

## Major Market Indicators

	14 Feb	9 Feb	8 Feb
Mkt. Turn.(mn)	57,100	31,300	77,700
Stock Advances	712	524	916
Stock Declines	774	746	614
HSI	15,879	15,747	15,878
Change	+133	-131	-204

## HSI Technical Indicators

10-days MA	15,873
50-days MA	15,794
250-days MA	15,813
14-days RSI	59.89
Primary resistance	16,000
Primary support	15,600

## HSCEI Technical Indicators

10-days MA	5,386
50-days MA	5,337
250-days MA	5,325
14-days RSI	62.13
Primary resistance	5,600
Primary support	5,200

## Stock Pick

### PetroChina (857)

**Target: \$7**

**Stop loss: \$5**

Geopolitical tensions remain a key issue in 2024. Meanwhile, oil sector can be benefited from the market value management of SOEs. The State Council previously announced that it will further study the inclusion of market value management in the performance assessment of the persons in charge of central SOEs. SOEs responded in affirmation. Bloomberg predicts PetroChina to have a dividend yield of approx. 8% in 2024, showing the investment value of the stock.

### China Telecom (728)

**Target: \$5**

**Stop loss: \$3.6**

The State Council previously announced that it will further study the inclusion of market value management in the performance assessment of the persons in charge of central SOEs. China Telecom, as well as other SOEs, responded in affirmation. By incorporating market value management into the KPI of state-owned enterprise management, it may promote Chinese telecommunications stocks to continue to increase their dividend payout ratios in the future. We see this as a catalyst for China Telecom.

### 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

Just a day earlier, data on Tuesday showed inflation slowed less than expected, denting investor hopes for an early rate cut from the Federal Reserve. Federal Reserve Vice Chair Michael Barr said on Wednesday that the Fed is confident that inflation is heading toward 2%, but the January consumer price index released on Tuesday reminded officials that the road to falling inflation will likely be "bumpy." Federal Reserve Bank of Chicago President Austan Goolsbee said on Wednesday that an unexpected rise in inflation does not mean the Fed is not meeting its goal of controlling inflation, and rate cuts could get underway even if inflation is slightly higher.

## Daily Focus

### Galaxy Ent (27): deemed to benefit from the increase in tourists during the long holiday period

- The Macau Government Tourist Office (MGTO) announced that the average daily visitor arrivals from the first three days of Lunar New Year (10-12 February) reached 167,000, a 2.26x surge YoY. Among them, more than 210,000 arrivals were recorded on the third day of Lunar New Year, which is the highest number of arrivals on a single day since 2023, and also the second highest since single-day statistics were first compiled. According to MGTO's provisional figures, the average occupancy rate of Macau's hotel venues reached 90% during the period.
- With two new hotel offerings, the Andaz Macau and Raffles at Galaxy Macau, Galaxy Entertainment is deemed to benefit from the increase in tourists during the long holiday period.
- To recap, GEG benefited from the ongoing recovery in both visitor arrivals and associated gaming revenue. For 3Q23, GEG's mass gaming revenue was approx. 102% when compared to 2019 levels, Galaxy Macau™ performed even better at 121% of 2019 levels.
- In recent years, Macau has actively explored the potential in non-gaming fields, and among them, GEG started its plan many years ago. Phases 3 & 4 have a strong focus on non-gaming, primarily targeting MICE, entertainment, family facilities and also include gaming. With a more complete ecosystem in Cotai, GEG is having a higher growth potential when compared to its peers.

Galaxy Ent (27): Info	
Closed price	44.35
FY24 P/E (X)	16.81
FY24 Dividend yield (%)	1.69
52 week high	59.568
52 week low	37.75
14 RSI	64.85

Analyst: Cynthia Tam

## Shanghai/Shenzhen-Hong Kong Stock Connect Statistics

	SH Connect	SZ Connect	Combined Southbound
Balance (RMB bn)	-	-	-
Balance as % of Quota Amount	-	-	-

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
Market Closed				

Sources: HKEx

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
Market Closed				

Sources: HKEx

## Other Statistics

### Ten Most Actively Traded Stocks

Stock Name	Code	Change	Closed Price	Turnover(Billion)
TENCENT	700	0.98%	290.00	33.30
BABA-SW	9988	2.17%	70.80	29.47
TRACKER FUND	2800	1.01%	16.02	23.57
MEITUAN-W	3690	5.65%	71.10	18.40
AIA	1299	-0.16%	62.70	17.49
WUXI BIO	2269	-9.24%	15.72	11.63
PING AN	2318	1.52%	33.45	10.18
CSOP HS TECH	3033	2.48%	3.14	9078.62
HSCEI ETF	2828	1.68%	54.56	8423.67
HSBC HOLDINGS	5	-0.90%	60.80	8237.02

## Ten Short Sell Stocks

Stock Name	Code	Short Sell Amount	Turnover	Short Sell Ratio
TENCENT	00700.HK	698.32M	3.33B	20.97%
CSOP HS TECH	03033.HK	444.19M	907.86M	48.93%
MEITUAN-W	03690.HK	404.74M	1.84B	22.00%
BABA-SW	09988.HK	396.01M	2.95B	13.44%
HSBC HOLDINGS	00005.HK	345.33M	823.70M	41.92%
TRACKER FUND	02800.HK	326.97M	2.36B	13.87%
CM BANK	03968.HK	256.89M	760.06M	33.80%
AIA	01299.HK	243.58M	1.75B	13.93%
XI2CSOPHSTECH	07552.HK	235.49M	622.18M	37.85%
PING AN	02318.HK	231.15M	1.02B	22.71%

Source: AA Stocks

## Economic Calendars

Date	Country	Event	Survey	Prior
Mon	China	Market will close (Spring Festival)		
	Hong Kong	HK Stock Connect Closed		
Tue		Market will close (The Third day of Lunar New Year)		
	US	Jan. CPI (MoM)	0.2%	0.3%
		Jan. CPI Ex Food and Energy (MoM)	0.3%	0.3%
		Jan. CPI (YoY)	2.9%	3.4%
		Airbnb (ABNB), Coca-Cola (KO) Results		
	China	Market will close (Spring Festival)		
	Hong Kong	HK Stock Connect Closed		
		Market will close (The fourth day of Lunar New Year)		
Wed	US	Cisco (CSCO), Equinix (EQIX) Results		
	Euro Zone	4Q. GDP SA (YoY)		0.1%
		Dec. Industrial Production SA (MoM)		-0.3%
	China	Market will close (Spring Festival)		
	Hong Kong	HK Stock Connect Closed		
	Thu	US	Initial Jobless Claims (Till Feb 10)	
Continuing Jobless Claims (Till Feb 3)				1,871k
		Jan. Retail Sales Ex Auto (MoM)	0.1%	0.4%
		Feb. Philadelphia Fed Business Outlook	-9.0	-10.6
	Euro Zone	Dec. Trade Balance SA		14.8b
	China	Market will close (Spring Festival)		
	Hong Kong	HK Stock Connect Closed		
	Fri	US	Jan. Building Permits	1,515k
Jan. Housing Starts			1,460k	1,460k
		Jan. PPI (MoM)	0.1%	-0.1%
		Jan. PPI (YoY)		1.0%
		Feb. University of Michigan Sentiment	79.0	79.0
	China	Market will close (Spring Festival)		
	Hong Kong	Sands (1928) Result		
		HK Stock Connect Closed		

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