CMB International Global Markets | Equity Research | Company Update

Leapmotor (9863 HK)

More positive on FY25E after 1Q25 beat

Maintain BUY. Leapmotor's 1Q25 net loss of RMB130mn beat our prior forecasts on higher average selling price (ASP) and GPM, as well as unexpected contribution from the strategic cooperation. We believe its cost reduction efforts, driven by its undervalued in-house R&D capabilities, have started to be reflected by its 1Q25 GPM and could be even more apparent after all the models are shifted to the Leap 3.5 architecture in mid-2025. We raise our FY25E sales volume forecast by 15% to 0.55mn units. We project breakeven at a net level in FY25E, followed by a tenfold increase to RMB1.2bn for FY26E net profit.

- 1Q25 results beat on higher GPM. Leapmotor's 1Q25 revenue was higher than our expectation by 8%, partly due to its better-than-expected ASP despite higher discounts. Its 1Q25 GPM rose 1.6ppts QoQ to 14.9%, a record high, due in part to an unexpected service income from the strategic cooperation with FAW. We estimate that its vehicle 1Q25 GPM widened by more than 4ppts from 3Q24 with similar sales volume levels, which reflects Leapmotor's superb cost reduction capabilities. SG&A and R&D expenses combined were also higher than our forecast by RMB350mn. Accordingly, its 1Q25 net loss of RMB130mn beat our forecast by about RMB350mn.
- We have turned more optimistic about its FY25E sales volume and earnings. We raise our FY25E sales volume forecast from 0.48mn units to 0.55mn units, given stronger-than-expected sales performance and order intake during Apr to May. We lift our FY25E GPM forecast from 11.2% to 12.1%, taking into account the contribution from strategic cooperation with other OEMs and better-than-expected cost reduction capabilities related to the Leap 3.5 architecture. Management indicated that the Leap 3.5 could cut the smart cockpit and autonomous driving chip-related costs by 30-40% compared with the Leap 3.0. We expect Leapmotor International to contribute a share of profits of RMB110mn in FY25E, based on our sales volume forecast of 70,000 units for overseas markets. We also raise our forecast for the combined SG&A and R&D ratios by 0.5ppts to 13.8% due to higher-than-expected expenditures in 1Q25.
- Earnings/Valuation. We raise our FY25E net profit forecast from -RMB98mn to RMB118mn. We also believe that Leapmotor will achieve more significant profit growth in FY26E. We maintain our BUY rating and raise our target price from HK\$50.00 to HK\$72.00, based on 1.5x FY25E P/S (prior 1.3x), given the recently improving market sentiment and higher visibility for Leapmotor's earnings. Key risks to our rating and target price include lower sales volume and/or margins than we expect, and a sector derating.

Earnings Summary

(YE 31 Dec)	FY23A	FY24A	FY25E	FY26E	FY27E
Revenue (RMB mn)	16,747	32,164	58,993	63,046	67,905
YoY growth (%)	35.2	92.1	83.4	6.9	7.7
Gross margin (%)	0.5	8.4	12.1	12.9	12.8
Operating profit (RMB mn)	(4,377.4)	(3,171.1)	(404.7)	206.8	350.1
Net profit (RMB mn)	(4,216.3)	(2,820.8)	118.4	1,234.5	1,563.4
YoY growth (%)	na	na	na	943.0	26.6
EPS (Reported) (RMB cents)	(362.06)	(210.98)	8.82	86.87	108.86
P/S (x)	4.6	2.4	1.3	1.2	1.1
P/E (x)	na	na	650.1	66.0	52.7

urce: Company data, Bloomberg, CMBIGM estimates



BUY (Maintain)

Target Price	HK\$72.00
(Previous TP	HK\$50.00)
Up/Downside	15.8%
Current Price	HK\$62.20

China Auto

Wenjing DOU, CFA (852) 6939 4751 douwenjing@cmbi.com.hk

Ji SHI, CFA (852) 3761 8728 shiji@cmbi.com.hk

Austin Liang

(852) 3900 0856 austinliang@cmbi.com.hk

Stock Data

Mkt Cap (HK\$ mn)	83,159.3
Avg 3 mths t/o (HK\$ mn)	695.7
52w High/Low (HK\$)	65.80/19.54
Total Issued Shares (mn)	1337.0
Source: FactSet	

Shareholding Structure

Mr. Jiangming Zhu and his	25.0%
concert partie	
Stellantis N.V.	21.3%
Source: HKEx	

Share Performance

	Absolute	Relative
1-mth	38.4%	26.9%
3-mth	79.8%	76.8%
6-mth	106.3%	73.9%
Source: FactSet		

12-mth Price Performance



Related Report "Leapmotor (9863 HK) - Competitive pricing for B10 with strong 4Q24 margins" - 11 Mar 2025



Figure 1: Quarterly results

RMB mn	1Q24	2Q24	3Q24	4Q24	1Q25	YoY	QoQ
Sales volume (units)	33,410	53,286	86,165	120,863	87,552	162.1%	-27.6%
ASP (RMB)	104,346	100,574	114,385	111,389	114,446	9.7%	2.7%
Revenue	3,486	5,359	9,856	13,463	10,020	187.4%	-25.6%
Gross profit	(48)	148	802	1,792	1,493	N/A	-16.7%
R&D expenses	(520)	(701)	(780)	(895)	(800)	53.8%	-10.6%
SG&A expenses	(567)	(770)	(890)	(1,048)	(990)	74.5%	-5.5%
Operating profit	(1,126)	(1,269)	(740)	(36)	(150)	N/A	N/A
Net profit	(1,013)	(1,199)	(690)	81	(130)	N/A	N/A
Gross margin	-1.4%	2.8%	8.1%	13.3%	14.9%	16.3 ppts	1.6 ppts
Operating margin	-32.3%	-23.7%	-7.5%	-0.3%	-1.5%	30.8 ppts	-1.2 ppts
Net margin	-29.1%	-22.4%	-7.0%	0.6%	-1.3%	27.8 ppts	-1.9 ppts

Source: Company data, CMBIGM

Figure 2: Earnings revision

		New			Old			Diff (%)	
RMB mn	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	58,993	63,046	67,905	51,023	57,538	N/A	15.6%	9.6%	N/A
Gross profit	7,154	8,139	8,723	5,734	7,088	N/A	24.8%	14.8%	N/A
Operating profit	(405)	207	350	(692)	227	N/A	N/A	-8.9%	N/A
Net profit	118	1,235	1,563	(98)	1,258	N/A	N/A	-1.9%	N/A
Gross margin	12.1%	12.9%	12.8%	11.2%	12.3%	N/A	0.9 ppts	0.6 ppts	N/A
Operating margin	-0.7%	0.3%	0.5%	-1.4%	0.4%	N/A	0.7 ppts	-0.1 ppts	N/A
Net margin	0.2%	2.0%	2.3%	-0.2%	2.2%	N/A	0.4 ppts	-0.2 ppts	N/A

