

Anta Sports (2020 HK)

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Company Update

BUY
UNCHANGED
Close price: HK\$73.35

Target Price: HK\$90.10 (+23%)

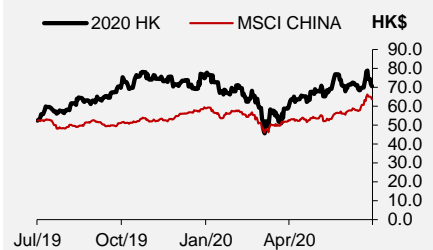
Prior TP: HK\$80.00

Key Data

HKEx code	2020 HK
12 Months High (HK\$)	79.90
12 Month Low (HK\$)	42.00
3M Avg Dail Vol. (mn)	9.09
Issue Share (mn)	2,702.83
Market Cap (HK\$m)	198,252.51
Fiscal Year	12/2019
Major shareholder (s)	Director Ding & asso (61.42%)

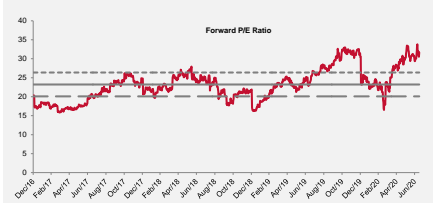
Source: Company data, Bloomberg, OP Research
 Closing price are as of 15/07/2020

Price Chart



	1mth	3mth	6mth
Absolute %	8.1	16.9	-4.2
Rel. MSCI CHINA %	-6.6	-3.7	-11.5

PE



Company Profile

ANTA Sports Products Limited designs, develops, manufactures, and markets sportswear, including sports footwear and apparel for professionals and the general public.

More visible outlook of full revival

- Anta delivered satisfying 2Q20 operation results with retail sales growth in Anta/Fila brand managed LSD decline/LTS yoy growth.
- Conservative 2H20E guidance but the company is confident to see GPM improvement HoH and targets normalized inventory.
- Maintain BUY with TP HK\$90.10 lifted from HK\$80.00 on 26x FY21E P/E, on peer-leading earnings CAGR and more visible recovery outlook.

2Q20 operations beat. 2Q20 retail sales for Anta/Fila brand recorded LSD decline/LTS yoy growth, better than consensus estimates. Overall 1H20 retail sales for Anta/Fila beat previous guidance of 15-20% decline/flat yoy growth to achieve LTS decline/MSD growth respectively. **Online sales kept momentum**, up 40%/80% yoy for Anta/Fila. **Offline retail discounts improved QoQ** by 2-3ppts for Anta core/Fila classics to arrive at 30%/28% off. **Channel inventory adjustments are on track** reaching 5-6x/8x for Anta/Fila.

2H20E to see GPM improvement and normalized inventory levels. Despite industry-wide deep discounts expected to continue through the year, overall GPM for 2H20E is expected to fare better HoH due to less distributor rebates and no more considerable inventory buyback activities. The company targets inventory levels for Anta/Fila to improve to normal levels at 4-5x/5-6x by end-FY20E.

Amer debt covenant trigger overhang lifted as the management said internal stress test is passed. This is backed by 1) faster than expected overseas store re-openings; 2) sound cash flow management during the pandemic; 3) ample cash position of the Group (est. RMB20 bn by Jun.2020).

1H20E profit warning released in the same day is in line with consensus. The company guided <-5% in rev, <-35% in net earnings, and <-25% in net earnings excl. JV loss for 1H20E due to pandemic impact.

We see new growth drivers taking shape as new star brands entering high-growth stage. DESCENT is expected to accelerate fueled by the gain of China IP control. JV retail sales of the Japanese high-end brand (FY19 reached RMB1bn) has managed +60% yoy growth in 2Q20 after MTS growth in 1Q20.

