 2019, rising from the 60% in the previous quarter, and recorded a faster- than- peers recovery rate. As international flights gradually resume, Trip.com will continue to benefit from the industry recovery.
- Recent platform data shows that both domestic and foreign travel demand remains resilient, bringing momentum to the stock price.

Trip.com (9961): Info	
Closed price	296.4
FY24 P/E (X)	16.11
FY24 Dividend yield (%)	0.00
52 week high	330.2
52 week low	240.6
14 RSI	69.04

Analyst: Cynthia Tam

## Shanghai/Shenzhen-Hong Kong Stock Connect Statistics

	SH Connect	SZ Connect	Combined Southbound
<b>Balance (RMB bn)</b>	50.68	50.98	86.22
<b>Balance as % of Quota Amount</b>	97.5	98.0	102.6

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
TENCENT	700	317,149,460	919,444,864	1,236,594,324
TRACKER FUND	2800	2,348,700	1,031,557,430	1,033,906,130
MEITUAN-W	3690	554,940,300	453,072,523	1,008,012,823
CNOOC	883	424,198,540	369,446,940	793,645,480
CHINA MOBILE	941	347,903,525	174,749,045	522,652,570
CCB	939	182,625,010	149,070,500	331,695,510
AKESO	9926	104,355,050	117,950,414	222,305,464
HSBC HOLDINGS	5	21,475,480	198,731,760	220,207,240
CSOP HS TECH	3033	3,417,907	212,025,931	215,443,838
CHINA SHENHUA	1088	100,404,875	94,059,445	194,464,320

Sources: HKEx

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
TRACKER FUND	2800	1,095,280	1,051,239,415	1,052,334,695
MEITUAN-W	3690	265,662,075	778,603,296	1,044,265,371
TENCENT	700	213,344,140	532,309,338	745,653,478
CHINA MOBILE	941	270,284,800	369,758,375	640,043,175
HSCEI ETF	2828	723,120	620,841,284	621,564,404
KUAISHOU-W	1024	27,344,120	315,345,383	342,689,503
CNOOC	883	201,234,600	128,210,579	329,445,179
CHINA SHENHUA	1088	171,912,050	28,837,475	200,749,525
INNOVENT BIO	1801	88,857,100	107,928,850	196,785,950
SMIC	981	51,138,090	145,166,238	196,304,328

Sources: HKEx

## Other Statistics

### Ten Most Actively Traded Stocks

Stock Name	Code	Change	Closed Price	Turnover(Billion)
TRACKER FUND	2800	-0.12%	16.34	6.201
TENCENT	700	-1.53%	283.60	4.836
MEITUAN-W	3690	-4.60%	70.55	3.769
BABA-SW	9988	-0.85%	69.75	3.558
HSCEI ETF	2828	-0.33%	55.24	2.920
BYD COMPANY	1211	1.37%	207.60	1.489
HSBC HOLDINGS	5	1.28%	63.45	1.449
CCB	939	0.44%	4.52	1.342
CNOOC	883	-1.32%	13.50	1.279
JD-SW	9618	-3.16%	98.00	1.163

## Ten Short Sell Stocks

Stock Name	Code	Short Sell Amount	Turnover	Short Sell Ratio
TRACKER FUND	02800.HK	2.37B	6.20B	38.22%
HSCEI ETF	02828.HK	1.66B	2.92B	56.82%
CSOP HS TECH	03033.HK	695.92M	1.00B	69.28%
BYD COMPANY	01211.HK	541.10M	1.49B	36.34%
BABA-SW	09988.HK	427.70M	3.56B	12.02%
MEITUAN-W	03690.HK	414.71M	3.77B	11.00%
XL2CSOPHSTECH	07226.HK	353.68M	899.43M	39.32%
TENCENT	00700.HK	327.22M	4.84B	6.77%
CCB	00939.HK	279.60M	1.34B	20.84%
JD-SW	09618.HK	271.42M	1.16B	23.34%

Source: AA Stocks

## Economic Calendars

Date	Country	Event	Survey	Prior
Mon	Euro Zone	Nov. Retail Sales (YoY)		-1.2%
		Dec. Consumer Confidence		-15.1
Tue	US	Nov. Trade Balance	-\$64.8b	-\$64.3b
		EIA Short-Term Energy Outlook		
		API Weekly Crude Oil Stock		-7.418m
Wed	US	Nov. Wholesale Inventories (MoM)	-0.2%	-0.2%
		10-Year Note Auction		
Thu	US	Dec. CPI (YoY)	3.3%	3.1%
		Dec. Core CPI (YoY)	3.8%	4.0%
		Initial Jobless Claims (Till Jan 6)		
		Continuing Jobless Claims (Till Dec 30)		
Fri	US	Dec. PPI (YoY)	1.4%	0.9%
	China	Dec. CPI (YoY)	-0.3%	-0.5%
		Dec. PPI (YoY)	-2.7%	-3.0%
		Dec. Exports (YoY)	1.5%	0.5%
		Dec. Import (YoY)	0.0%	-0.6%

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