UOBKayHian

Country Daily | Greater China

Thursday, 12 November 2026



Key Indices

	Prev Close	1D %	1W %	1M %	YTD %
DJIA	52486.5	0.5	(1.6)	1.6	9.2
S&P 500	7619.4	1.3	(0.9)	(2.5)	11.3
FTSE 100	10835.5	0.8	0.1	2.7	9.1
AS30	9291.3	0.3	3.8	4.0	3.0
CSI 300	4075.7	0.4	(0.6)	(5.0)	(12.0)
FSSTI	5289.7	0.6	0.4	(2.3)	13.8
HSCEI	8171.5	(1.1)	1.4	0.0	(8.3)
HSI	24315.9	(1.0)	1.7	0.4	(5.1)
JCI	5115.0	(0.2)	4.0	(13.8)	(40.8)
KLCI	1595.2	(0.6)	(1.6)	(1.4)	(5.1)
KOSPI	5375.4	2.6	(5.4)	(15.8)	27.6
Nikkei 225	61248.6	1.3	(1.5)	(11.3)	21.7
SET	1502.1	0.4	0.0	(4.4)	19.2
TWSE	44257.2	3.6	3.0	(10.2)	52.8
BDI	2959	3.4	9.8	1.4	57.6
CPO (RM/mt)	3985	(2.8)	(8.7)	(10.9)	1.3
Brent Crude (US$/bbl)	93	1.3	(2.1)	(11.5)	52.3

Source: Bloomberg

Corporate Events

	Venue	Begin	Close
Analyst Marketing by Johnny Yum on GC AI Sector	Taipei	17 Nov	18 Nov
Corporate Roadshow with NTT DC REIT (NTTDCR SP)	Bangkok	23 Nov	23 Nov
Corporate Roadshow with NTT DC REIT (NTTDCR SP)	Kuala Lumpur	25 Nov	25 Nov
Virtual Analyst Presentation by Jonathan Koh on S-REITs Results Wrap	Singapore	25 Nov	25 Nov
Regional 1H2027 Strategy Conference	Malaysia	02 Dec	02 Dec

Corporate and Macro Calendar

Economic Indicator/Event	Country/Region	Date
Oct Money Supply (M2, M1, M0)	China	9-15 Nov
Oct FDI YTD YoY CNY	China	11-17 Nov
3Q P BoP Current Account Balance	China	13 Nov
3Q F GDP (SA QoQ, YoY)	Hong Kong	13 Nov
Oct Retail Sales	China	16 Nov
Oct Industrial Production	China	16 Nov
Oct Fixed Assets Ex Rural	China	16 Nov
Oct Surveyed Jobless Rate	China	16 Nov

Top Stories

Sector Update | Hong Kong Property Page 2 →

- Larger units led Hong Kong's 2026 housing recovery. In 10M26, agreements above HK$10m rose 40-51% yoy while those below HK$4m fell 9.2%, and Class D-E rents rose 8.8% in 9M26, against 5.7% for Class A-C. RVD forecasts Class D-E completions falling 63% yoy to 202 units in 2027 while Class A completions rise 17.9%. Expect small-unit pricing pressure and stable large-unit prices. Maintain MARKET WEIGHT; SHKP remains our top pick. Highlight Kerry Properties for strong high-end market exposure and attractive yield.

Company Results | Hesai Group (2525 HK/**BUY**/HK$15.07/Target: HK$29.00) Page 5 →

- Hesai posted mixed 3Q26 results with the beats on LiDAR ASP and SGI revenue offsetting the LiDAR sales miss. Forward earnings will be driven by the stabilisation of ADAS LiDAR prices, as well as robotics businesses. We cut our 2026 GAAP net profit forecast by 28% to Rmb289m to reflect one-off losses/expenses, and keep those for 2027-28 at Rmb758m/Rmb1.2b respectively. Maintain BUY. Target price: HK$29.00.