Maintain BUY with TP HK\$90.10 revised up from HK\$80.00 based on 26x FY21E P/E vs previously 22x FY21E P/E on peer-leading earnings CAGR (26% FY19-22E) and more visible recovery outlook. We adjusted down our FY20E/21E earnings estimate by -10.1%/-4.2% to RMB5,274 mn/RMB8,149 mn, mainly to reflect the JV loss from Amer and higher staff cost due to share incentives.

Risks: (1) disappointing consumption rebound; (2) slower than expected channel inventory normalization; (3) worsening overseas pandemic

Exhibit 1: Forecast and Valuation

Year to Dec (RMB mn)	FY18	FY19	FY20E	FY21E	FY22E
Revenue	24,100.0	33,927.8	37,019.6	47,083.1	55,688.3
Growth (%)	44.4	40.8	9.1	27.2	18.3
Adj. net Profit	4,102.9	5,290.2	5,274.3	8,149.4	10,732.0
Growth (%)	32.9	28.9	(0.3)	54.5	31.7
Diluted adj. EPS (HK\$)	1.909	2.283	2.243	3.465	4.563
Diluted adj. EPS growth (%)	30.7	19.6	(1.8)	54.5	31.7
Change to previous EPS (%)			(10.1)	(4.2)	
Consensus EPS (HK\$)			2.402	3.366	
ROE (%)	27.8	29.8	24.1	30.7	32.3
P/E (x)	38.4	32.1	32.7	21.2	16.1
P/B (x)	10.0	8.6	7.3	5.8	4.7
Yield (%)	1.1	0.9	0.9	1.4	1.9
DPS (HK\$)	0.780	0.670	0.673	1.040	1.369

Source: Bloomberg, OP Research

Other key concall takeaways

1) 2Q20 retail sales yoy growth breakdown

Anta: core – LSD decline; Kids – MSD growth
Fila: classics – MSD growth; Fusion – +70%; Kids – +30%
Other brands: DESCENT – +60%; KOLON positive growth

2) 2H20E retail sales outlook conservatively guided down (due to discount factor mainly)

Anta: teens growth → 5-10%
Fila: 30%+ → 20-30%

3) Store openings

Anta & Fila: focus more on e-commerce and stores with high efficiency
DESCENT: original plans unchanged (net + 20-30)

4) Other brands' target

Arc'teryx: confident to reach RMB5bn revenue scale (China)
DESCENT: confident to reach RMB5bn scale (vs ~RMB1bn retail sales in FY19)

OP's take on operations

Despite better-than-expected retail sales growth in both Anta and Fila, channel inventories did not improve fast. We believe this is due to difficulties in re-selling given the squeeze from competitors such as Nike and Adidas. **We are confident that Anta can achieve the target of inventories normalization** by end-FY20E as top players gradually reduce de-inventory activities (Nike has already managed normalizing China inventories by end-Jun.). Our channel checks in Jul also suggest much less discount activities by Nike.

The management guided conservative 2H20E retail sales outlook as consumption rebound is yet to be solid. Jun growth is not as quick as in May, indicating unsettled consumer sentiment regarding economy outlook and new wave of coronavirus. **We like the management's cautious approach but we expect upside to guidance given the strong market position of the brands and China's leading control over the pandemic.**

Exhibit 4: Earnings revision

(RMB mn)	FY20E			FY21E			OP Comments
	New	Old	% Chg	New	Old	% Chg	
Revenue	37,020	37,153	(0.4)	47,083	47,126	(0.1)	
Anta	17,704	17,675	0.2	20,029	19,995	0.2	
FILA	17,181	16,601	3.5	24,279	23,391	3.8	
Gross profit	19,483	19,325	0.8	26,249	26,239	0.0	
Gross margin	52.6%	52.0%	1.2	55.8%	55.7%	0.1	Better than expected improvement in retail discounts
Opex	(12,308)	(12,071)	2.0	(15,611)	(15,635)	(0.2)	On higher staff costs
EBIT	8,172	8,251	(1.0)	11,635	11,601	0.3	
Adj. net Profit	5,274	5,866	(10.1)	8,149	8,504	(4.2)	To factor in JV loss from Amer
Diluted adj. EPS (HK\$)	2.243	2.494	(10.1)	3.465	3.616	(4.2)	

