



Major Market Indicators

	10 Sep	9 Sep	8 Sep
Mkt. Turn.(mn)	149,800	166,000	152,200
Stock Advances	1,069	659	733
Stock Declines	618	1,047	953
HSI	26,206	25,716	26,321
Change	+490	-605	-33
HSI Turn.(\$bn)	149.83	166.00	152.20
HSCEI	9,387	9,184	9,449
Change	+203	-266	-19
HSCEI Turn.(\$bn)	58.72	76.16	63.87

HSI Technical Indicators

10-days MA	26,020
50-days MA	26,464
250-days MA	27,327
14-days RSI	51.65
Primary resistance	26,464
Primary support	25,776

HSCEI Technical Indicators

10-days MA	9,294
50-days MA	9,462
250-days MA	10,475
14-days RSI	52.55
Primary resistance	9,500
Primary support	9,294

HSI Futures

	10 Sep	9 Sep	8 Sep
Sept	26,141	25,646	26,213
Volume	98,758	116,844	91,383
Open interests	113,106	115,745	113,427
Oct	26,143	25,640	26,209
Volume	663	761	556
Open interests	997	818	678

HSCEI Futures

	10 Sep	9 Sep	8 Sep
Sept	9,372	9,166	9,430
Volume	81,560	84,276	69,617
Open interests	240,954	248,935	248,781
Oct	9,369	9,165	9,430
Volume	1,178	626	1,178
Open interests	6,044	5,125	4,987

Market Overview

Continuous regulatory control on Internet Stock; HK Stock Retreat today, Support at 20 Day SMA

It is clarified that China will slow down new online games approval but not suspend. Together with between Chairman Xi Jinping and US President Biden, speak by phone for first time since February, Hong Kong stock rebounded Friday. The Hang Seng Index rose 490 points to close at 26,206 points. The Hang Seng Tech index rose 2.9%. Market turnover was HK\$149.8bn. Tech stocks rebounded obviously, Meituan(3690) and Alibaba (9988) both rose 4.3%. Besides, Haidilao(6862) rose 7.4% which recorded largest gain among blue chips.

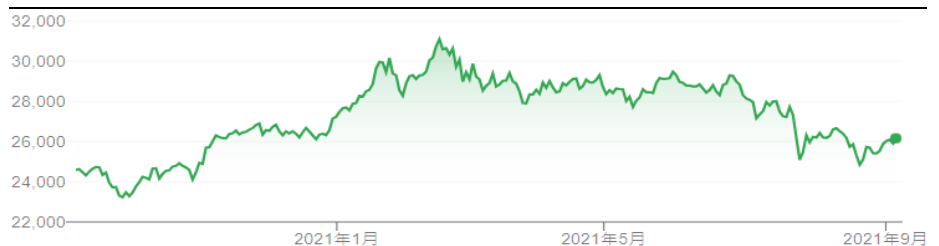
Expectations of an easing in U.S.-China tensions after a call between Chairman Xi Jinping and US President Biden, supported the US stock market to open higher last Friday, the Dow index once rose 130 points. However, US Producer Price index rose 0.7% on monthly basis, and increased 8.3% yoy in August, investors concerned on the inflation risk. US stock fell afterward.

The three major US stock index fell 0.8-0.9% last Friday. Besides, a federal judge ruled last Friday that Apple cannot force developers to use in-app purchasing, Apple share price fell more than 3%. Besides, US producer price index rose more than expectation, 10 Year US treasury yield rose 5 basis points to 1.35%. Besides, data showed that US oil inventory dropped last week, oil price rose 2.3% to US\$69.7 per barrel.

The phone call between Chairman Xi Jinping and US President Biden last Friday, the first time since February, might help to slightly cool down U.S.-China tensions. However, continuous regulatory control over the Chinese internet platform enterprises would impact related companies share price performance. Together with sluggish Hong Kong stock market turnover, Hong Kong stock is expected to retreat after last Friday rebound. Hang Seng Index support is at 20 Day SMA(25,776).

Hong Kong Stock Connect net inflow was HK\$656mn last Friday, of which, Tencent (0700) recorded HK\$1.8bn net buy, while several commodity stocks also recorded net inflow. In fact, commodity price rose sharply recently. In particular, thanks to production volume restriction and anticipated increase demand from infrastructure investment, cement price rose obviously in the past few weeks. Although cement stocks share price rebound sharply from the low, its valuation is still not high, we suggest investors to accumulate during weakness. Besides, oil price turned firm, CNOOC(0883) share price also rebounded. Since it is still near the low end of recent trading range, its share price downside risk is limited.

HSI Chart



Sources : Google

Daily Focus

Broncus Holding [2216.HK]-B:IPO Brief

- Broncus is a medical device company focused on the development of interventional pulmonology products. Founded in 2012, Broncus provides innovative lung solutions in China and globally. Leveraging its whole lung access navigation technology and encompassing navigation, diagnosis and treatment, Broncus integrated interventional pulmonology platform addresses the pain points of the existing diagnosis and treatment paradigms and significant unmet medical needs for lung diseases.
- Broncus had 17 products and major product candidates under various development stages. Its Core Products are InterVapor and RF-II. InterVapor is the world's first and only thermal vapor energy ablation system to treat lung diseases including COPD and lung cancer.
- RF-II is a radiofrequency ablation system used in conjunction with a disposable lung radiofrequency ablation catheter and the only radiofrequency ablation system that specifically targets lung cancer. Broncus had 132 and 60 patents and patent applications related to InterVapor and RF-II, respectively.
- Broncus is backed by large institutional investors such as Qiming Venture Capital, DiNovA Capital, LAKE Bleu Capital and FountainVest, and strategic investors including Intuitive Surgical(ISRG), a Nasdaq listed global technology leader in robotic-assisted, minimally invasive surgical platforms and diagnostic.
- Broncus successfully developed the world's first and only real-time image whole lung access augmented reality navigation system. Its whole lung access navigation system enables access to any part of the entire lung, both inside and outside of the airways, based on which Broncus is able to develop innovative medical devices and solutions to transform the diagnosis and treatment paradigms of lung diseases.
- Broncus has own proprietary technology. However, its revenue is still small at current stage. Together with biotech IPO recent performance turned weak, Neutral.