Source: CMBIGM estimates

Figure 3: CMBI estimates vs consensus

		CMBIGM			Consensu	S		Diff (%)	
RMB mn	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E	FY25E	FY26E	FY27E
Revenue	58,993	63,046	67,905	58,973	84,134	105,586	0.0%	-25.1%	-35.7%
Gross profit	7,154	8,139	8,723	6,626	10,582	14,791	8.0%	-23.1%	-41.0%
Operating profit	(405)	207	350	(486)	1,469	4,005	N/A	-85.9%	-91.3%
Net profit	118	1,235	1,563	(7)	2,056	4,450	N/A	-39.9%	-64.9%
Gross margin	12.1%	12.9%	12.8%	11.2%	12.6%	14.0%	0.9 ppts	0.3 ppts	-1.2 ppts
Operating margin	-0.7%	0.3%	0.5%	-0.8%	1.7%	3.8%	0.1 ppts	-1.4 ppts	-3.3 ppts
Net margin	0.2%	2.0%	2.3%	0.0%	2.4%	4.2%	0.2 ppts	-0.5 ppts	-1.9 ppts

Source: Bloomberg, CMBIGM estimates



Financial Summary

Vict at Data (RMB mn) 12.35 16.77 22.164 65.993 63.06 67.905 Coat of pock sold (14.286) (16.686) (23.470) (57.283) (63.77) Selling oppress (11.14) (17.95) (21.38) (22.464) (7.733) (63.77) Admin appanes (14.11) (11.975) (21.38) (22.464) (17.42) (13.33) Admin appanes (14.11) (13.200) (22.896) (13.654) (4.077) (43.54) Operating portin (62.27) (4.477) (3.471) (49.52) (22.896) (13.854) (14.99) 2.466 6665 EBTDA (4.655) (5.343) (2.110) 1.999 2.460 3.035 Deprediction ROU assets 12.21 2.21 4.42 12.89 1.192 Deprediction ROU assets 12.21 1.63 1.65 1.653 1.653 Deprediction ROU assets 13.22 1.633 1.64 1.833 1.64 1.833 1.61 1.835 1.66	INCOME STATEMENT	2022A	2023A	2024A	2025E	2026E	2027E
Revnue 12.85 16.747 22.164 59.893 67.905 Cord pgootsoid (11428) (16.660) (24.770) (67.85) (7.953) 8.173 Gross portit (1.311) 80 2.864 7.554 8.173 (8.735) Seling separate (1.114) (1.728) (2.138) (2.645) (2.749) (2.773) Admin separate (1.411) (1.520) (2.885) (1.843) (1.742) (4.637) Admin separate (1.411) (1.520) (4.371) (3.171) (4.650) 7.05 Operating profit (5.227) (4.371) (1.411) 1.99 2.490 3.035 Deparation 2.23 4.36 6.21 7.78 9.90 1.102 Deparation 2.12 7.35 4.6 5.7 7.0 Deparation 2.12 7.0 3.44 1.85 1.80 Deparation 2.12 7.13 3.44 1.50 1.50 Deparation							
Cost of grade sold (14.289) (16.669) (29.470) (51.838) (54.507) (69.183) Operating expenses (3.315) (4.459) (5.566) (7.559) (2.733) (6.673) Saling expense (14.11) (1.737) (1.733) (1.634) (1.742) (1.633) Admin expense (14.11) (1.920) (2.886) (1.634) (4.772) (4.33) Admin expense (14.11) (1.920) (2.890) (3.84) (4.653) (3.315) Operating groft (1.6350) (1.771) (4.65) (3.33) (1.110) (1.99) 2.460 6.686 BITDA (4.656) (1.333) (1.110) (1.99) 2.400 3.03 Deprecisition (ROU sasets 1.32 1.33 1.14 1.15 1.80 1.80 Differ amorination 2.2 2.9 1.90 1.90 1.90 1.90 1.90 1.90 1.90 1.90 1.90 1.90 1.90 1.90 1.90 1.90		12 385	16 747	32 164	58 993	63 046	67 905
Gross print (1,911) 80 2,644 7,154 8,139 8,733 8,733 Selling expense (1,114) (1,795) (2,735) (7,755) (7,753) (6,737) Selling expense (1,111) (1,202) (2,845) (1,137) (1,634) (1,742) (1,433) RAD expense (1,111) (1,202) (2,865) (1,377) (4,677) (4,677) Others 51 115 306 574 635 7766 Operating profit (5,227) (4,374) (2,110) 1.09 2,490 3035 Depreciation 223 446 757 770 440 157 790 Depreciation of ROU asses 132 133 144 145 155 170 Depreciation of ROU asses (377) (72) 440 (2,21) 118 1,235 1,563 Depreciation of ROU asses (377) (72) 440 (2,21) 118 1,235 1,563 De		-	-	-		-	-
Operating expenses (3,315) (4,485) (5,686) (7,593) (2,435) (2,445) (2,445) (2,445) (2,445) (2,445) (2,445) (2,445) (2,445) (2,447) (4,531) Admin oppense (14,11) (1,520) (12,886) (1,377) (1,633) (4,677) (4,531) Ohers 51 115 308 574 635 785 Share of (10,6886)/profits of associates/J/V 12 4 42 128 466 666 Deprecisition of ROU assets 132 138 114 145 165 1890 Other amoritasion 21 27 35 46 57 700 Stare of (0,800) (4,140) (2,281) 178 1,229 1,593 Interest income 143 229 348 447 597 5520 Stare profit (5,072) (4,140) (2,281) 118 1,225 1,593 Interest inprofit (5,109) (4,216) (2,281	6		· · · · ·	,	,	,	,
Selling expense (1,114) (1,729) (2,139) (2,247) (2,279) (2,279) RAD expense (1,111) (1,200) (2,886) (3,847) (4,677) (4,333) RAD expense (1,111) (1,200) (2,886) (3,847) (4,677) (4,333) Share of (0,000ex)profils of associates//V 12 4 42 128 446 6666 EBITDA (4,656) (3,343) (2,110) 1.09 2,490 3,035 Deprociation CDU assets 132 138 114 145 166 180 Deprociation of ROU assets 132 138 114 143 165 70 Deprociation one 143 229 348 447 597 576 Interest speanse (37) (72) (40) (50 (5) (5) (2,821) 118 1,235 1,563 Interest speants (5,109) (4,216) (2,821) 118 1,235 1,563 <t< td=""><td>-</td><td></td><td></td><td>-</td><td></td><td>-</td><td>-</td></t<>	-			-		-	-
Admin opense (942) (653) (1,137) (1,742) (1,742) (1,743) Admin opense (1,11) (1,520) (2,286) (3,854) (4,077) (4,331) Others 51 115 306 574 635 768 Shure of (lossen)profits 65227) (4,371) (4,331) (406) 3035 Depreciation OR OU assets 132 138 114 148 999 1,102 Depreciation OR OU assets 132 138 114 148 169 1810 Other amoritation 21 27 35 46 57 70 Interest income 143 229 348 447 597 756 Interest incorint							
RAD expense (1,411) (1,200) (2,886) (4,407) (4,437) Orbers 51 115 306 574 635 766 Operating profit (5,227) (4,377) (3,171) (406) 207 330 Shar of (10sse)(profite of associates/, V 12 4 42 128 466 666 EBITDA (4,6559) (3,543) (2,110) 1,099 2,490 3.035 Depreciation of ROU assets 132 138 114 445 166 180 Other amortisation 21 27 35 46 57 70 EBIT (5,072) (4,414) (2,781) 118 1,235 1,583 Increast income (37) (72) (40) (52) (50) (29) Net exponit (5,109) (4,216) (2,821) 118 1,225 1,583 Increast income 1,838 22,470 20,24A 20,269 21,003 21,969 Current asset 1,949 1,713 6,378 20,209 21,003				,	,	,	,
Operating profit (5,227) (4,377) (3,171) (4,65) 3.07 (358) EBITDA (4,656) (3,543) (2,110) 1.099 2.490 3.035 Depreciation 232 138 114 146 559 1.192 Depreciation of ROU assets 21 27 34 447 597 700 EIIT (5,072) (4,144) (2,213) 118 1,229 1,343 1,553 Interest income 143 223 348 447 597 576 Income fax (0) (0) (0) 0 0 0 0 1 1,235 1,583 Income fax (0) (0) (0) 0 <td< td=""><td>R&D expense</td><td>(1,411)</td><td>(1,920)</td><td>(2,896)</td><td>(3,854)</td><td>(4,077)</td><td></td></td<>	R&D expense	(1,411)	(1,920)	(2,896)	(3,854)	(4,077)	
