

All fronts paving way for FY26E

Rating	BUY	Maintain
Target	HKD 53.20	From HK\$48.84
Current	HKD 41.18	Upside: +29.2%

1H25 result a mixed bag, net profit in-line thanks to stringent cost control

BYDE's 1H25 result was a mixed bag, with revenue and net profit each grew 2.6%/14.0% to RMB80.6bn/RMB1,730mn respectively. Revenue arrived ~6% below Bloomberg consensus, while net profit came in largely in-line with Bloomberg consensus. BYDE's 1H25 revenue and net profit reached 40%/32% of our FY25E estimates. The bottom line was supported by **i) GM edged up 0.1ppt Yoy to 6.9% (vs. FY25E consensus at 7.3%), ii) lower R&D ratio (2.8% vs. 3.1% of revenue) as a result of many AIS projects entered mass production supported the bottom line, and iii) reversal of RMB43.6mn financial assets' impairment.**

Though BYDE still facing near term pressure in new intelligent segment and also guided down AIS revenue growth guidance due to industry's involution impact, Management provided a positive outlook for all segments in FY26E. We still expect BYDE's GM would improve sequentially thanks to continue optimization of Jabil operation, gaining more share in key US client's projects (with increasing share in high end components) + stable Android demand to drive consumer electronics (assembly+components) segment, meanwhile AI server would be another upcoming growth driver, automotive segment growth would continue outperform overall revenue growth.

Stable 2H25 outlook for consumer electronics; Expect more high end project wins from key US client;

As a result of lukewarm smartphone market (shipment grew +1.5%/1.0% Yoy in 1Q25/2Q25), BYDE's assembly service revenue was marginally down by 2% Yoy in 1H25 to RMB47.2bn, while components revenue dropped 10% Yoy to ~RMB13.8bn. Management would expect Jabil revenue to be flattish at most Yoy in FY25E, as partial change in new flagship models' material (from titanium to aluminum, hence with lower ASP), while GM would be similar to FY24, thanks to continued improvement in operational efficiency.

After having acquired Jabil Singapore (include Chengdu and Wuxi manufacturing sites), BYDE targets continue to engage in key US clients' high end/ flagship projects (both components and assembly), which would bring both synergy and improved earnings to BYDE in the long run.

Looking forward to FY26E, BYDE expects Jabil business to grow >50% Yoy and we believe the more titanium casing will be adopted in more models as well as the rumoured first ever foldable smartphone. Meanwhile engaging in more non-smartphone projects (currently 50% share in smart home products) would further provide upside for Jabil's revenue and profitability.

Company Update

5 September 2025

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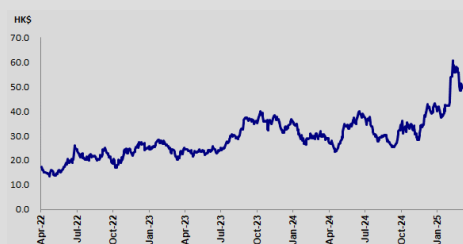
Trading data

52-Week Range (HK\$)	61.55/24.85
3 Mth Avg Daily Vol (m)	25.3
No of Shares (m)	2,253.2
Market Cap (HK\$m)	92,787.0
Major Shareholders (%)	BYD (65.6%)
Auditors	Ernst & Young
Result Due	3Q25E: Oct 2025

Company description

Established in 2002, BYDE is a leading manufacturer of handset components and modules, such as plastic casing, metal casings, and keypads. It also provides assembly services for handsets. Its parent company, BYD (1211.HK) keeps some of handset components and modules, such as LCD displays, FPCs, and camera modules. Its customers include Samsung (005930 KS), Nokia (NOK.US), Huawei, BBK, OPPO, Toshiba (6502.JP), Asus (2357.TT), HTC (2498.TT) and HP (HPQ.US).