Technical Analysis

CITIC | 267 HK Page 8 →

- Support levels: HK$12.49/HK$12.10
- Resistance levels: HK$13.70/HK$14.57

Innovent Biologics | 1801 HK Page 8 →

- Support levels: HK$84.40/HK$77.90
- Resistance levels: HK$98.95/HK$103.50

Disclaimer: In Traders' Corner, technical analysis is carried out purely based on charting patterns, price movements and trends, and is thus independent of the fundamental research views of our analysts. As a result, and from time to time, we may make a technical recommendation that is opposite to our fundamental BUY/HOLD/SELL rating.

Hong Kong Property

Larger Units Lead As Their Supply Shrinks

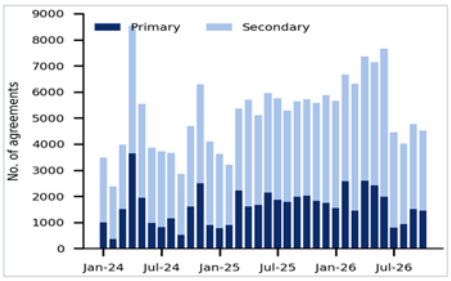
Highlights

- **Larger units led in 2026.** Agreements above HK$10m rose 40.0-50.7% yoy in 10M26 while those below HK$4m fell 9.2%. In 9M26, Class D-E prices rose 7.6% and rents 8.8%, against 7.0% and 5.7% for Class A-C.
- **Supply has shifted to small units.** Class A made up 43.0% of completions in 2016-25, against 11.2% in 2006-15, and RVD forecasts 64.1% in 2027, with only 202 (3.0%) Class D-E units. We expect small-unit prices to face pressure in 2027 and large-unit prices to hold steady.
- **Maintain MARKET WEIGHT.** SHKP is our top pick; highlight Kerry Properties for strong high-end market exposure and attractive yield..

Analysis

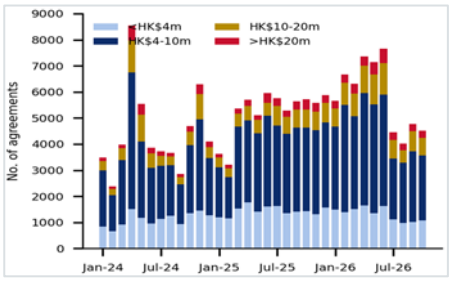
- **Larger units led the 2026 transaction growth.** In 10M26, residential sale and purchase agreements (SPA) number rose 14.0% yoy to 58,564 units, with primary and secondary transactions up 1.5% and 20.2% yoy respectively. Transaction value rose faster, by 20.7% in the primary market and 33.7% in the secondary market, pointing to a higher value per deal, particularly for new homes: The average primary agreement rose 18.9% yoy to HK$12.5m, against 11.2% to HK$7.7m in the secondary market. Stronger volume growth in larger units supports this: Agreements below HK$4m fell 9.2% yoy, while those at HK$4m-10m, HK$10m-20m and above HK$20m rose 16.3%, 50.7% and 40.0%.

SPAs: Primary Vs Secondary



Source: Land Registry (via CEIC), UOB Kay Hian

SPAs By Unit Value



Source: Land Registry (via CEIC), UOB Kay Hian

- **Larger units also outperformed on rent increase in 2026, although price gains were broadly similar across unit sizes.** The RVD residential price index rose 7.1% in 9M26, with prices of Class A-C and Class D-E units up 7.0% and 7.6% respectively. RVD residential rental index for Class D-E rents rose 8.8%, against 5.7% for Class A-C.

Analyst(s)

Liu Jieqi
jieqi.liu@uobkh.com
+852 28261392

Damon Shen
damonshen@uobkh.com
+86 21 54047225 ext.820

MARKET WEIGHT (Maintained)

Segmental Rating

Segment	Rating
Hong Kong Property	MARKET WEIGHT (Maintained)
Hong Kong Landlords	MARKET WEIGHT (Maintained)

Source: Bloomberg, UOB Kay Hian

Sector Picks

Company	Ticker	Rec	Share Price (HK$)	Target Price (HK$)
SHKP	16 HK	BUY	106.00	143.80
Link REIT	823 HK	BUY	36.44	44.30