Share of (losses)/portie of associates/JV 12 4 42 128 466 666 Depreciation of COV assets 323 436 521 738 999 1.132 Depreciation of COV assets 132 138 114 145 155 180 Other amortisation 21 27 35 446 57 70 Depreciation of ROV assets 133 229 348 447 597 576 Interest income 143 229 348 447 597 576 Interest income 153 1563 1583 1563 1563 Interest income (5,109) (4,216) (2,821) 118 1,235 1,563 PAL DC (MB m) Current assets 13,838 22,470 26,453 46,870 49,356 45,424 Caph & equivalents 1,822 2,800 1,254 3,044 3,70 2,869 Caph & equivalents 1,822 2,020 1,254 3,044 <td< td=""><td>Others</td><td>51</td><td>115</td><td>306</td><td>574</td><td>635</td><td>766</td></td<>	Others	51	115	306	574	635	766
ENTLA (4.666) (3.543) (2.110) 1.099 2.490 3.035 Depreciation of ROU assets 132 138 114 145 165 180 Other amortisation 21 27 35 46 57 70 EBIT (5.072) (4.144) (2.761) 170 1.269 1.533 Interest income 143 223 346 447 557 576 Interest income (37) (72) (40) (52) (35) (22) Pr-xx profit (6,109) (4,216) (2.821) 118 1.225 1.563 Income tax (0) (0) 0<	Operating profit	(5,227)	(4,377)	(3,171)	(405)	207	350
Depresidation 1283 436 521 738 699 1192 Depresidation 132 138 114 145 165 180 Chir amortisation 21 27 35 46 57 70 EBIT (5,072) (4,144) (2,781) 170 1,269 1,593 Interest income 143 229 346 447 587 705 Interest income (5,072) (400) (2,21) 118 1,225 1,563 Incerest income (5,109) (4,216) (2,821) 118 1,225 1,563 After tax profit (5,109) (4,216) (2,821) 118 1,235 1,563 Current asset 13,638 22,470 26,453 45,870 49,356 54,204 Current asset 13,638 22,470 26,453 45,870 49,356 54,204 Carl & aquivalents 13,638 22,470 26,453 45,970 49,356 24,204 <td>Share of (losses)/profits of associates/JV</td> <td>12</td> <td>4</td> <td>42</td> <td>128</td> <td>466</td> <td>666</td>	Share of (losses)/profits of associates/JV	12	4	42	128	466	666
Depresion132138114145165180Other anoritisation21273465770EBIT(5,072)(4,144)(2,761)1701,2631,553Interest income143223348447557576Interest income(6,109)(4,216)(2,221)1181,2251,563Income tax(0)(0)00000After tax profit(5,109)(4,216)(2,221)1181,2251,563Income tax(1,10)(4,216)(2,221)1181,2251,563PALANCE SHEET2022A2023A2024A2025E202FE202FEVE 31 Dec (MB mn)T5,7720,2692,80321,969Current assets1,86322,4702,64345,87049,35624,869Account resolvables1,8659261,8142,9093,1093,404Current assets1,8659261,8142,9093,1093,494Inventries1,7491,7192,0233,5514,0624,378Fibancial assets at FVTPL9302,7701,147310,13410,90215,378Other current assets3,253,98411,19410,14411,09111,132PRAE3,2083,9865,376,3056,7066,809Non-current assets3,9444662997,771,423Intargibles<	EBITDA	(4,656)	(3,543)	(2,110)	1,099	2,490	3,035
Other amortisation 21 27 35 46 57 70 EBT (6.072) (4.14) (2.78) 170 1.266 1.553 Interest income 143 229 348 447 507 576 Interest income (3.7) (72) (4.0) (52) (35) (23) Pre-tax profit (6,109) (4.216) (2.821) 118 1.225 1.563 Net profit (5,109) (4.216) (2.821) 118 1.225 1.563 Date rats profit (5,109) (4.216) (2.821) 118 1.225 1.563 Current assets 13,658 22,470 26,453 45,870 49,356 54,204 Cash & equivalents 6,849 11,731 6,378 2.0026E 2022E 2026E 2027E Y 31 Dec (MM Bm) Current asset 1,825 2.800 1.243 3.040 3.174 2.3355 4.062 4.378 Prace (MB m) Current assets	Depreciation	263	436	521	738	999	1,192
EBIT (5,072) (4,144) (2,781) 170 1,289 1,583 Interest expanse (37) (72) (40) (52) (36) (29) Pre-kar profit (5,109) (4,216) (2,821) 118 1,235 1,563 Income tax (0) (0) (0) 0 0 0 After tax profit (5,109) (4,216) (2,821) 118 1,235 1,563 SALANCE SHEET 2022A 2023A 2024A 2025E 2026E 2027E YE 31 Ge (RMB m) - <td>Depreciation of ROU assets</td> <td>132</td> <td>138</td> <td>114</td> <td>145</td> <td>165</td> <td>180</td>	Depreciation of ROU assets	132	138	114	145	165	180
Interest income 143 229 346 447 597 676 Interest expense (37) (72) (40) (52) (35) (29) Pretax profit (5109) (4216) (2,821) 118 1,235 1,563 Income tax (0) (0) (20) 0 0 0 0 After tax profit (5,109) (4,216) (2,821) 118 1,235 1,563 SALANCE SHEET 2022A 2023A 2024A 2025E 2026E 2027E YE 31 Dec (RMB mr) Current asset 13,638 22,470 26,453 45,870 49,356 54,204 Cash & equivalents 6,849 11,711 6,378 20,269 21,903 21,969 Restrided cash 1,822 2,800 1,254 3,040 3,270 2,856 Account receivables 1,685 926 1,981 2,909 3,109 3,349 Inventories 1,719 1,719 2,023	Other amortisation	21	27	35	46	57	70
Interest sepanse (37) (72) (40) (62) (35) (28) Pre-tax profit (5,109) (4,216) (2,821) 118 1,235 1,563 Income tax (0) (0) (2,821) 118 1,235 1,563 Atter tax profit (5,109) (4,216) (2,821) 118 1,235 1,563 SALANCE SHEET 2022A 2023A 2024A 2025E 2026E 2027E VE 31 De (KMB mn)	EBIT	(5,072)	(4,144)	(2,781)	170	1,269	1,593
Pre-tax profit (5,109) (4,216) (2,221) 118 1,235 1,563 Income tax (5,109) (4,216) (2,221) 118 1,235 1,563 Net profit (5,109) (4,216) (2,221) 118 1,235 1,563 Net profit (5,109) (4,216) (2,221) 118 1,235 1,563 SALANCE SHEET 2022A 2023A 2024A 2025E 2026E 2027E YE 31 Doc (RMB nm) Current assets 13,638 22,470 26,453 45,870 49,356 54,204 Cash & equivalents 1,845 926 1,841 2,009 3,070 2,285 Account receivables 1,845 926 1,841 2,009 3,070 3,288 Other current assets 1,855 926 1,143 3,404 3,174 2,939 Financial assets at FVTPL 930 2,770 1,1473 10,134 10,992 15,378 Other current assets 3,208 3,868	Interest income						
Income fax (0) (0) (0) 0 0 0 0 After tax profit (5,109) (4,216) (2,821) 118 1,235 1,563 Net profit (2,821) 118 1,235 1,563 SALANCE SHEET 2022A 2023A 2024A 2025E 2026E 2027E YE 31 Doc (RMB mn)		. ,	. ,	. ,	. ,	• •	. ,
After tax profit (5,109) (4,216) (2,821) 118 1,235 1,563 Net profit (5,109) (4,216) (2,821) 118 1,235 1,563 SALANCE SHEET 2022A 2023A 2024A 2025E 2026E 2027E YE 31 Dec (NB mn) Current assets 13,638 22,470 265,453 45,870 49,356 54,204 Cash & equivalents 6,949 11,721 6,378 20,269 21,803 21,869 Restricted cash 1,865 926 1,981 2,909 3,109 3,349 Inventories 1,749 1,719 2,023 3,551 4,062 4,378 ST bank deposits 81 2,087 1,318 3,404 3,174 2,336 Other urrent assets 5,629 5,984 11,194 10,414 11,091 11,732 PRAE 3,208 3,688 5,537 6,305 6,706 6,208 Non-current assets 1,124 889 4,30	•					-	-
Net profit (5,109) (4,216) (2,221) 118 1,235 1,533 SALANCE SHEET 2022A 2023A 2024A 2025E 2026E 2027E YE 31 Dec (RMB mn)							