Price chart



Sources: Bloomberg, CIRC

■ Enriching AI server product portfolio; AIS short term outlook guided down but increasing dollar content per car a bright spot ; Robotics next to watch

Segment revenue (new intelligent products + automotive) rose 29% Yoy (vs. 33.6% CAGR in FY20-FY24) and reached RMB 19.7bn in 1H25, accounted for 24% of total revenue (vs. 18%/25%/25%/20% in FY21-FY24). During the period, new intelligent product sales was down 4% Yoy to RMB7.2bn (~9% of total revenue) due to energy storage business remained under pressure. Despite near term pressure persists, we expect new intelligent segment revenue growth would pick up thanks to AI server related business would accelerate from 2H25 onwards. Management shared that AI server related business revenue was >RMB1bn in 1H25, in which its Nvidia GB200/300 NVL72 racks' liquid cooling products (incl. quick connectors, cold plate and manifolds) were qualified by NVDA. BYDE aims to begin shipment in 2H25 and expects mass shipment in FY26E.

In addition, Management expects domestic AI servers will also begin to adopt liquid cooling (vs. currently using air cooling due to GPU constraints), hence further expanding the total addressable market. AI products (including AI servers, liquid cooling, power supply, AI edge computing and AIPC etc) would be another growth driver in the coming years driven by both international customers and local CSPs. BYDE will provide customized servers for China internet customers, as well as standardized products to domestic cloud service providers.

BYDE also unveiled its plan in optical module products, for optical transceivers, BYDE addressed that it already has the ability to mass produce 800G products, and aims to reach 50k unit shipment / month in FY25. BYDE also mentioned during the result call that its CPO (Co-packaged optics) products are undergoing R&D and will enter mass production in late 2026 or 2027. All these reflect BYDE are actively expanding their AI server business/ product portfolio, aims to capture the downstream demand in the coming years.

Automotive intelligent segment (AIS) revenue soared 60.5% Yoy to RMB12.5bn (15% of total revenue, vs. 4.3%/8.6%/10.9% /11.5% in FY21-FY24), thanks to increasing penetration in electrification and intelligence system. BYDE's infotainment systems currently support all BYD models, they continue to establish in-depth collaboration with 1st tier suppliers and OEMs, which shows their ambition to develop external clients, while also expanding their product lines into ADAS, smart cabins and other electronic parts. Though BYDE guided down FY25E revenue growth guidance from 50% to 35-40% amid China's automotive anti-involution impact, we still glad to see BYDE's dollar content in BYD further increased to >5k/vehicle in 1H25 (vs. ~RMB3-4k/ vehicle in FY24). We expect BYDE still have the potential to further increase dollar content through share gains and additional new order wins. Meanwhile overseas expansion would be another point to in the coming 2-3 years, as BYDE strive to tap into European clients through its current product portfolio including thermal management and active suspension system.

Management remains confident on **product pricing and margin outlook, they still expect segment GM (currently at low teens) would still have room to expand, thanks to i) innovative product design, ii) improving product mix with higher margins (e.g. mass production and shipment of intelligent suspension system) and iii) upstream sourcing capability and production efficiency. We still expect BYDE's AIS revenue to reach >RMB30bn/RMB40bn mark in FY25E/26E and would account for mid-teens/high-teens of total revenue.**

We expect new intelligent and AIS revenue growth would grow at mid-high 20's in FY25E-27E, and reach ~RMB 45bn/~55bn mark in FY25E/26E (vs. 40bn/~50bn in our last update in May 24), in which automotive revenue growth would continue to outperform, thanks to strong sales volume from BYD (took up ~80% of BYDE's automotive revenue). We now model 29% revenue CAGR in FY22-27E on new intelligent and AIS segment and would contribute ~mid 20s/ high 20s of BYDE's total revenue in FY25E/26E.

■ At 13.9x FY26E PE with EPS to grow ~20% CAGR in FY24-27E; Maintain BUY on diversifying business strategy well on track

We fine-tuned BYDE's FY25E-27E EPS by -2.3%/-4.6%/-7.9% respectively, on lower sales and GM assumption, and our FY26E-27E net profit forecasts are 3.5%/2.9% below Bloomberg consensus. With sales and net profit expected to grow 8.8%/19.2% CAGR in FY24-27E (vs. 11.6%/22% CAGR in our last update in Apr 25), on the back of **i) continued ramp up/ allocation gain in components and assembly service, and share gain from Android clients; ii) Faster than company average growth in new intelligent (incl. AI server related business) and AIS would serve as BYDE's second growth engine, which would increase BYDE's sales and earnings visibility in the long run vs. peers.** BYDE continue to diversify away from smartphones related business. Despite near term share term volatility remains on news flow regarding smartphone demand and recovery (esp. US client), AI server demand and auto segment, we view recent price correction would provide investors another good entry point to ride on BYDE's earnings growth.