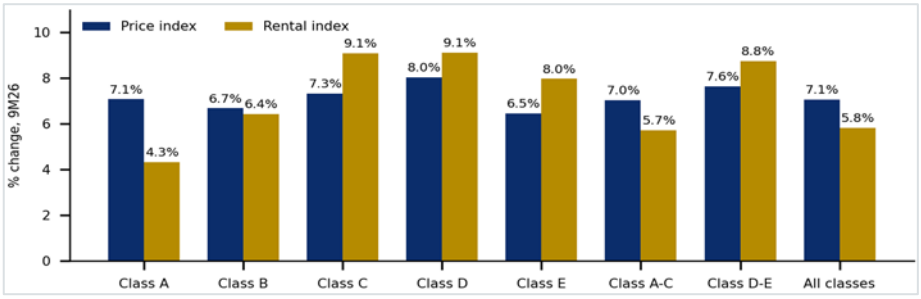
Source: Bloomberg, UOB Kay Hian

Peer Comparison

Company	Ticker	Rec	Price 11-Nov-26 (HK$)	Target Price (HK$)	Upside To TP (%)	Last Year End	PE 2025 (x)	PE 2026F (x)	PE 2027F (x)	Yield 2027F (%)	ROE 2026F (%)	Market Cap. (HK$m)	Price/ NAV ps (x)
New World Development	17 HK	HOLD	5.06	6.44	27.2	06/2026	n.a.	n.a.	-3.7	0.0	-2.5	12,734.2	0.08
Sun Hung Kai Properties	16 HK	BUY	113.10	143.80	27.1	06/2026	15.1	15.0	14.3	3.8	3.6	327,738.9	0.53
Sino Land	83 HK	BUY	10.45	14.00	34.0	06/2026	23.1	20.8	20.7	5.6	2.8	100,175.2	0.57
Kerry Properties	683 HK	BUY	18.40	27.80	51.1	12/2025	6.7	12.5	10.6	7.3	1.8	26,704.0	0.26
Wharf Real Estate Investment Co Ltd	1997 HK	BUY	31.96	36.00	12.6	12/2025	15.8	16.4	15.3	4.0	3.3	97,037.8	0.51
Link REIT	823 HK	BUY	40.20	44.30	10.2	03/2026	n.a.	16.1	16.7	6.0	3.9	103,812.3	0.64
Hysan Development	14 HK	BUY	16.44	20.74	26.2	12/2025	11.0	8.5	8.3	6.8	3.0	16,884.0	0.25

Source: Bloomberg, UOB Kay Hian

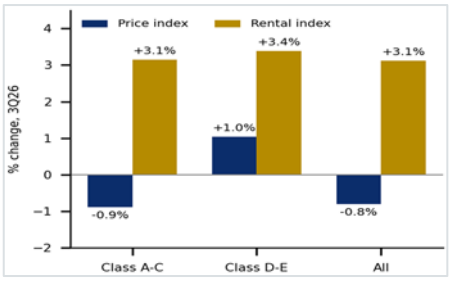
RVD Price And Rental Index Change By Class, 9M26



Source: RVD, UOB Kay Hian. Sep 26 vs Dec 25, Jul-Sep 26 provisional. Class A <40 sq m, B 40-69.9 sq m, C 70-99.9 sq m, D 100-159.9 sq m, E 160 sq m and above

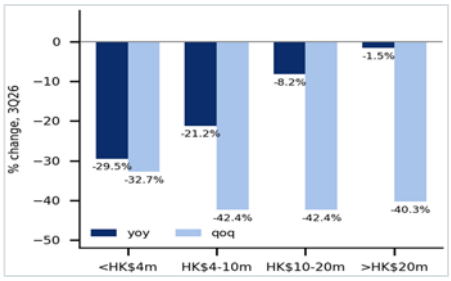
- **Residential market has softened since 3Q26, but larger units are holding up relatively better.** Centaline's CCL fell 0.4% in 3Q26 after rising 11.6% in 1H26. According to RVD, prices of Class D-E units rose 1.0% in 3Q26 while those of Class A-C units fell 0.9%, and rents kept rising, by 3.4% for Class D-E and 3.1% for Class A-C. Residential SPAs fell 20.7% yoy and 40.2% qoq to 13,242 units; agreements below HK$4m fell 29.5% yoy, against only 1.5% for those above HK$20m, lifting units above HK$10m to 21.1% of agreements from 17.8% in 3Q25.