BALANCE SHEET 2022A 2023A 2024A 2025E 2026E 2027E YE 31 Dac (RMB mn) Current assets 13,638 22,470 26,453 45,870 49,356 54,204 Cash & equivalents 6,949 11,731 6,378 20,269 21,803 21,969 Restricted cash 1,822 2,800 1,254 3,040 3,270 2,856 Account receivables 1,685 926 1,981 2,909 3,109 3,349 Inventories 1,749 1,719 2,023 3,551 4,062 4,378 Contract assets 1749 1,719 2,026 2,504 2,973 3,268 Contract assets 37 14 0 59 63 68 Non-current assets 5,629 5,984 11,194 10,414 11,091 11,732 PAE 3,208 3,808 5,537 6,305 6,706 6,809 Right-of-use assets 1,124 489 4,404	•		,	,			-
YE 31 Dec (RMB mn) Current assets 13,638 22,470 26,453 45,870 49,356 54,204 Cash & equivalents 6,649 11,731 6,376 20,269 21,803 21,869 Restricted cash 1,825 2,800 1,254 3,040 3,270 2,856 Account receivables 1,885 926 1,981 2,909 3,109 3,349 ST bank deposits 81 2,007 1,143 3,044 3,174 2,933 Other current assets at FVTPL 930 2,770 11,473 10,134 10,902 15,578 Other current assets 385 422 2,026 2,504 2,973 3,268 Contract assets 37 14 0 59 63 68 Non-current assets 5,629 5,984 11,194 10,414 11,091 11,732 PRAE 3,208 3,808 5,537 6,305 6,706 6,808 Investment in JVs & assos 30 44 <t< td=""><td>Net profit</td><td>(5,109)</td><td>(4,216)</td><td>(2,821)</td><td>118</td><td>1,235</td><td>1,563</td></t<>	Net profit	(5,109)	(4,216)	(2,821)	118	1,235	1,563
Current assets 13,638 22,470 26,453 45,870 49,356 54,204 Cash & equivalents 6,949 11,711 6,78 20,269 21,803 21,969 Account receivables 1,822 2,800 1,254 3,040 3,270 2,856 Account receivables 1,685 9,26 1,981 2,909 3,109 3,439 Inventories 1,749 1,719 2,023 3,551 4,062 4,378 ST bank deposits 81 2,007 1,143 10,134 10,902 15,578 Other current assets 325 5,629 5,984 11,194 10,414 11,091 11,723 Other current assets 5,629 5,984 11,194 10,414 11,091 11,723 Intargibies 3,00 4,44 40 537 6,305 6,706 6,809 Intargibies 1,124 899 4,306 2,499 2,363 2,224 Tota assets 1,926 24,975	BALANCE SHEET	2022A	2023A	2024A	2025E	2026E	2027E
Cash & equivalents 6,949 11,731 6,378 20,269 21,803 21,969 Restricted cash 1,822 2,800 1,254 3,040 3,270 2,856 Account receivables 1,685 926 1,981 2,909 3,109 3,349 Inventories 1,749 1,719 2,023 3,551 4,062 4,378 ST bank deposits 81 2,007 1,1,47 10,134 10,902 15,378 Other current assets 385 422 2,026 2,504 2,973 3,268 Contract assets 37 14 0 59 63 68 Non-current assets 3,262 5,984 11,194 11,1732 117,722 PR& 3,208 3,688 5,537 6,305 6,706 6,809 Investment in JVs & assos 30 44 164 291 757 14,223 Intargibles 447 450 4446 436 417 Other no	YE 31 Dec (RMB mn)						
Restricted cash 1.822 2.800 1.254 3.040 3.270 2.856 Account receivables 1.685 926 1.981 2.909 3.109 3.349 Inventories 1.749 1.719 2.023 3.551 4.062 4.378 ST bank deposits 81 2.087 1.1473 10.134 10.902 15.378 Other current assets 335 422 2.026 2.604 2.973 3.268 Contract assets 37 14 0 59 63 68 Non-current assets 5.629 5.984 11.194 10.414 11.091 11.722 PAE 3.208 3.208 5.537 6.305 6.706 6.809 Investment in JVs & assos 30 44 164 291 757 14.23 Intangibles 447 450 450 444 436 417 Other non-current assets 1.124 889 4.306 2.498 2.3663 2.242 <td>Current assets</td> <td>13,638</td> <td>22,470</td> <td>26,453</td> <td>45,870</td> <td>49,356</td> <td>54,204</td>	Current assets	13,638	22,470	26,453	45,870	49,356	54,204
Account receivables1,6859261,9812,9093,1093,349Inventories1,7491,7192,0233,5514,0624,378ST bank deposits812,00711,47310,13410,90215,378Other current assets3854222,0262,5042,9733,268Contract assets377140596368Non-current assets5,6295,98411,19410,41411,09111,732PP&E3,2083,8685,5376,3056,7066,809Right-of-use assets820732736876828859Investment in JVs & assos30441642917571,423Intangibles447450450444436417Other no-current assets1,26828,45337,64756,28360,44765,935Current liabilities9,25713,95424,97539,47841,84745,069Account payables5,9879,84718,90331,24533,09435,672Contract liabilities1,0791,5131,266443466699Account payables5,9879,84718,90331,24533,09435,672Contract liabilities1,0791,5141,424132143Contract liabilities1,7522,0022,6013,6013,6313,604Long-term borrowings7738921,108 <t< td=""><td>Cash & equivalents</td><td>6,949</td><td>11,731</td><td>6,378</td><td>20,269</td><td>21,803</td><td>21,969</td></t<>	Cash & equivalents	6,949	11,731	6,378	20,269	21,803	21,969
Inventories 1,749 1,719 2,023 3,551 4,062 4,378 ST bank deposits 81 2,087 1,318 3,404 3,174 2,938 Financial assets at FVTPL 390 2,770 11,473 10,134 10,902 15,378 Other current assets 385 422 2,026 2,504 2,973 3,268 Contract assets 37 144 0 59 63 68 Non-current assets 5,629 5,984 11,194 10,414 11,091 11,732 PAE 3,208 3,686 5,537 6,305 6,706 6,809 Nicetment in JVs & assos 30 444 164 291 757 1,423 Intragibles 1,124 889 4,306 2,498 2,363 2,224 Total assets 1,258 28,453 37,647 56,283 60,447 65,935 Current liabilities 9,257 13,954 24,975 39,478 41,847	Restricted cash	1,822	2,800	1,254	3,040	3,270	2,856
ST bank deposits 81 2,087 1,318 3,404 3,174 2,938 Financial assets at FVTPL 930 2,770 11,473 10,134 10,902 15,378 Other current assets 385 422 2,026 2,504 2,973 3,268 Contract assets 37 14 0 59 63 688 Non-current assets 3,208 3,686 5,537 6,305 6,706 6,809 Right-of-use assets 820 732 736 876 828 859 Investment in JVs & assos 30 444 164 291 757 1,423 Intangibles 447 450 450 4444 466 699 Intangibles 1,124 889 4,306 2,498 2,363 2,224 Total assets 9,257 13,954 24,975 39,478 41,847 45,260 Short-term borrowings 1,019 1,581 1,266 4443 466 699 Account payables 5,987 9,847 18,903 31,245	Account receivables	1,685	926	1,981	2,909	3,109	3,349
Financial assets at FVTPL 930 2,770 11,473 10,134 10,902 15,378 Other current assets 385 422 2,026 2,504 2,973 3,286 Contract assets 37 14 0 59 63 68 Mon-current assets 5,629 5,984 11,194 10,0414 11,091 11,732 PP&E 3,208 3,868 5,537 6,305 6,706 6,809 Investment in JVs & assos 30 44 164 291 757 1,423 Intangibles 447 450 450 4444 436 417 Other non-current assets 1,124 889 4,306 2,498 2,363 2,224 Total assets 19,268 28,453 37,647 56,283 60,447 65,935 Current liabilities 2,072 13,954 24,975 39,478 41,847 45,260 Account payables 5,987 9,847 18,903 31,245 33,094 35,672 Other current liabilities 1,019 1,51 <td< td=""><td>Inventories</td><td>1,749</td><td>1,719</td><td>2,023</td><td>3,551</td><td>4,062</td><td>4,378</td></td<>	Inventories	1,749	1,719	2,023	3,551	4,062	4,378