BYDE's share price have corrected ~12% from recent high, the counter is trading at FY26E 13.9x PE (~11% discount to 5-year average), we maintain BYDE's rating at BUY with new TP at HK\$53.20, which translates to 18.0x FY26E PE (~+1 s.d. above 5-year average) , we view the target valuation is undemanding as BYDE's strategy on diversifying business and client mix is being well executed, which still bodes well for BYDE's re-rating story. We view BYDE's price correction would provide another sweet point for investors.

Exhibit 1: BYDE's 1H21-1H25 P&L summary

Income statement (RMBmn)	1H21	2H21	1H22	2H22	1H23	2H23	1H24	2H24	1H25
Revenues	44,531	44,526	43,694	63,493	56,180	73,777	78,581	98,725	80,606
Gross profit	3,061	2,968	2,328	4,022	4,409	6,025	5,379	6,922	5,543
SG&A	527	788	771	999	921	1,086	1,698	1,787	1,930
R&D	1,491	1,818	1,515	2,455	2,459	2,263	2,473	2,846	2,231
Operating profits	1,746	719	689	1,250	1,670	3,011	1,636	3,105	1,896
Interest expenses	29	14	25	34	59	130	309	212	175
Pre tax profit	1,746	719	689	1,250	1,670	3,011	1,636	3,105	1,896
Tax	(103)	(52)	(55)	(26)	(154)	(486)	(118)	(357)	(167)
Net profit	1,643	667	634	1,224	1,516	2,526	1,518	2,748	1,730
As % of sales									
Gross profit	6.9%	6.7%	5.3%	6.3%	7.8%	8.2%	6.8%	7.0%	6.9%
SG&A	1.2%	1.8%	1.8%	1.6%	1.6%	1.5%	2.2%	1.8%	2.4%
R&D	3.3%	4.1%	3.5%	3.9%	4.4%	3.1%	3.1%	2.9%	2.8%
Operating profits	3.9%	1.6%	1.6%	2.0%	3.0%	4.1%	2.1%	3.1%	2.4%
Net profit	3.7%	1.5%	1.5%	1.9%	2.7%	3.4%	1.9%	2.8%	2.1%
Growth (Yoy)									
Revenue	41.9%	6.7%	-1.9%	42.6%	28.6%	16.2%	39.9%	33.8%	2.6%
Gross profit	-25.3%	-46.3%	-23.9%	35.5%	89.4%	49.8%	22.0%	14.9%	3.0%
Operating profits	-38.3%	-78.8%	-60.5%	73.8%	142.4%	141.0%	-2.0%	3.1%	15.9%
Net profit	-33.6%	-77.5%	-61.4%	83.5%	139.2%	106.4%	0.1%	8.8%	14.0%

Source: Company data, CIRL

Exhibit 2: We fine-tuned BYDE's FY25E-27E earnings forecasts and introduce FY27E earnings