RVD Price And Rent, 3Q26



Source: RVD, UOB Kay Hian. Sep 26 vs Jun 26, provisional

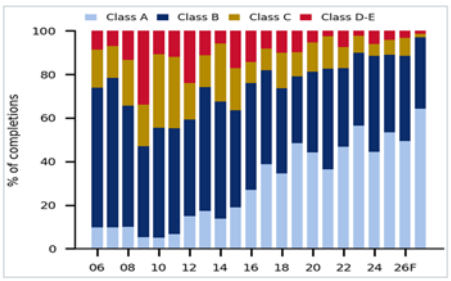
SPAs By Unit Value, 3Q26



Source: Land Registry (via CEIC), UOB Kay Hian

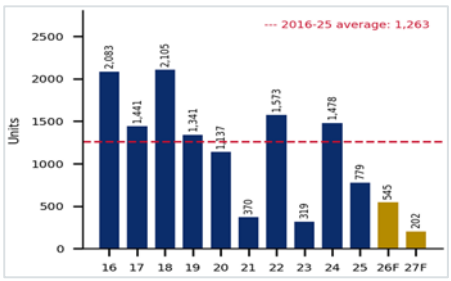
- **Continuous contraction in supply of larger units is a driving factor.** RVD data shows Class A units (<40 sq m) made up 43.0% of 2016-25 private completions, up from 11.2% in 2006-15. Class C-E units (≥70 sq m) fell to 17.4% from 35.1%, and Class D-E units (≥100 sq m) to 7.0% from 13.1%. The trend has sped up recently: Class A reached 53.4% in 2025 and is forecast at 64.1% in 2027. Class D-E completions are forecast to fall to 202 units in 2027 (1.3%), from an average of about 1,260 a year in 2016-25, and Class C-E completions to drop 76.2% to 467 units (3.0%).

Completions Mix By Class, 06-27F



Source: RVD, UOB Kay Hian. 2026F-27F = RVD forecasts

Class D-E Completions

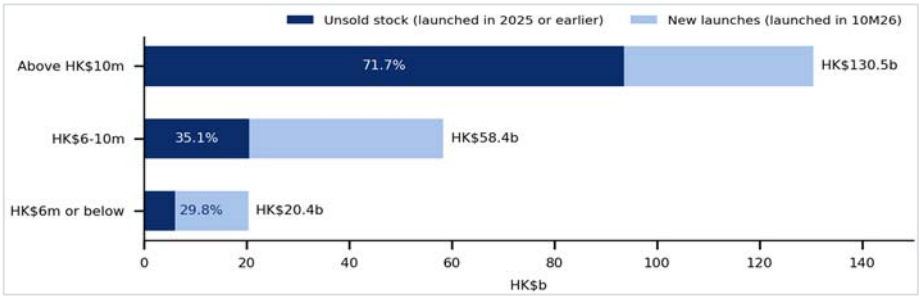


Source: RVD, UOB Kay Hian. Class D-E = 100 sq m and above; 2026F-27F = RVD forecasts

- **We expect small-unit prices to face pressure in 2027 and large-unit prices to hold relatively steady.** Potential rate hikes would squeeze rental yields, a key selling point for small units, while their supply keeps rising: RVD forecasts Class A completions up 17.9% yoy to 9,854 units in 2027. We therefore expect pressure on the pricing of small units, particularly Class A, and flexible pricing is needed for developers. For large units, buyers' affordability will be negatively affected by China's tighter tax oversight of offshore trusts and investments, but the further fall in supply should partly offset weaker demand. Class C- E completions are forecast to fall by 76%

yoy to 467 units in 2027 We therefore expect prices in this segment to stay relatively stable, with developers favouring margins over asset turnover. Destocking above HK$10m was already much faster in 2026: Unsold stock launched in 2025 or earlier made up 71.7% of the HK$130.5b of primary sales above HK$10m in 10M26, against 35.1% at HK$6m-10m and 29.8% at HK$6m or below.