IPO Info	
Industry sector	Medical Equipment
Issue price (HK\$)	17.20-18.70
Total share offer size (HK\$ mn)	1,537-1,671
FY20 P/E (x)	-
Sponsor	Goldman Sachs, Haitong
Dealing of shares	24-Sep

Analyst: Samuel Chua, CFA

Shanghai/Shenzhen-Hong Kong Stock Connect Statistics

	SH Connect	SZ Connect	Combined Southbound
Balance (RMB bn)	49.45	46.74	81.81
Balance as % of Quota Amount	95.1	89.9	97.4

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
TENCENT	700	1,108,796,020	1,200,502,360	2,309,298,380
CNOOC	883	369,451,680	169,686,270	539,137,950
COSCO SHIP HOLD	1919	339,022,600	186,480,998	525,503,598
XIAOMI-W	1810	169,474,510	328,512,090	497,986,600
HKEX	388	17,857,000	475,774,670	493,631,670
SMIC	981	181,475,700	228,082,250	409,557,950
MEITUAN-W	3690	154,000,440	252,755,860	406,756,300
WUXI BIO	2269	66,824,050	335,659,800	402,483,850
CHINA MOBILE	941	302,344,250	80,312,275	382,656,525
CHALCO	2600	306,575,320	43,387,360	349,962,680

Sources: HKEx

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

Stock Name	Stock code	Buy Trades (HKD)	Sell Trades (HKD)	Turnover (HKD)
TENCENT	700	2,528,207,780	641,771,376	3,169,979,156
DONGYUE GROUP	189	617,648,600	957,536,355	1,575,184,955
MEITUAN-W	3690	422,151,940	129,919,920	552,071,860
XIAOMI-W	1810	320,678,860	156,909,430	477,588,290
HKEX	388	363,305,900	78,783,620	442,089,520
CHINA SHENHUA	1088	314,505,270	113,052,200	427,557,470
GANFENGLITHIUM	1772	98,483,760	285,951,780	384,435,540
SMOORE INTL	6969	152,140,900	126,753,450	278,894,350
CHINA MOBILE	941	186,357,625	82,381,525	268,739,150
SMIC	981	136,343,750	120,861,825	257,205,575

Sources: HKEx

Other Statistics

Ten Most Actively Traded Stocks

Stock Name	Code	Change	Closed Price	Turnover(Million)
TENCENT	700	2.08%	490.00	174.08
MEITUAN-W	3690	4.34%	259.40	48.70
OOIL	316	-4.53%	158.00	46.95
BABA-SW	9988	4.29%	167.90	46.25
HKEX	388	2.40%	504.00	23.96
DONGYUE GROUP	189	-7.50%	21.60	21.34
XIAOMI-W	1810	2.12%	24.10	20.35
BYD COMPANY	1211	-0.31%	261.60	19.98
JD-SW	9618	5.24%	321.20	18.57
PING AN	2318	0.67%	60.00	18.27

Ten Short Sell Stocks

Stock Name	Code	Short Selling Turnover	Turnover	Short Selling Ratio
TRACKER FUND	02800.HK	3.00B	4.57B	65.68%
BABA-SW	09988.HK	1.05B	4.62B	22.62%
MEITUAN-W	03690.HK	948.86M	4.87B	19.48%
BYD COMPANY	01211.HK	553.88M	2.00B	27.72%
TENCENT	00700.HK	541.74M	17.41B	3.11%
XIAOMI-W	01810.HK	478.31M	2.04B	23.50%
JD-SW	09618.HK	430.97M	1.86B	23.21%
BANK OF CHINA	03988.HK	325.86M	1.20B	27.15%
HKEX	00388.HK	319.89M	2.40B	13.35%
CAM CSI300	03188.HK	312.95M	603.78M	51.83%

Source: AA Stocks

Economic Calendars

Date	Country	Event	Survey	Prior
Tue	US	Aug. CPI YoY	5.3%	5.4%
		Aug. CPI Ex Food and Energy YoY	4.3%	4.3%
Wed	China	Aug. Retail Sales YoY	7.0%	8.5%
		Aug. Industrial Production YoY	5.8%	6.4%
		Aug. Fixed Assets Ex Rural YTD YoY	9.1%	10.3%
Thu	US	Initial Jobless Claims (Till Sep 11)		310k
		Continuing Jobless Claims (Till Sep 4)		2,783k
		Aug. Retail Sales Advance MoM	-0.8%	-1.1%
	Hong Kong	HK Stock Connect (Southbound) Closed		
Fri	US	Sep. University of Michigan Sentiment	72.0	70.3
	Euro Zone	Aug. CPI YoY	3.0%	2.2%
	Hong Kong	HK Stock Connect Closed		

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