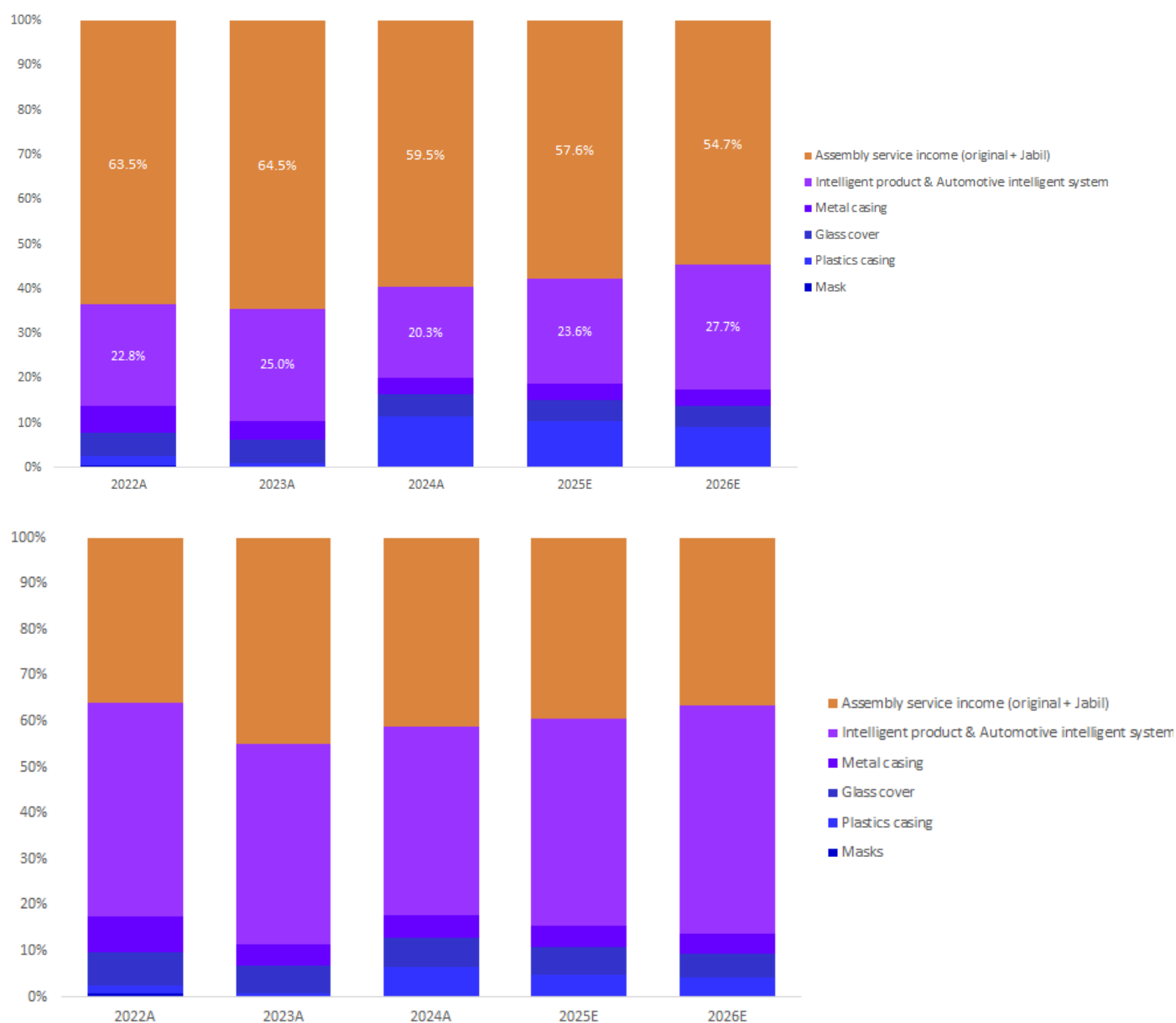
	FY25E (new)	FY25E (old)	Diff	FY26E (new)	FY26E (old)	Diff	FY27E (old)	FY27E (new)	Diff
Revenue	192,381	196,894	-2.3%	208,765	218,931	-4.6%	246,673	228,026	-7.6%
Operating profit	6,349	6,498	-2.3%	7,202	7,553	-4.6%	9,127	8,437	-7.6%
Net Profit	5,248	5,371	-2.3%	6,063	6,358	-4.6%	7,815	7,224	-7.6%
EPS (RMB)	2.35	2.40	-2.3%	2.71	2.84	-4.6%	349.5%	3.23	-7.6%