Other current assets 385 422 2,026 2,504 2,973 3,268 Contract assets 37 14 0 59 63 68 Non-current assets 5,629 5,984 11,194 10,414 11,091 11,732 PP&E 3,208 3,868 5,537 6,305 6,706 6,809 Right-of-use assets 820 732 736 876 828 859 Investment in JVs & assos 30 44 164 291 757 1,423 Intangibles 447 450 450 444 436 417 Other non-current assets 1,124 889 4,306 2,498 2,363 2,224 Total assets 19,268 28,453 37,647 56,283 60,447 65,935 Current liabilities 9,267 13,954 24,975 39,478 41,847 45,260 Short-term borrowings 1,019 1,581 1,266 443 466 69	ST bank deposits	81	2,087	1,318	3,404	3,174	2,938
Contract assets 37 14 0 59 63 68 Non-current assets 5,629 5,984 11,194 10,414 11,091 11,732 PP&E 3,208 3,868 5,537 6,305 6,706 6,809 Integrited-use assets 820 732 736 876 828 859 Investment in JVs & assos 30 44 164 291 757 1,423 Intagibles 447 450 450 4444 436 417 Other non-current assets 1,124 889 4,306 2,498 2,363 2,224 Total assets 19,268 28,453 37,647 56,283 60,447 65,935 Current liabilities 9,257 13,954 24,975 39,478 41,847 45,260 Short-term borrowings 1,019 1,581 1,266 443 466 699 Account payables 2,972 2,939 9,847 18,903 31,245	Financial assets at FVTPL	930	2,770	11,473	10,134	10,902	15,378
Non-current assets 5,629 5,984 11,194 10,414 11,091 11,732 PP&E 3,208 3,868 5,537 6,305 6,706 6,809 Right-of-use assets 820 732 736 876 828 859 Investment in JVs & assos 30 444 164 291 757 1,423 Intangibles 447 450 450 444 436 417 Other non-current assets 1,124 889 4,306 2,498 2,363 2,224 Total assets 19,268 28,453 37,647 56,283 0,447 65,935 Current liabilities 9,257 13,954 24,975 39,478 41,847 45,260 Short-term borrowings 1,019 1,581 1,266 443 466 699 Account payables 5,987 9,847 18,903 31,245 33,094 35,672 Other current liabilities 1,019 104 145 149	Other current assets	385	422	2,026	2,504	2,973	3,268
PP&E 3,208 3,868 5,537 6,305 6,706 6,809 Right-of-use assets 820 732 736 876 828 859 Investment in JVs & assos 30 44 164 291 757 1,423 Intangibles 447 450 450 4444 436 417 Other non-current assets 1,124 889 4,306 2,498 2,363 2,224 Total assets 19,268 28,453 37,647 56,283 60,447 65,935 Current liabilities 9,257 13,954 24,975 39,478 41,847 45,260 Short-term borrowings 1,019 1,581 1,266 443 466 699 Account payables 5,987 9,847 18,903 31,245 33,094 35,672 Cher current liabilities 1,019 1,581 1,266 443 466 699 Lease liabilities 1,019 1,016 1,413 1,413 1,312	Contract assets	37	14	0	59	63	68
Right-of-use assets 820 732 736 876 828 859 Investment in JVs & assos 30 441 164 291 757 1,423 Intanjbles 447 450 450 444 436 417 Other non-current assets 1,124 889 4,306 2,498 2,363 2,224 Total assets 19,268 28,453 37,647 56,283 60,447 65,935 Current liabilities 9,257 13,954 24,975 39,478 41,847 45,260 Short-term borrowings 1,019 1,581 1,266 443 466 699 Account payables 5,987 9,847 18,903 31,245 33,094 35,672 Other current liabilities 149 104 145 149 136 151 Contract liabilities 1,752 2,002 2,601 3,601 3,631 3,804 Long-term borrowings 773 892 1,108 1,165	Non-current assets	5,629	5,984	11,194	10,414	11,091	11,732
Novestment in JVs & assos 30 44 164 291 757 1,423 Intangibles 447 450 450 444 436 417 Other non-current assets 1,124 889 4,306 2,498 2,363 2,224 Total assets 19,268 28,453 37,647 59,875 39,478 41,847 45,260 Current liabilities 9,257 13,954 24,975 39,478 41,847 45,260 Short-term borrowings 1,019 1,581 1,266 443 466 699 Account payables 5,987 9,847 18,903 31,245 33,094 35,672 Other current liabilities 2,072 2,399 4,499 7,517 8,018 8,596 Contract liabilities 1,423 143 1,423 143 151 Contract liabilities 1,752 2,002 2,601 3,601 3,631 3,804 Long-term borrowings 773 892 1,108 <td< td=""><td>PP&E</td><td>3,208</td><td>3,868</td><td>5,537</td><td>6,305</td><td>6,706</td><td>6,809</td></td<>	PP&E	3,208	3,868	5,537	6,305	6,706	6,809
Intangibles447450450444436417Other non-current assets1,1248894,3062,4982,3632,224Total assets19,26828,45337,64756,28360,44765,935Current liabilities9,25713,95424,97539,47841,84745,260Short-term borrowings1,0191,5811,266443466699Account payables5,9879,84718,90331,24533,09435,672Other current liabilities2,0722,3994,4997,5178,0188,596Lease liabilities149104145149136151Contract liabilities3123161124132143Non-current liabilities1,7522,0022,6013,6013,6313,804Long-term borrowings7738921,1081,165699300Deferred income414382348381451554Other non-current liabilities5647281,1442,0552,4812,950Total liabilities11,00915,95527,57643,07945,47949,065Share capital1,1431,3371,3371,4161,4311,470Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total sha	Right-of-use assets	820	732	736	876	828	859
Other non-current assets 1,124 889 4,306 2,498 2,363 2,224 Total assets 19,268 28,453 37,647 56,283 60,447 65,935 Current liabilities 9,257 13,954 24,975 39,478 41,847 45,260 Short-term borrowings 1,019 1,581 1,266 443 466 699 Other current liabilities 2,072 2,399 4,499 7,517 8,018 8,596 Lease liabilities 149 104 145 149 136 151 Contract liabilities 31 23 161 124 132 143 Non-current liabilities 1,752 2,002 2,601 3,601 3,631 3,804 Long-term borrowings 773 892 1,108 1,165 699 300 Deferred income 414 382 348 381 451 554 Other non-current liabilities 16,09 <th3,079< th=""> 45,479 49,0</th3,079<>	Investment in JVs & assos		44				,
Total assets19,26828,45337,64756,28360,44765,935Current liabilities9,25713,95424,97539,47841,84745,260Short-term borrowings1,0191,5811,2664434666699Account payables5,9879,84718,90331,24533,09435,672Other current liabilities2,0722,3994,4997,5178,0188,596Lease liabilities149104145149136151Contract liabilities3123161124132143Non-current liabilities1,7522,0022,6013,6013,6313,804Long-term borrowings7738921,1081,165699300Deferred income414382348381451554Other non-current liabilities5647281,1442,0552,4812,950Total liabilities1,4331,3371,3371,4161,4311,471Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871	5						
