

### Major Market Indicators

	21 Mar	20 Mar	19 Mar
Mkt. Turn.(mn)	118,100	85,300	90,700
Stock Advances	959	832	550
Stock Declines	657	749	1,066
HSI	16,863	16,543	16,529
Change	+320	+14	-208

### HSI Technical Indicators

10-days MA	16,747
50-days MA	16,186
250-days MA	18,025
14-days RSI	57.05
Primary resistance	17,000
Primary support	16,600

### HSCEI Technical Indicators

10-days MA	5,835
50-days MA	5,522
250-days MA	6,147
14-days RSI	60.47
Primary resistance	6,200
Primary support	5,800

## Stock Pick

### PetroChina (857)

**Target: \$7.6**

**Stop loss: \$5.7**

The International Energy Agency (IEA) said global oil markets will be hit by a supply shortage this year rather than a glut as previously forecast, as OPEC+ is likely to continue production cuts in the second half of the year. The IEA also raised its forecast for global demand growth this year to 1.3 million barrels per day, reflecting a stronger U.S. economic outlook and increased fuel demand for container ships bypassing the Red Sea. Global oil demand is expected to reach a record 103.2 million barrels per day this 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

The prospect of rate cuts and the resilience of the U.S. economy boosted risk appetite after Federal Reserve officials maintained their forecast for three rate cuts this year. On the economic front, data continues to show a strong labor market. In the week ending March 16, the number of people applying for unemployment benefits for the first time in the United States was 210,000, down from the previous 212,000. The forecast is 215,000. At the same time, the US March S&P Global Manufacturing Purchasing Managers Index preview value was 52.5, higher than the previous 52.2. The predicted value is 51.7.

Hong Kong Stock Connect had a net inflow of HK4.7bn on Thursday, of which Tencent (700) had the largest net inflow, reaching HK\$1.62bn; followed by BOC (3988). ICBC (1398) recorded the largest net outflow at HK\$0.21bn, followed by CNOOC (883).

## 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.

<b>Swire (19): Info</b>	
Closed price	64.4
FY24 P/E (X)	9.44
FY24 Dividend yield (%)	5.19
52 week high	67.5
52 week low	44.468
14 RSI	52.47

Analyst: Cynthia Tam

## Shanghai/Shenzhen-Hong Kong Stock Connect Statistics

	SH Connect	SZ Connect	Combined Southbound
<b>Balance (RMB bn)</b>	54.02	53.88	77.13
<b>Balance as % of Quota Amount</b>	103.9	103.6	91.8

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
TENCENT	700	2,314,819,000	1,428,574,980	3,743,393,980
CCB	939	381,531,750	580,807,840	962,339,590
MEITUAN-W	3690	452,990,230	454,752,905	907,743,135
BANK OF CHINA	3988	606,429,810	49,374,420	655,804,230
CHINA MOBILE	941	299,055,875	353,907,402	652,963,277
CNOOC	883	297,445,820	302,445,165	599,890,985
KUAISHOU-W	1024	193,875,900	264,778,529	458,654,429
ICBC	1398	94,081,630	313,989,990	408,071,620
XPENG-W	9868	290,039,855	99,387,570	389,427,425
AKESO	9926	264,502,900	122,696,647	387,199,547

Sources: HKEx

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
TENCENT	700	1,401,772,060	663,885,982	2,065,658,042
MEITUAN-W	3690	354,722,995	273,623,553	628,346,548
KUAISHOU-W	1024	404,432,660	194,469,454	598,902,114
CNOOC	883	208,500,360	348,848,958	557,349,318
XIAOMI-W	1810	287,952,824	164,639,168	452,591,992
XPENG-W	9868	403,366,025	43,312,050	446,678,075
CHINA MOBILE	941	240,014,350	163,619,055	403,633,405
CCB	939	261,843,530	91,904,264	353,747,794
CHINA SHENHUA	1088	261,591,850	86,688,233	348,280,083
PETROCHINA	857	304,706,360	14,105,980	318,812,340

Sources: HKEx

## Other Statistics

### Ten Most Actively Traded Stocks

Stock Name	Code	Change	Closed Price	Turnover(Billion)
TENCENT	700	0.83%	291.20	108.39
TRACKER FUND	2800	1.97%	17.10	75.08
HSCEI ETF	2828	1.94%	59.78	38.44
AIA	1299	1.88%	57.05	34.61
MEITUAN-W	3690	3.94%	92.30	34.53
BABA-SW	9988	1.83%	72.55	28.36
KUAISHOU-W	1024	-1.91%	51.25	27.32
CCB	939	2.75%	4.85	23.72
HSBC HOLDINGS	5	2.18%	60.90	19.95
BANK OF CHINA	3988	2.49%	3.29	19.52

## Ten Short Sell Stocks

Stock Name	Code	Short Sell Amount	Turnover	Short Sell Ratio
TRACKER FUND	02800.HK	3.02B	7.51B	40.24%
HSCEI ETF	02828.HK	1.95B	3.84B	50.78%
CSOP HS TECH	03033.HK	1.38B	1.95B	70.70%
TENCENT	00700.HK	1.23B	10.84B	11.35%
KUAISHOU-W	01024.HK	853.85M	2.73B	31.25%
MEITUAN-W	03690.HK	811.72M	3.45B	23.51%
XPENG-W	09868.HK	633.38M	1.50B	42.23%
CCB	00939.HK	601.62M	2.37B	25.37%
BANK OF CHINA	03988.HK	525.43M	1.95B	26.92%
PING AN	02318.HK	422.65M	1.19B	35.48%

Source: AA Stocks

## Economic Calendars

Date	Country	Event	Survey	Prior	
Mon	Euro Zone	Feb. CPI (YoY)		2.6%	
		Feb CPI (MoM)		0.6%	
		Feb. Core CPI (YoY)		3.1%	
		Jan. Trade Balance SA		13.0b	
	China	Feb. Industrial Productions YTD (YoY)	5.2%		
		Feb. Retail Sales YTD (YoY)	5.3%		
		Feb. Fixed Assets Ex Rural YTD (YoY)	3.2%		
	Hong Kong	China Resources Beer (291), China Tower (788), Tencent Music (1698) Results			
Tue	US	Feb. Building Permits	1,500k	1,470k	
		Feb. Housing Starts	1,430k	1,331k	
	Japan	BOJ Monetary Policy Meeting			
	Hong Kong	Xiaomi (1810), ZTO Express (2057), XPeng (9868) Results			
Wed	China	5-Year Loan Prime Rate	3.95%	3.95%	
		1-Year Loan Prime Rate	3.45%	3.45%	
	Hong Kong	Geely Auto (175), Tencent (700), Kuaishou (1024), Sunny Optical (2382) Results			
Thu	US	FOMC Monetary Meeting (Announce in early morning on 21 Mar in HKT)			
		Initial Jobless Claims (Till Mar 16)		209k	
		Continuing Jobless Claims (Till Mar 9)		1,811k	
		Mar. Philadelphia Fed Business Outlook	-4.0	5.2	
		Mar. S&P Global Manufacturing PMI	51.8	52.2	
		Mar. S&P Global Services PMI	52.0	52.3	
		Feb. Existing Home Sales	3.92m	4.00m	
		FedEx (FDX), Nike (NKE) Results			
		Euro Zone	Mar. HCOB Manufacturing PMI		46.50
			Mar. HCOB Services PMI		50.20
		UK	BOE Monetary Police Meeting		
	Hong Kong	Ping An Insurance(2318) Result			
Fri	Hong Kong	China Shenhua (1088), Zijin Mining (2899) Results			

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