Source: CIRL estimates

Exhibit 3: BYDE's revenue assumption

Year to Dec (RMB mn)	FY23A	FY24A	FY25E	FY26E	FY27E
Assembly service income (original + Jabil)	83,783	105,575	110,854	114,179	117,605
Components	13,637	35,658	36,104	36,693	36,973
Intelligent product	18,441	15,560	17,116	18,828	20,710
Automotive intelligent system (AIS)	14,096	20,513	28,308	39,065	52,738
Group	129,957	177,306	192,381	208,765	228,026
Segment Revenue Growth					
Assembly service income (original + Jabil)	23.1%	26.0%	5.0%	3.0%	3.0%
Components	-3.7%	161.5%	1.2%	1.6%	0.8%
Intelligent product	33.0%	10.9%	25.9%	27.4%	26.9%
Automotive intelligent system (AIS)	52.2%	45.5%	38.0%	38.0%	35.0%
Group	21.2%	36.4%	8.5%	8.5%	9.2%
Blended GM	8.0%	6.9%	7.3%	7.8%	8.4%

Source: Company data, CIRL estimates

Exhibit 4: BYDE's revenue (top) and GP mix (bottom) in FY18-FY26E


Source: Company data, CIRL estimates

Exhibit 5: Financial statement

Income statement						Cash flow						
Year to Dec (RMB mn)	FY23A	FY24A	FY25E	FY26E	FY27E	Year to Dec (RMB mn)	FY22A	FY23A	FY24A	FY25E	FY26E	FY27E
Revenue	129,957	177,306	196,894	218,931	246,673	Pre-tax profit	1,939	4,681	4,740	6,104	7,225	8,880
Gross profit (reported)	10,434	12,301	14,988	18,158	21,952	Taxes paid	387	1,526	(457)	(943)	(732)	(867)
EBITDA	7,658	10,136	11,118	11,394	12,429	Depreciation	2,563	2,788	4,875	4,621	3,841	3,303
Depreciation	(2,788)	(4,875)	(4,621)	(3,841)	(3,303)	Associates	0	0	0	0	0	0
EBIT	4,870	5,261	6,498	7,553	9,127	CFO bef. WC change	4,888	8,995	9,158	9,781	10,333	11,316
Net interest income (exp.)	(189)	(521)	(394)	(328)	(247)	Change in working cap	4,302	14,538	(13,557)	3,959	(2,944)	(795)
Associates	0	0	0	0	0	Cashflow from operation	9,189	23,533	(4,398)	13,740	7,389	10,521
Exceptionals/others	0	0	0	0	0	CAPEX	(4,322)	(9,556)	(2,279)	(2,279)	(2,279)	(2,279)
Profit before tax	4,681	4,740	6,104	7,225	8,880	Free cash flow	4,867	13,977	(6,677)	11,461	5,110	8,242
Tax expenses	(640)	(475)	(732)	(867)	(1,066)	Dividends	372	1,212	1,280	1,611	1,908	2,344
Minority interest	0	0	0	0	0	Balance sheet adj.	(1,201)	(9,337)	84	0	0	0
Net profit	4,041	4,266	5,371	6,358	7,815	Share issued	0	0	0	0	0	0