Current liabilities9,25713,95424,97539,47841,84745,260Short-tern borrowings1,0191,5811,266443466699Account payables5,9879,84718,90331,24533,09435,672Other current liabilities2,0722,3994,4997,5178,0188,596Lease liabilities149104145149136151Contract liabilities31231611241321433Non-current liabilities1,7522,0022,6013,6013,6313,804Long-tern borrowings7738921,1081,165699300Deferred income414382348381451554Other non-current liabilities5647281,1442,0552,4812,950Total liabilities1,1431,3371,3371,4161,4311,440Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871							,
Short-term borrowings1,0191,5811,266443466699Account payables5,9879,84718,90331,24533,09435,672Other current liabilities2,0722,3994,4997,5178,0188,596Lease liabilities149104145149136151Contract liabilities3123161124132143Non-current liabilities3,17522,0022,6013,6013,6313,804Long-term borrowings7738921,1081,1656999300Deferred income414382348381451554Other non-current liabilities5647281,1442,0552,4812,950Total liabilities1,1431,3371,3371,4161,4311,440Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871	Total assets	19,268	28,453	37,647	56,283	60,447	65,935
Short-term borrowings1,0191,5811,266443466699Account payables5,9879,84718,90331,24533,09435,672Other current liabilities2,0722,3994,4997,5178,0188,596Lease liabilities149104145149136151Contract liabilities3123161124132143Non-current liabilities3,17522,0022,6013,6013,6313,804Long-term borrowings7738921,1081,1656999300Deferred income414382348381451554Other non-current liabilities5647281,1442,0552,4812,950Total liabilities1,1431,3371,3371,4161,4311,440Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871	Current liabilities	9,257	13,954	24,975	39,478	41,847	45,260
Account payables5,9879,84718,90331,24533,09435,672Other current liabilities2,0722,3994,4997,5178,0188,596Lease liabilities149104145149136151Contract liabilities3123161124132143Non-current liabilities1,7522,0022,6013,6013,6313,804Long-term borrowings7738921,1081,165699300Deferred income414382348381451554Other non-current liabilities5647281,1442,0552,4812,950Total liabilities11,00915,95527,57643,07945,47949,065Nare capital1,1431,3371,3371,4161,4311,440Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871							
Other current liabilities2,0722,3994,4997,5178,0188,596Lease liabilities149104145149136151Contract liabilities3123161124132143Non-current liabilities1,7522,0022,6013,6013,6313,804Long-term borrowings7738921,1081,165699300Deferred income414382348381451554Other non-current liabilities5647281,1442,0552,4812,950Total liabilities11,00915,95527,57643,07945,47949,065Share capital1,1431,3371,3371,4161,4311,440Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871	5						
Lease liabilities149104145149136151Contract liabilities3123161124132143Non-current liabilities1,7522,0022,6013,6013,6313,804Long-term borrowings7738921,1081,165699300Deferred income414382348381451554Other non-current liabilities5647281,1442,0552,4812,950Total liabilities11,00915,95527,57643,07945,47949,065VVVVVVVVShare capital1,1431,3371,3371,4161,4311,440Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871							
Contract liabilities3123161124132143Non-current liabilities1,7522,0022,6013,6013,6313,804Long-term borrowings7738921,1081,165699300Deferred income414382348381451554Other non-current liabilities5647281,1442,0552,4812,950Total liabilities11,00915,95527,57643,07945,47949,065Kare capital1,1431,3371,3371,4161,4311,440Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871	Lease liabilities						
Long-term borrowings 773 892 1,108 1,165 699 300 Deferred income 414 382 348 381 451 554 Other non-current liabilities 564 728 1,144 2,055 2,481 2,950 Total liabilities 11,009 15,955 27,576 43,079 45,479 49,065 Share capital 1,143 1,337 1,337 1,416 1,431 1,440 Retained earnings (9,680) (13,897) (16,717) (16,609) (15,354) (13,771) Other reserves 16,796 25,058 25,451 28,397 28,891 29,202 Total shareholders equity 8,259 12,498 10,071 13,204 14,968 16,871	Contract liabilities						
Deferred income 414 382 348 381 451 554 Other non-current liabilities 564 728 1,144 2,055 2,481 2,950 Total liabilities 11,009 15,955 27,576 43,079 45,479 49,065 Share capital 1,143 1,337 1,337 1,416 1,431 1,440 Retained earnings (9,680) (13,897) (16,717) (16,609) (15,354) (13,771) Other reserves 16,796 25,058 25,451 28,397 28,891 29,202 Total shareholders equity 8,259 12,498 10,071 13,204 14,968 16,871	Non-current liabilities						
Other non-current liabilities 564 728 1,144 2,055 2,481 2,950 Total liabilities 11,009 15,955 27,576 43,079 45,479 49,065 Share capital 1,143 1,337 1,337 1,416 1,431 1,440 Retained earnings (9,680) (13,897) (16,717) (16,609) (15,354) (13,771) Other reserves 16,796 25,058 25,451 28,397 28,891 29,202 Total shareholders equity 8,259 12,498 10,071 13,204 14,968 16,871	Long-term borrowings	773	892	1,108	1,165	699	300
Total liabilities 11,009 15,955 27,576 43,079 45,479 49,065 Share capital 1,143 1,337 1,337 1,416 1,431 1,440 Retained earnings (9,680) (13,897) (16,717) (16,609) (15,354) (13,771) Other reserves 16,796 25,058 25,451 28,397 28,891 29,202 Total shareholders equity 8,259 12,498 10,071 13,204 14,968 16,871	Deferred income	414	382	348	381	451	554
Share capital1,1431,3371,3371,4161,4311,440Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871	Other non-current liabilities	564	728	1,144	2,055	2,481	2,950
Retained earnings(9,680)(13,897)(16,717)(16,609)(15,354)(13,771)Other reserves16,79625,05825,45128,39728,89129,202Total shareholders equity8,25912,49810,07113,20414,96816,871	Total liabilities	11,009	15,955	27,576	43,079	45,479	49,065
Other reserves 16,796 25,058 25,451 28,397 28,891 29,202 Total shareholders equity 8,259 12,498 10,071 13,204 14,968 16,871	Share capital	1,143	1,337	1,337	1,416	1,431	1,440
Total shareholders equity 8,259 12,498 10,071 13,204 14,968 16,871	Retained earnings	(9,680)	(13,897)	(16,717)	(16,609)	(15,354)	(13,771)
•••	Other reserves	16,796	25,058	25,451	28,397	28,891	29,202
Total equity and liabilities 19,268 28,453 37,647 56,283 60,447 65,935	Total shareholders equity	8,259	12,498	10,071	13,204	14,968	16,871
	Total equity and liabilities	19,268	28,453	37,647	56,283	60,447	65,935