10M26 Primary Sales Value By Price Band



Source: Hong Kong Property, UOB Kay Hian. Unsold stock = projects launched in 2025 or earlier; new launches = launched in 10M26

Valuation/Recommendation

- **Maintain MARKET WEIGHT on the Hong Kong property sector.** We expect residential prices to move sideways in 2H26-1H27. Interest rate path the key driver.
- **SHKP is our top pick.** We prefer names with strong balance sheets and improving profitability. SHKP offers: a) low net gearing of 10.7%, down 4.4ppt yoy; b) proxy for the Hong Kong residential market; and c) a 3.8% FY27 dividend yield on our DPS forecast.
- **Kerry Properties, a high-end home expert, is currently trading at an attractive yield.** We expect the company to launch Branksome Crest in Mid-Levels next year, after converting it from leasing to sale. we estimated a gross value of over HK$6b for its 62 units (about 110,000 sf of saleable area at a conservative ASP of HK$55,000 psf), with the disposal cutting net gearing by around 5ppt. We are positive on its sales prospects, given its location, layout and quality. Kerry is currently trading at a FY27 dividend yield of 7.3%, which is attractive in our view.

Sector Catalyst

- Lower-than-expected HIBOR.

Sector Risk

- A further rise in US yields and HIBOR.
- Further Mainland tightening on offshore money after the 22 Oct 26 trust-income deadline.

Hesai Group (2525 HK)

3Q26: Core Earnings Up 16% yoy; Robotics Products Ramping Up

Highlights

- Hesai posted mixed 3Q26 results with the beats on LiDAR ASP and SGI revenue offsetting the LiDAR sales miss. Core earnings grew 16% yoy, with the SGI loss partly offsetting the core LiDAR business' 88% EBIT growth.
- Forward earnings will be driven by the stabilisation of ADAS LiDAR prices, as well as robotics businesses. The company expects robotics businesses to contribute 50-60% of revenue in 2027, up from 40-50% in 2026.
- We cut our 2026 GAAP net profit forecast by 28% to the bigger share-based payment and forex loss, and keep those for 2027-28 at Rmb758m/Rmb1.2b respectively. Maintain BUY. Target price: HK$29.00.

3Q26 Results

Year to 31 Dec (Rmbm)	3Q26	yoy % chg	qoq % chg	9M26	yoy % chg	2026F (Previous)	yoy % chg
Total sales volume ('000 units)	729.7	65.3	16.1	1,829.7	84.9	3,150.0	94.4
Blended ASP	1,334.1	(24.3)	3.1	1,348.8	(32.7)	1,271.4	(30.5)
Revenue	1,068.3	34.3	24.1	2,609.7	28.7	4,070.0	34.4
Gross profit	438.2	30.8	26.9	1,049.5	22.8	1,632.8	29.1
Gross margin (%)	*41.0*	*(1.1)*	*0.9*	*40.2*	*(1.9)*	*40.1*	*(1.7)*
EBIT	62.6	(19.1)	2,751.1	56.2	(15.8)	302.9	79.5
EBIT margin (%)	*5.9*	*(3.9)*	*5.6*	*2.2*	*(1.1)*	*7.4*	*1.9*
Net profit	80.8	(68.5)	14.5	169.7	(40.0)	400.0	(8.2)
Net profit – adj	119.0	(58.6)	17.5	268.1	(27.5)	400.0	(27.3)
Net margin (%)	*7.6*	*(24.6)*	*(0.6)*	*6.5*	*(7.4)*	*9.8*	*(4.6)*
Net margin – adj (%)	*11.1*	*(25.0)*	*(0.6)*	*10.3*	*(8.0)*	*9.8*	*(8.4)*

Source: Hesai, UOB Kay Hian

Analysis

- **Hesai Group (Hesai) reported mixed 3Q26 results, with the beats on LiDAR ASP and Strategic Growth Initiatives (SGI) revenue offsetting the LiDAR shipment miss.** Overall, the continued profitable scaling in its core LiDAR business and strong SGI growth boosted core earnings by 16% yoy.
  - **LiDAR shipments reached 729,673 units (+65.3% yoy/+16% qoq), 7% below our forecast and 11% below consensus estimate,** due to softer sequential robotics LiDAR shipments (91,600 units/+51.1% yoy/-35.6% qoq), especially the robotic lawn mower LiDARs.
  - **Blended ASP was Rmb1,340 (-26% yoy/+3% qoq), 15% above our estimate,** due to the stabilisation of ADAS LiDAR prices and higher share of robotaxi LiDARs in sales mix.