Balance sheet						Others	(621)	(1,558)	(2,474)	331	296	437
Year to Dec (RMB mn)	FY23A	FY24A	FY25E	FY26E	FY27E	Net cash flow	3,416	4,294	(7,788)	13,403	7,314	11,023
Cash & equiv	10,537	7,052	20,455	27,769	38,792	Net cash (debt) start	2,827	6,244	10,537	2,750	16,153	23,467
Trade receivables	23,011	32,306	35,875	39,890	44,945	Net cash (debt) at year-end	6,244	10,537	2,750	16,153	23,467	34,489
Other receivables	0	0	0	0	0	Ratios						
Inventories	18,541	18,089	17,527	19,487	21,930	Year to Dec	FY22A	FY23A	FY24A	FY25E	FY26E	FY27E
Other current assets	2,517	2,969	2,969	2,969	2,969	Growth rate (%)						
Fixed assets	19,709	17,113	14,772	13,210	12,187	Revenue	20.4	21.2	36.4	11.0	11.2	12.7
Intangible assets	4,633	3,706	3,706	3,706	3,706	EBITDA	(4.3)	67.9	32.4	9.7	2.5	9.1
Investment, associates etc	8,269	9,112	9,112	9,112	9,112	EBIT	(20.4)	143.8	8.0	23.5	16.2	20.8
Total assets	87,219	90,347	104,416	116,144	133,641	Net profit	(19.6)	117.6	5.5	25.9	18.4	22.9
Account payables	29,939	35,331	42,297	45,328	52,032	EPS	(19.6)	117.6	5.5	25.9	18.4	22.9
Other payables	0	0	0	0	0	Margins (%)						
Short-term debt	0	0	0	0	0	Gross margin	5.9	8.0	6.9	7.6	8.3	8.9
Other current liabs	24,811	15,492	15,282	15,416	15,615	EBITDA	4.3	5.9	5.7	5.6	5.2	5.0
Long-term debts	0	4,302	4,302	4,302	4,302	EBIT	1.9	3.7	3.0	3.3	3.4	3.7
Deferred tax and others	3,138	2,820	2,820	2,820	2,820	Net margin	1.7	3.1	2.4	2.7	2.9	3.2
Other long-term liabs	0	0	0	0	0	Other ratios						
Total liabilities	57,888	57,946	64,701	67,867	74,769	ROE (%)	7.2	13.8	13.2	13.5	13.2	13.3
Share capital	4,052	4,052	4,052	4,052	4,052	ROA (%)	3.3	4.6	4.7	5.1	5.5	5.8
Reserves	25,278	28,349	35,663	44,225	54,820	Net gearing (%)	(24.4)	(35.9)	(8.5)	(40.7)	(48.6)	(58.6)
Shareholders' equity	29,330	32,402	39,715	48,277	58,872	Interest coverage (x)	34.1	25.8	10.1	16.5	23.0	37.0
Minorities	0	0	0	0	0	Receivables days	35.7	64.6	66.5	66.5	66.5	66.5
Total equity	29,330	32,402	39,715	48,277	58,872	Payables days	79.6	91.4	78.2	84.9	82.4	84.5
Net cash (debt)	10,537	2,750	16,153	23,467	34,489	Inventory days	61.7	56.6	40.0	35.2	35.4	35.6
						Effective tax rate (%)	4.2	13.7	10.0	12.0	12.0	12.0

