

Major Market Indicators

	13 Mar	12 Mar	11 Mar
Mkt. Turn.(mn)	120,400	150,000	92,900
Stock Advances	730	1,188	984
Stock Declines	945	536	658
HSI	17,082	17,094	16,588
Change	-11	+506	+234

HSI Technical Indicators

10-days MA	17,112
50-days MA	16,969
250-days MA	16,580
14-days RSI	51.76
Primary resistance	17,200
Primary support	16,800

HSCEI Technical Indicators

10-days MA	5,946
50-days MA	5,897
250-days MA	5,729
14-days RSI	50.21
Primary resistance	6,200
Primary support	5,800

Stock Pick

Huaneng Power Intl (902)

Target: \$5.6

Stop loss: \$4

The Company previously issued profit alert. According to the preliminary estimate, the net profit attributable to the shareholders of the Company in 2023 is estimated to be in the range of RMB8bn to RMB9bn, representing a turnaround from the loss recorded for 2022. Such turnaround was due to the decrease in domestic coal prices and increase in sales volume of electricity from previous financial year.

CRRC (1766)

Target: \$5.3

Stop loss: \$3.8

The State Council executive previously considered and approved the Action Plan for the Promotion of the Large-Scale Equipment Renewal and Trade-in of Consumer Goods. Encouraged by policies, the pace of railway equipment renewal and replacement is expected to accelerate, which will benefit the company's long- Recently, CRRC disclosed a RMB14.78bn advanced refurbishment contract of MUs. Judging from the contract amount, the amount of the first advanced refurbishment contract announced this time exceeds that of the whole of last year term revenue growth in its railway equipment business. The newly added EMUs since 2010 are driving the EMU post-maintenance market to grow, and therefore companies like CRRC can be benefitted.

China Mobile (941):

Target: \$74

Stop loss: \$61

With a continuously rising share of revenue contribution from digital transformation, the revenue structure of China Mobile has become more balanced and robust, and the momentum of sustainable growth has been enhanced. Having a moderate growth in capital expenditure, its net profit margin is expected to rise steadily.

Market Overview

Ahead of the Fed's next meeting, investors will analyze February producer price index (PPI) and retail sales data due out on Thursday for further clues on the strength of inflation and consumer spending respectively. The data was released ahead of the Federal Reserve's March 19-20 meeting, when the Fed is expected to keep interest rates unchanged. Traders see a 60% chance of a 25 basis point rate cut in June, according to CME's Fedwatch tool.

Hong Kong Stock Connect had a net inflow of HK11.4bn on Wednesday, of which Tracker Fund (2800) had the largest net inflow, reaching HK\$3.96bn; followed by CSOP HS TECH (3033). Meituan (3690) recorded the largest net outflow at HK\$0.2bn, followed by Li Auto (2015).

Daily Focus

Huaneng Power Intl (902): Benefit from limited upside of coal price

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- The increase in the electricity sold by the Company in 2023 was mainly attributable to the yoy rise in the Company's power generation driven by the growth in electricity consumption of the whole society in 2023. The Company's thermal power played a crucial role in peak protection and support regulation during the summer and winter heating periods, resulting in a yoy increase in thermal power generation volume. The Company has expedited its development of green and low-carbon energy sources, with significant annual growth in installed capacity and power generation from wind and PV.
- As the temperature rises, it is difficult for coal prices to rise, which is beneficial to the company's cost side.

Huaneng Power Intl (902): Info	
Closed price	4.75
FY24 P/E (X)	4.79
FY24 Dividend yield (%)	9.74
52 week high	5.28
52 week low	3.22
14 RSI	62.68

Analyst: Cynthia Tam

Shanghai/Shenzhen-Hong Kong Stock Connect Statistics

	SH Connect	SZ Connect	Combined Southbound
Balance (RMB bn)	50.36	50.05	71.02
Balance as % of Quota Amount	96.8	96.2	84.5