Key Financials

Year to 31 Dec (Rmbm)	2024	2025	2026F	2027F	2028F
Net turnover	2,077.2	3,027.6	3,742.0	4,982.0	7,150.0
EBITDA	(73.1)	292.5	320.4	804.9	1,406.9
Operating profit	(204.9)	168.8	176.3	614.1	1,193.9
Net profit (rep./act.)	(102.4)	435.9	289.2	758.0	1,200.2
Net profit (adj.)	13.7	550.5	400.2	758.0	1,200.2
EPS (Fen)	(9.9)	39.2	22.9	60.1	95.2
PE (x)	n.a.	33.5	57.2	21.8	13.8
P/B (x)	3.5	1.8	1.8	1.7	1.5
EV/EBITDA (x)	n.a.	53.3	48.7	19.4	11.1
Dividend yield (%)	-	-	-	-	-
Net margin (%)	(4.9)	14.4	7.7	15.2	16.8
Net debt/(cash) to equity (%)	(65.8)	(45.0)	(43.2)	(42.5)	(42.0)
Interest cover (x)	n.a.	(1.5)	(0.9)	(3.1)	(5.5)
ROE (%)	(2.6)	6.8	3.2	7.9	11.3
Consensus net profit	-	-	453.0	816.1	1,241.8
UOBKH/Consensus (x)	-	-	0.88	0.93	0.97

Source: Hesai, Bloomberg, UOB Kay Hian

Analyst(s)

Ken Lee
ken.lee@uobkh.com
+852 2236 6760

BUY (Maintained)

Share Price	HK$15.07
Target Price	HK$29.00
Upside	92.4%

Stock Data

Sector	Consumer Discretionary
Bloomberg ticker	2525 HK
Shares issued (m)	1,261.1
Market cap (HK$m)	19,005.3
Market cap (US$m)	2,452.3
3-mth avg daily t'over (US$m)	21.4

Price Performance (%)

52-week high/low				HK$28.85/HK$11.50
1mth	3mth	6mth	1yr	YTD
(5.3)	(19.7)	(31.2)	(36.7)	(33.1)

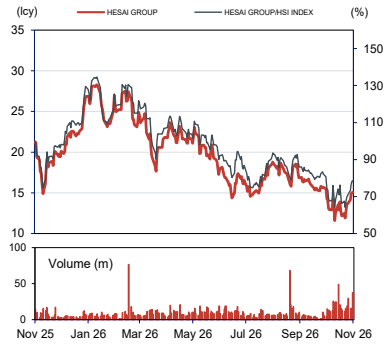
Major Shareholders (%)

Sun Kai	5.87
Xiang Shaoqing	5.66
Li Yifan	5.65

Balance Sheet Metrics

FY26 NAV/Share (HK$)	8.47
FY26 Net Debt/Share (HK$)	3.60

Price Chart



Source: Bloomberg

Company Description

Hesai Group develops, manufactures and sells LiDARs for automobiles, robotaxis and robots.

- **Revenue below guidance but in line with our estimate.** LiDAR sales revenue reached Rmb977.8m (+22.9% yoy/+17% qoq). SGI revenue more than doubled qoq to Rmb90.5m, beating our estimate, supported by robotic actuation module shipments of 23,405 units (+100% qoq). Total revenue was Rmb1,068m (+34.3% yoy/+24% qoq), missing the company's guidance of Rmb1.1b-1.15b. Management guides 4Q26 revenue of Rmb1.1–1.15b, up 10-15% yoy and flat qoq.
- **Gross margin stood at 41.0% (-1.1ppt yoy/+0.9ppt qoq), in line, underpinned by sales mix optimisation.**
- **Core LiDAR operating profit surged 88% yoy to Rmb146m, while the SGI business registered Rmb83m in operating losses.** This brings total operating profit to Rmb62.6m (-19.1% yoy/+2,751% qoq) with an EBIT margin of about 5.9% (-3.9ppt yoy/+5.6ppt qoq).
- **Adjusted net profit up 16% yoy in 3Q26, stripping out one-off gain in 3Q25.** Net profit missed our estimate at Rmb80.8m (-68.5% yoy/+14.5% qoq) due to bigger share-based payments and forex losses, while adjusted net profit met our estimate at Rmb119m (-58.6% yoy/+17.5% qoq). Stripping out the one-off gain in 3Q25, adjusted net profit grew 16% yoy.