Source: Company data, CIRC estimates

Exhibit 6: Peer valuation comparison

	bloomberg code	Mkt Cap (HKD mn)	Price (HKD)	Share Price Movement (%)			PER (x)					P/B (x)					Yield (%)				
				1M	3M	YTD	FY23	FY24	FY25E	FY26E	FY27E	FY23	FY24	FY25E	FY26E	FY27E	FY23	FY24	FY25E	FY26E	FY27E
HK Listed Peers																					
LENS TECHNOLOGY CO LTD-H	6613 HK	182,121	25.88	31.9	N/A	N/A	38.4	32.7	25.8	18.6	15.4	2.5	2.5	2.2	2.1	1.9	0.0%	0.0%	1.4%	1.9%	1.4%
SUNNY OPTICAL TECH	2382 HK	85,066	77.70	5.6	28.4	12.9	69.8	28.9	21.9	18.4	15.6	3.5	3.2	2.8	2.5	2.2	0.3%	0.7%	0.8%	1.0%	1.2%
AAC TECHNOLOGIES HOLDINGS IN	2018 HK	49,510	42.14	4.3	15.6	12.4	60.5	25.4	18.6	15.6	13.5	2.1	2.1	1.8	1.6	1.5	0.3%	0.6%	0.8%	1.3%	1.4%
FIT HON TENG LTD	6088 HK	28,553	3.91	52.1	89.8	7.1	27.4	23.1	19.1	13.5	11.5	1.5	1.4	1.3	1.2	1.1	0.0%	0.0%	0.0%	0.3%	0.0%
COWELL E HOLDINGS INC	1415 HK	28,070	32.50	19.7	46.1	14.8	75.5	30.0	18.7	14.6	11.2	8.5	7.0	5.2	3.9	2.9	0.0%	0.0%	0.0%	0.0%	0.0%
Q TECHNOLOGY GROUP CO LTD	1478 HK	16,844	14.16	15.1	114.9	118.5	185.6	55.4	19.8	16.3	14.5	3.2	3.1	2.7	2.4	2.2	0.0%	0.8%	1.5%	1.7%	2.1%
FIH MOBILE LTD	2038 HK	11,871	15.15	6.8	67.8	64.7	-12.7	-74.7	-	-	-	1.0	1.1	-	-	-	0.0%	0.0%	0.0%	0.0%	0.0%
TRULY INTERNATIONAL HOLDINGS	732 HK	3,555	1.16	1.8	17.2	1.8	14.0	12.1	-	-	-	0.4	0.4	-	-	-	8.6%	8.6%	0.0%	0.0%	0.0%
SAS DRAGON HOLDINGS LTD	1184 HK	2,729	4.36	(6.6)	9.0	4.3	6.8	5.4	-	-	-	1.0	1.0	-	-	-	8.0%	9.2%	0.0%	0.0%	0.0%
TK GROUP HOLDINGS LTD	2283 HK	2,058	2.47	6.9	21.1	9.6	9.9	7.7	7.5	6.5	5.4	1.2	1.2	-	-	-	4.2%	5.2%	9.3%	10.5%	13.4%
JU TENG INTERNATIONAL HLDGS	3336 HK	1,416	1.18	(7.1)	11.3	31.1	-4.3	-1.9	-	-	-	0.3	0.3	-	-	-	0.0%	0.0%	0.0%	0.0%	0.0%
Average		37,436		11.9	42.1	27.7	54.2	24.5	18.8	14.8	12.4	2.3	2.1	2.7	2.3	2.0	4.3%	4.2%	2.8%	2.8%	3.9%
BYD ELECTRONIC INTL CO LTD	285 HK	92,787	41.18	25.2	30.9	(2.1)	20.9	19.8	16.1	13.9	11.7	2.9	2.6	2.2	1.8	1.5	1.4%	1.5%	1.9%	2.2%	2.6%
Casing and assembly peers																					
HON HAI PRECISION INDUSTRY	2317 TT	716,682	51.59	12.8	30.1	10.3	20.0	19.3	14.5	12.5	11.4	1.9	1.8	1.6	1.5	1.3	2.6%	2.7%	3.3%	3.9%	4.5%
LUXSHARE PRECISION INDUSTRY-A	002475 CH	351,626	48.49	22.5	44.1	8.9	28.5	24.1	19.0	15.5	12.9	5.6	4.8	3.8	3.1	2.6	0.7%	0.4%	0.7%	0.9%	1.1%
QUANTA COMPUTER INC	2382 TT	252,315	65.32	(8.5)	(8.2)	(10.5)	25.3	17.4	14.2	12.0	10.4	5.3	5.1	4.5	4.0	3.5	3.5%	4.8%	5.3%	6.3%	7.2%
CELESTICA INC	CLS US	189,771	1,652.27	5.2	76.7	129.5	104.0	58.5	38.0	31.2	26.6	14.2	13.2	12.0	9.3	7.4	0.0%	0.0%	0.0%	0.0%	0.0%
JABIL INC	JBL US	170,055	1,584.56	(8.6)	18.2	41.2	32.9	17.9	21.5	18.6	16.1	9.3	13.3	15.1	13.6	7.7	0.2%	0.2%	0.2%	0.2%	0.2%
FLEX LTD	FLEX US	157,120	418.62	5.4	25.5	39.8	30.5	23.2	20.7	17.7	16.1	4.5	3.9	4.3	3.9	3.6	0.0%	0.0%	0.0%	0.0%	0.0%