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
TENCENT	700	885,639,200	652,007,900	1,537,647,100
TRACKER FUND	2800	1,219,994,585	5,794,170	1,225,788,755
MEITUAN-W	3690	416,743,185	573,087,347	989,830,532
CNOOC	883	548,828,600	249,229,500	798,058,100
HSCEI ETF	2828	627,864,908	48,741,740	676,606,648
CHINA MOBILE	941	411,329,600	235,820,891	647,150,491
CSOP HS TECH	3033	572,488,312	9,514,282	582,002,594
BANK OF CHINA	3988	357,587,960	96,537,470	454,125,430
CCB	939	250,251,700	199,339,320	449,591,020
XIAOMI-W	1810	266,152,852	166,675,412	432,828,264

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	2,745,098,000	3,481,770	2,748,579,770
TENCENT	700	511,219,280	553,368,587	1,064,587,867
CNOOC	883	423,236,260	608,282,800	1,031,519,060
CHINA MOBILE	941	309,211,200	587,529,300	896,740,500
CSOP HS TECH	3033	657,037,157	2,336,408	659,373,565
LI AUTO-W	2015	198,431,090	346,233,420	544,664,510
MEITUAN-W	3690	229,588,650	273,888,728	503,477,378
KUAISHOU-W	1024	324,702,475	164,545,590	489,248,065
CPIC	2601	211,644,756	154,656,628	366,301,384
HKEX	388	222,652,860	115,869,560	338,522,420

Sources: HKEx

Other Statistics

Ten Most Actively Traded Stocks

Stock Name	Code	Change	Closed Price	Turnover(Billion)
TRACKER FUND	2800	0.00%	17.32	107.08
TENCENT	700	-0.07%	290.60	58.51
MEITUAN-W	3690	1.02%	94.35	49.27
BABA-SW	9988	-1.14%	74.00	35.25
CSOP HS TECH	3033	0.22%	3.58	29.32
HKEX	388	1.92%	250.60	24.80
HSCEI ETF	2828	-0.56%	59.94	24.39
BYD COMPANY	1211	-0.10%	209.40	24.07
PING AN	2318	-1.99%	36.90	20.45
LI AUTO-W	2015	3.20%	151.70	20.01

Ten Short Sell Stocks

Stock Name	Code	Short Sell Amount	Turnover	Short Sell Ratio
TRACKER FUND	02800.HK	6.95B	10.71B	64.87%
CSOP HS TECH	03033.HK	1.06B	2.93B	36.30%
MEITUAN-W	03690.HK	950.50M	4.93B	19.29%
HSCEI ETF	02828.HK	672.97M	2.44B	27.59%
BYD COMPANY	01211.HK	598.40M	2.41B	24.86%
KUAISHOU-W	01024.HK	460.95M	1.58B	29.21%
TENCENT	00700.HK	447.77M	5.85B	7.65%
HKEX	00388.HK	422.83M	2.48B	17.05%
XI2CSOPHSTECH	07552.HK	391.12M	741.79M	52.73%
LI AUTO-W	02015.HK	331.67M	2.00B	16.58%

Source: AA Stocks

Economic Calendars

Date	Country	Event	Survey	Prior
Mon	US	Oracle (ORCL) Result		
Tue	US	Feb. CPI (MoM)	0.4%	0.3%
		Feb. CPI Ex Food and Energy (MoM)	0.3%	0.4%
		Feb. CPI (YoY)	3.1%	3.1%
	Hong Kong	Wharf (4) Result		
Wed	Euro Zone	Jan. Industrial Production SA (MoM)	-2.0%	2.6%
	Hong Kong	Cathay Pacific (293), Samsonite (1910) Results		
Thu	US	Initial Jobless Claims (Till Mar 9)		
		Continuing Jobless Claims (Till Mar 2)		
		Feb. Retail Sales Ex Auto (MoM)	0.5%	-0.6%
		Feb. PPI Final Demand (MoM)	0.3%	0.3%
		Feb. PPI Ex Food and Energy (MoM)	0.2%	0.5%
		Jan. Business Inventories	0.3%	0.4%
		Adobe (ADBE) Result		
	Hong Kong	AIA (1299) Result		
Fri	US	Feb. Industrial Production (MoM)	0.0%	-0.1%
		Mar. University of Michigan Sentiment	77.0	76.9

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