CASH FLOW	2022A	2023A	2024A	2025E	2026E	2027E
YE 31 Dec (RMB mn)						
Operating						
Profit before taxation	(5,109)	(4,216)	(2,821)	118	1,235	1,563
Depreciation & amortization	416	601	671	929	1,221	1,442
Tax paid	(0)	(0)	(0)	0	0	0
Change in working capital	1,456	3,941	10,092	10,504	518	2,208
Others	837	756	529	628	133	(108)
Net cash from operations	(2,400)	1,082	8,471	12,179	3,106	5,106
Investing						
Capital expenditure	(1,418)	(1,394)	(2,151)	(1,700)	(1,550)	(1,450)
Acquisition of subsidiaries/ investments	0	(10)	(106)	0	0	0
Net proceeds from disposal of short-term	(26)	(3,527)	(11,228)	1,409	6	(3,622)
investments	. ,					
Others	152	71	162	211	271	326
Net cash from investing	(1,292)	(4,860)	(13,323)	(80)	(1,273)	(4,746)
Financing Net borrowings	915	689	(99)	(766)	(443)	(166)
Proceeds from share issues	5,688	7,778	(33)	2,598	(++3) 0	(100)
Others	(248)	85	(404)	(40)	144	(29)
Net cash from financing	6,355	8,552	(503)	1,792	(299)	(195)
Net change in cash						
Cash at the beginning of the year	4,338	6,949	11,731	6,378	20,269	21,803
Exchange difference	(53)	9	3	0	0	0
Cash at the end of the year	6,949	11,731	6,378	20,269	21,803	21,969
GROWTH	2022A	2023A	2024A	2025E	2026E	2027E
YE 31 Dec						
Revenue	295.4%	35.2%	92.1%	83.4%	6.9%	7.7%
Gross profit	na	na	3,248.4%	165.5%	13.8%	7.2%
Operating profit	na	na	na	na	na	69.3%
EBITDA	na	na	na	na	126.6%	21.9%
EBIT	na	na	na	na	646.7%	25.5%
Net profit	na	na	na	na	943.0%	26.6%
PROFITABILITY	2022A	2023A	2024A	2025E	2026E	2027E
YE 31 Dec						
Gross profit margin	(15.4%)	0.5%	8.4%	12.1%	12.9%	12.8%
Operating margin	(42.2%)	(26.1%)	(9.9%)	(0.7%)	0.3%	0.5%
EBITDA margin	(37.6%)	(21.2%)	(6.6%)	1.9%	4.0%	4.5%
Return on equity (ROE)	(66.0%)	(40.6%)	(25.0%)	1.0%	8.8%	9.8%
GEARING/LIQUIDITY/ACTIVITIES	2022A	2023A	2024A	2025E	2026E	2027E
YE 31 Dec						
Net debt to equity (x)	(1.0)	(1.2)	(1.1)	(2.1)	(2.0)	(1.7)
Current ratio (x)	1.5	1.6	1.1	1.2	1.2	1.2
Receivable turnover days	49.7	20.2	22.5	18.0	18.0	18.0
Inventory turnover days	44.7	37.7	25.1	25.0	27.0	27.0
Payable turnover days	152.9	215.7	234.1	220.0	220.0	220.0
VALUATION	2022A	2023A	2024A	2025E	2026E	2027E
YE 31 Dec						
P/E	ns	ns	ns	650.1	66.0	52.7
P/E (diluted)	ns	ns	ns	650.1	66.0	52.7
P/B	7.3	5.3	7.6	5.8	5.4	4.9
P/CFPS	ns	61.7	9.1	6.3	26.2	16.1
Div yield (%)	0.0	0.0	0.0	0.0	0.0	0.0
	0.0	0.0	0.0	0.0	0.0	0.0