- **Forward earnings will be driven by stabilisation of ADAS LiDAR prices, and buoyant sales growth of robotics LiDARs and SGI businesses.**
  - **Stabilisation of ADAS LiDAR prices.** ADAS LiDAR prices are stabilising, as competition turns more rational following industry consolidation. Signed 2027 contracts would support stable ATX forward LiDAR pricing and margins. As such, we expect yoy ASP drops for ADAS LiDARs to narrow from 28% in 2026 to 14%/9% in 2027/28. The yoy ASP drop will be primarily driven by the rising share of blind-spotting LiDARs in sales mix.
  - **Robotaxi LiDARs.** The LiDARs for robotaxis support L4 ADAS, and thus boast an ASP of over Rmb30,000 vs around Rmb1,000 for robotic lawn mower LiDARs. We expect shipment to grow from 40,000 units in 2026 to 60,000 units/90,000 units in 2027/28, based on strong order flows from the robotaxi operators in the US and China.
  - **Humanoid robot LiDARs.** Hesai's JT128-series LiDARs are specially designed for humanoid robots with an ASP of Rmb2,000-4,000. Shipment is expected to surge from over 10,000 units in 2026 to over 100,000 units p.a. in 2027-28, driven by strong order flows.
  - **SGI businesses.** These include actuation modules for humanoid robots and Kosmo – the world's first 8K capture-resolution AI spatial camera. The company maintains its SGI revenue target at Rmb200m-300m for 2026 and US$100m (~Rmb700m) for 2027 and aims for breakeven by 2027.
  - **Product mix premiumisation underpins blended ASP and gross margin.** The company expects the robotics businesses to contribute 50-60% revenue in 2027, up from 40-50% in 2026.

Earnings Revision/Risk

- **We cut our 2026 GAAP net profit forecasts by 28% to Rmb289m to factor in bigger share-based payments and forex losses, and keep those for 2027-28 at Rmb758m/Rmb1,200m.**
- **We keep 2026-28 adjusted net profit forecasts at Rmb400m/Rmb758m/Rmb1.2b respectively.**
- **Risks:** Geopolitical/tariff exposure.

Valuation/Recommendation

- **Maintain BUY and keep target price at HK$29.00,** based on 10-year DCF (WACC: 15%/terminal growth: 4%).

Share Price Catalyst

- **Robotics LiDAR volume ramp, new ADAS design wins, SGI revenue scaling.**

Profit & Loss

Year to 31 Dec (Rmbm)	2025	2026F	2027F	2028F
Net turnover	3,027.6	3,742.0	4,982.0	7,150.0
EBITDA	292.5	320.4	804.9	1,406.9
Deprec. & amort.	(123.8)	(144.1)	(190.8)	(213.0)
EBIT	168.8	176.3	614.1	1,193.9
Total other non-operating income	186.7	(50.0)	28.0	2.0
Associate contributions	(0.1)	-	-	-
Net interest income/(expense)	111.3	195.0	200.1	216.1
Pre-tax profit	466.7	321.3	842.2	1,412.0
Tax	(30.8)	(32.1)	(84.2)	(211.8)
Minorities	-	-	-	-
Net profit	435.9	289.2	758.0	1,200.2
Net profit (adj.)	550.5	400.2	758.0	1,200.2

