

Major Market Indicators

	15 Mar	13 Mar	12 Mar
Mkt. Turn.(mn)	113,100	120,400	150,000
Stock Advances	710	730	1,188
Stock Declines	912	945	536
HSI	16,962	17,082	17,094
Change	-120	-11	+506

HSI Technical Indicators

10-days MA	16,931
50-days MA	17,062
250-days MA	16,603
14-days RSI	45.65
Primary resistance	17,200
Primary support	16,800

HSCEI Technical Indicators

10-days MA	5,894
50-days MA	5,935
250-days MA	5,851
14-days RSI	47.71
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

Data released on Thursday showed that the overall PPI increased by 0.6% month-on-month in February, and the year-on-year increase also accelerated to 1.6%, much higher than the 1.1% expected. Excluding food and energy prices, core PPI rose 0.3% in February, up 2% year-on-year, both exceeding expectations. After the data was released, the market was betting that the Federal Reserve would start cutting interest rates in July. U.S. 10-year Treasury yields rose about 10 basis points.

Hong Kong Stock Connect had a net inflow of HK2.60bn on Thursday, of which Sinopec (386) had the largest net inflow, reaching HK\$0.37bn; followed by China Mobile (941). Tracker Fund (2800) recorded the largest net outflow at HK\$0.37bn, followed by Meituan (3690).

Daily Focus

Swire (19): Annual result beat expectation

- The underlying profit was driven by the post-COVID surge in demand for travel. Apart from having a huge impact on the Cathay group, it also benefitted HAECO, Swire Properties' retail operations and Swire Hotels. Swire Properties continued to grow in 2023. The division's attributable recurring underlying profit for the year was HKD5,942mn, a 2% increase on 2022's profit of HKD5,844mn. Since the removal of pandemic restrictions and the full reopening of the border, there has been a significant improvement in foot traffic, while retail sales strongly exceeded levels seen before the pandemic.
- Meanwhile, Cathay Pacific's strong turnaround is the key driver of Swire Pacific's outstanding performance in 2023. The Cathay group's attributable profit was HKD9,789mn compared with 2022's restated loss of HKD6,623mn. Cathay Pacific announced that the group has achieved its target set for the end of 2023, with passenger flights returning to 70% of pre-pandemic levels.
- Overall, the FY23 recurring underlying profit of the Group rose 175% to HKD10,449mn, beating expectation. Investment value of the stock remain.

Swire (19): Info	
Closed price	67.2
FY24 P/E (X)	9.75
FY24 Dividend yield (%)	4.67
52 week high	67.5
52 week low	44.468
14 RSI	68.37

Analyst: Cynthia Tam

Shanghai/Shenzhen-Hong Kong Stock Connect Statistics

	SH Connect	SZ Connect	Combined Southbound
Balance (RMB bn)	46.47	48.41	79.35
Balance as % of Quota Amount	89.4	93.1	94.5

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
WUXI BIO	2269	656,959,920	377,856,270	1,034,816,190
CNOOC	883	498,182,060	501,596,880	999,778,940
TENCENT	700	474,897,460	459,399,696	934,297,156
WUXI APPTec	2359	390,621,355	190,337,810	580,959,165
CHINA MOBILE	941	356,900,725	222,314,566	579,215,291
INNOVENT BIO	1801	305,275,725	246,593,275	551,869,000
MEITUAN-W	3690	157,843,455	338,889,546	496,733,001
SINOPEC CORP	386	414,167,340	36,271,620	450,438,960
CCB	939	193,673,040	241,644,320	435,317,360
XIAOMI-W	1810	207,088,252	171,746,348	378,834,600

Sources: HKEx

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
WUXI BIO	2269	338,355,070	864,506,464	1,202,861,534
CNOOC	883	389,620,000	483,672,673	873,292,673
TRACKER FUND	2800	809,050	774,896,530	775,705,580
INNOVENT BIO	1801	375,888,750	205,144,492	581,033,242
TENCENT	700	276,357,420	249,021,820	525,379,240
WUXI APPTec	2359	220,806,500	205,563,595	426,370,095
CHINA MOBILE	941	316,676,800	93,080,207	409,757,007
TIGERMED	3347	311,904,000	80,898,190	392,802,190
MEITUAN-W	3690	128,584,225	245,325,851	373,910,076
SMIC	981	201,427,500	143,953,558	345,381,05

Sources: HKEx

Other Statistics

Ten Most Actively Traded Stocks

Stock Name	Code	Change	Closed Price	Turnover(Billion)
TRACKER FUND	2800	-0.87%	17.17	106.30
TENCENT	700	-0.48%	289.20	41.14
BABA-SW	9988	-0.74%	73.45	35.54
MEITUAN-W	3690	-1.54%	92.90	27.70
HSCEI ETF	2828	-0.40%	59.70	27.09
AIA	1299	-4.01%	62.25	27.03
WUXI BIO	2269	-13.08%	16.08	26.15
BYD COMPANY	1211	1.53%	212.60	24.46
CNOOC	883	0.80%	17.72	20.20
JD-SW	9618	0.09%	106.40	16.66

Ten Short Sell Stocks

Stock Name	Code	Short Sell Amount	Turnover	Short Sell Ratio
TRACKER FUND	02800.HK	3.88B	5.81B	66.75%
HSCEI ETF	02828.HK	638.57M	1.91B	33.41%
BYD COMPANY	01211.HK	412.03M	1.54B	26.82%
INNOVENT BIO	01801.HK	336.58M	1.16B	28.96%
MEITUAN-W	03690.HK	274.15M	1.16B	23.70%
KUAISHOU-W	01024.HK	228.57M	602.21M	37.96%
ZIJIN MINING	02899.HK	225.63M	530.49M	42.53%
TENCENT	00700.HK	222.53M	2.07B	10.74%
JD-SW	09618.HK	208.99M	871.97M	23.97%
XI2CSOPHSTECH	07552.HK	183.14M	466.12M	39.29%

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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