WISTRON CORP	3231 TT	90,322	28.72	(5.4)	(0.9)	8.7	28.0	19.4	12.5	10.2	10.5	3.1	2.8	2.1	1.8	1.7	2.3%	3.2%	4.3%	5.4%	5.3%
LITE-ON TECHNOLOGY CORP	2301 TT	74,676	31.90	3.3	18.4	26.1	20.0	25.2	19.7	16.3	13.5	3.4	3.6	3.1	2.9	2.6	3.5%	6.9%	4.2%	4.6%	5.8%
WINGTECH TECHNOLOGY CO LTD-A	600745 CH	53,426	42.93	7.9	19.1	1.3	40.9	-17.4	26.4	17.4	15.4	1.3	1.4	1.2	1.1	1.0	0.3%	0.0%	0.0%	0.4%	0.6%
SANMINA CORP	SANM US	48,410	908.53	(0.2)	32.4	54.0	21.6	29.1	19.5	17.0	-	3.0	2.8	2.7	2.5	-	0.0%	0.0%	0.0%	0.0%	0.0%
PEGATRON CORP	4938 TT	47,313	17.77	(13.4)	(17.6)	(23.9)	12.0	11.5	13.2	11.0	9.8	1.0	1.0	0.9	0.9	0.9	5.7%	6.2%	5.6%	5.8%	6.0%
INVENTEC CORP	2356 TT	37,659	10.50	(5.4)	(0.7)	(17.6)	24.4	21.3	18.2	14.6	12.4	2.4	2.4	2.1	2.0	2.0	3.6%	3.9%	4.5%	5.2%	6.2%
COMPAL ELECTRONICS	2324 TT	31,027	7.04	(7.4)	(2.3)	(26.4)	15.9	12.6	13.9	11.3	10.3	1.0	1.0	0.9	0.8	0.8	4.3%	4.8%	5.0%	4.7%	5.9%
CATCHER TECHNOLOGY CO LTD	2474 TT	31,019	47.78	(12.1)	(11.3)	(3.1)	14.3	10.1	16.0	13.1	11.9	0.8	0.9	0.7	0.7	0.7	5.3%	3.8%	6.3%	6.1%	6.9%
PLEXUS CORP	PLXS US	28,403	1,052.49	4.1	2.3	(13.8)	26.7	33.0	18.9	18.2	17.0	3.0	2.9	2.5	2.3	2.0	0.0%	0.0%	0.0%	0.0%	0.0%
FOXCONN TECHNOLOGY CO LTD	2354 TT	25,059	17.72	5.4	16.9	(6.3)	23.4	28.8	23.0	18.8	18.1	0.9	0.7	0.6	0.6	0.6	2.1%	1.9%	2.1%	2.4%	3.0%
JU TENG INTERNATIONAL HLDGS	3336 HK	1,416	1.18	(7.1)	11.3	31.1	-4.3	-1.9	-	-	-	0.3	-	-	-	-	0.0%	0.0%	0.0%	0.0%	0.0%
TONGDA GROUP HOLDINGS LTD	698 HK	964	0.10	(13.2)	33.8	22.2	-0.8	-0.2	5.2	3.7	3.2	0.1	-	0.3	0.3	0.3	0.0%	0.0%	0.0%	0.0%	0.0%
COXON PRECISE INDUSTRIAL CO	3607 TT	431	3.55	0.7	3.1	(21.7)	-39.2	85.9	-	-	-	0.9	-	-	-	-	0.0%	4.8%	0.0%	0.0%	0.0%
Average		72,905		(2.9)	12.8	13.6	22.1	22.0	16.5	13.6	11.3	3.2	3.9	3.5	3.1	2.5	3.1%	4.1%	4.2%	4.1%	4.7%
BYD ELECTRONIC INTL CO LTD	285 HK	92,787	41.18	25.2	30.9	(2.1)	20.9	19.8	16.1	13.9	11.7	2.9	2.6	2.2	1.8	1.5	1.4%	1.5%	1.9%	2.2%	2.6%

Source: Bloomberg, CIRC (Market data are as of Sept 4 market close)

Exhibit 10: BYDE 12 month forward P/E Ratio


Source: Bloomberg, CIRC

Risk Factors

Downside risks include: 1) Slowdown in global smartphone shipment/demand; 2) increased competition; 3) Share loss in US client; 4) Slower than expected ramp up in IoT and automotive segment; 5) pricing pressure arising from overseas players and domestic peers

Rating Policy

	Rating	Definition
Stock Rating	Buy	Outperform HSI by 15%
	Neutral	Between -15% ~ 15% of the HSI
	Sell	Underperform HSI by -15%
Sector Rating	Accumulate	Outperform HSI by 10%
	Neutral	Between -10% ~ 10% of the HSI
	Reduce	Underperform HSI by -10%

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Analyst Certification

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