Balance Sheet

Year to 31 Dec (Rmbm)	2025	2026F	2027F	2028F
Fixed assets	1,099.3	1,455.2	1,624.4	1,811.4
Other LT assets	2,849.0	2,849.0	2,849.0	2,849.0
Cash/ST investment	1,663.5	1,626.7	1,889.1	2,337.7
Other current assets	5,307.0	5,378.8	6,111.9	7,410.9
Total assets	11,261.3	11,629.3	12,817.9	14,794.0
ST debt	448.2	448.2	448.2	448.2
Other current liabilities	728.7	801.9	1,048.4	1,492.8
LT debt	278.7	278.7	278.7	278.7
Other LT liabilities	42.9	42.9	42.9	42.9
Shareholders' equity	8,958.8	9,247.9	10,005.9	11,206.1
Minority interest	-	-	-	-
Total liabilities & equity	11,261.3	11,629.3	12,817.9	14,794.0

Cash Flow

Year to 31 Dec (Rmbm)	2025	2026F	2027F	2028F
Operating	117.0	463.2	622.4	848.6
Pre-tax profit	466.7	321.3	842.2	1,412.0
Tax	(30.8)	(32.1)	(84.2)	(211.8)
Deprec. & amort.	123.8	144.1	190.8	213.0
Associates	0.1	-	-	-
Working capital changes	-	-	-	-
Non-cash items	-	-	-	-
Other operating cashflows	(442.8)	29.9	(326.3)	(564.5)
Investing	(5,553.8)	(500.0)	(360.0)	(400.0)
Capex (growth)	(309.4)	(500.0)	(360.0)	(400.0)
Investments	(2,704.7)	-	-	-
Others	(2,539.7)	-	-	-
Financing	4,345.9	-	-	-
Dividend payments	-	-	-	-
Proceeds from borrowings	459.5	120.0	120.0	120.0
Loan repayment	(347.2)	(120.0)	(120.0)	(120.0)
Others/interest paid	4,233.6	-	-	-
Net cash inflow (outflow)	(1,090.9)	(36.8)	262.4	448.6
Beginning cash & cash equivalent	2,842.6	1,667.5	1,630.7	1,893.2
Changes due to forex impact	(84.1)	-	-	-
Ending cash & cash equivalent	1,667.5	1,630.7	1,893.2	2,341.7

Key Metric

Year to 31 Dec (%)	2025	2026F	2027F	2028F
Profitability				
EBITDA margin	9.7	8.6	16.2	19.7
Pre-tax margin	15.4	8.6	16.9	19.7
Net margin	14.4	7.7	15.2	16.8
ROA	5.1	2.5	6.2	8.7
ROE	6.8	3.2	7.9	11.3
Growth				
Turnover	45.8	23.6	33.1	43.5
EBITDA	n.a.	9.5	151.2	74.8
Pre-tax profit	n.a.	(31.2)	162.1	67.7
Net profit	n.a.	(33.7)	162.1	58.3
Net profit (adj.)	n.a.	(27.3)	89.4	58.3
EPS	n.a.	(41.4)	162.1	58.3
Leverage				
Debt to total capital	6.5	6.3	5.7	4.9
Debt to equity	8.1	7.9	7.3	6.5
Net debt/(cash) to equity	(45.0)	(43.2)	(42.5)	(42.0)
Interest cover (x)	(1.5)	(0.9)	(3.1)	(5.5)

Technical Analysis

Analyst(s)

Greater China Research Team
research-hk@uobkh.com

Tham Mun Hon, CFA
munhon.tham@uobkh.com
+852 2236 6799



CITIC (0267 HK)

Last price:	HK$12.94
Support levels:	HK$12.49/HK$12.10
Resistance levels:	HK$13.70/HK$14.57

Price successfully defended its position above the gap-support baseline and formed a flag continuation pattern. The RSI is in bullish territory and continues to slope upward with positive velocity. An upward breakout wave targeting the upper swing high resistance boundaries can be expected once price breaks out of the flag pattern.

Average timeframe: Around two weeks.



Innovent Biologics (1801 HK)

Last price:	HK$86.80
Support levels:	HK$84.40/HK$77.90
Resistance levels:	HK$98.95/HK$103.50

Price successfully maintained its position above the gap-support baseline on intraday retests. It is compressing within a tight range. The RSI is hovering around the 50 neutral baseline. As long as price remains defended above the gap-support baseline, we see an upward expansion wave targeting the upper swing high resistance.

Average timeframe: Around two weeks.

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