Source: Company data, CMBIGM estimates. Note: The calculation of net cash includes financial assets.



Disclosures & Disclaimers

Analyst Certification

The research analyst who is primary responsible for the content of this research report, in whole or in part, certifies that with respect to the securities or issuer that the analyst covered in this report: (1) all of the views expressed accurately reflect his or her personal views about the subject securities or issuer; and (2) no part of his or her compensation was, is, or will be, directly or indirectly, related to the specific views expressed by that analyst in this report. Besides, the analyst confirms that neither the analyst nor his/her associates (as defined in the code of conduct issued by The Hong Kong Securities and Futures Commission) (1) have dealt in or traded in the stock(s) covered in this research report within 30 calendar days prior to the date of issue of this report; (2) will deal in or trade in the stock(s) covered in this research report 3 business days after the date of issue of this report; (3) serve as an officer of any of the Hong Kong listed companies covered in this report.

CMBIGM Ratings

BUY HOLD	: Stock with potential return of over 15% over next 12 months : Stock with potential return of +15% to -10% over next 12 months				
SELL	: Stock with potential loss of over 10% over next 12 months				
NOT RATED	: Stock is not rated by CMBIGM				
OUTPERFORM MARKET-PERFORM UNDERPERFORM	: Industry expected to outperform the relevant broad market benchmark over next 12 months : Industry expected to perform in-line with the relevant broad market benchmark over next 12 months : Industry expected to underperform the relevant broad market benchmark over next 12 months				
CMB International Global Markets Limited					

Address: 45/F, Champion Tower, 3 Garden Road, Hong Kong, Tel: (852) 3900 0888 Fax: (852) 3900 0800

CMB International Global Markets Limited ("CMBIGM") is a wholly owned subsidiary of CMB International Capital Corporation Limited (a wholly owned subsidiary of China Merchants Bank)

Important Disclosures

There are risks involved in transacting in any securities. The information contained in this report may not be suitable for the purposes of all investors. CMBIGM does not provide individually tailored investment advice. This report has been prepared without regard to the individual investment objectives, financial position or special requirements. Past performance has no indication of future performance, and actual events may differ materially from that which is contained in the report. The value of, and returns from, any investments are uncertain and are not guaranteed and may fluctuate as a result of their dependence on the performance of underlying assets or other variable market factors. CMBIGM recommends that investors should independently evaluate particular investments and strategies, and encourages investors to consult with a professional financial advisor in order to make their own investment decisions.

This report or any information contained herein, have been prepared by the CMBIGM, solely for the purpose of supplying information to the clients of CMBIGM or its affiliate(s) to whom it is distributed. This report is not and should not be construed as an offer or solicitation to buy or sell any security or any interest in securities or enter into any transaction. Neither CMBIGM nor any of its affiliates, shareholders, agents, consultants, directors, officers or employees shall be liable for any loss, damage or expense whatsoever, whether direct or consequential, incurred in relying on the information contained in this report. Anyone making use of the information contained in this report does so entirely at their own risk.

The information and contents contained in this report are based on the analyses and interpretations of information believed to be publicly available and reliable. CMBIGM has exerted every effort in its capacity to ensure, but not to guarantee, their accuracy, completeness, timeliness or correctness. CMBIGM provides the information, advices and forecasts on an "AS IS" basis. The information and contents are subject to change without notice. CMBIGM may issue other publications having information and/ or conclusions different from this report. These publications reflect different assumption, point-of-view and analytical methods when compiling. CMBIGM may make investment decisions or take proprietary positions that are inconsistent with the recommendations or views in this report.

CMBIGM may have a position, make markets or act as principal or engage in transactions in securities of companies referred to in this report for itself and/or on behalf of its clients from time to time. Investors should assume that CMBIGM does or seeks to have investment banking or other business relationships with the companies in this report. As a result, recipients should be aware that CMBIGM may have a conflict of interest that could affect the objectivity of this report and CMBIGM will not assume any responsibility in respect thereof. This report is for the use of intended recipients only and this publication, may not be reproduced, reprinted, sold, redistributed or published in whole or in part for any purpose without prior written consent of CMBIGM. Additional information on recommended securities is available upon request.

For recipients of this document in the United Kingdom

This report has been provided only to persons (I) falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended from time to time)("The Order") or (II) are persons falling within Article 49(2) (a) to (d) ("High Net Worth Companies, Unincorporated Associations, etc.,) of the Order, and may not be provided to any other person without the prior written consent of CMBIGM.

For recipients of this document in the United States

CMBIGM is not a registered broker-dealer in the United States. As a result, CMBIGM is not subject to U.S. rules regarding the preparation of research reports and the independence of research analysts. The research analyst who is primary responsible for the content of this research report is not registered or qualified as a research analyst with the Financial Industry Regulatory Authority ("FINRA"). The analyst is not subject to applicable restrictions under FINRA Rules intended to ensure that the analyst is not affected by potential conflicts of interest that could bear upon the reliability of the research report. This report is intended for distribution in the United States solely to "major US institutional investors", as defined in Rule 15a-6 under the US, Securities Exchange Act of 1934, as amended, and may not be furnished to any other person in the United States. Each major US institutional investors that receives a copy of this report by its acceptance hereof represents and agrees that it shall not distribute or provide this report should do so only through a U.S. registered broker-dealer.

For recipients of this document in Singapore

This report is distributed in Singapore by CMBI (Singapore) Pte. Limited (CMBISG) (Company Regn. No. 201731928D), an Exempt Financial Adviser as defined in the Financial Advisers Act (Cap. 110) of Singapore and regulated by the Monetary Authority of Singapore. CMBISG may distribute reports produced by its respective foreign entities, affiliates or other foreign research houses pursuant to an arrangement under Regulation 32C of the Financial Advisers Regulations. Where the report is distributed in Singapore to a person who is not an Accredited Investor, Expert Investor or an Institutional Investor, as defined in the Securities and Futures Act (Cap. 289) of Singapore, CMBISG accepts legal responsibility for the contents of the report to such persons only to the extent required by law. Singapore recipients should contact CMBISG at +65 6350 4400 for matters arising from, or in connection with the report.