Source: OP Research

Exhibit 4: Quarterly summary of Anta operations update

	2Q18	3Q18	4Q18	1Q19	2Q19	3Q19	4Q19	1Q20	2Q20
Anta	+Low teens	+ Mid teens	+ Mid teens	+Low teens	+Mid teens	+Mid teens	+High teens	- 20-25%	- LSD
Anta offline	+HSD	+Low teens	+HSD	HSD	LTS	LTS	HSD	- mid-20s	- LSD
Anta online	25%+	20%+	25%+	MTS	25%+	30-35%+	40%+	MSD+	40%
Other brands	+90-95%	+90-95%	+80-85%	65-70%	55-60%	30-35%	25-30%	- HSD	25-30%
FILA	80%+	>90%	85%+	70%+	60%+	50-55%	50-55%	- MSD	+Low teens
FILA E-commerce			100%+			80%+	70%+	150%+	80%

Source: Company, OP Research

Exhibit 3: 1H20E results preview

(RMB mn)	1H19R	2H19	1H20E	2H20E	yoy (%)
Revenue	14,811	19,117	14,070	22,950	-5.0%
COGS	(6,509)	(8,760)	(6,824)	(10,713)	4.8%
Gross profit	8,302	10,357	7,246	12,237	-12.7%
Other income & gains	538	531	502	495	-6.8%
Selling exp	(4,123)	(5,598)	(4,637)	(6,147)	12.5%
Admin exp	(460)	(853)	(671)	(854)	45.9%
Other opex	0	0	0	0	n.a.
Operating profit (EBIT)	4,257	4,437	2,440	5,732	-42.7%
Provisions or other items	0	0	0	0	n.a.
Interest income	124	101	149	149	19.8%
Finance costs	(115)	(163)	(177)	(177)	54.2%
Profit after financing costs	4,267	4,375	2,412	5,703	-43.5%
Associated cos	0	0	0	0	n.a.
Jointly controlled cos	(650)*	17	(232)	(210)	-64.3%
Pre-tax profit	3,617	4,392	2,180	5,493	-39.7%
Tax	(1,193)	(1,192)	(588)	(1,483)	-50.7%
Minority interests	(99)	(181)	(73)	(134)	-26.0%
Net profit	2,325	3,019	1,518	3,756	-34.7%
HoH%					
Revenue	9%	29%	-26%	63%	n.a.
Gross profit	19%	25%	-30%	69%	n.a.
Net profit	8%	30%	-50%	147%	n.a.
YoY%					
Revenue	40%	41%	-5%	20%	n.a.
Gross profit	45%	49%	-13%	18%	n.a.
Net profit	20%	40%	-35%	24%	n.a.
Key ratios					
GPM	56.1%	54.2%	51.5%	53.3%	(4.55)
Selling exp	27.8%	29.3%	33.0%	26.8%	5.12
Admin exp	3.1%	4.5%	4.8%	3.7%	1.66
EIT	28.0%	27.2%	27.0%	27.0%	(0.96)
Net margin	15.7%	15.8%	10.8%	16.4%	(4.91)

*JV loss is restated to include PPA costs.

Source: Company, OP Research

Financial Summary

Year to Dec	FY18	FY19	FY20E	FY21E	FY22E	Year to Dec	FY18	FY19	FY20E	FY21E	FY22E	
Income Statement (RMB mn)						Ratios						
Footwear	8,631	11,410	14,394	17,759	20,635	Gross margin (%)	52.6	55.0	52.6	55.8	57.1	
Apparel	14,709	21,398	21,105	27,274	32,527	Operating margin (%)	23.7	25.6	22.1	24.7	26.6	
Accessories	759	1,120	1,520	2,051	2,526	Net margin (%)	17.0	15.8	14.2	17.3	19.3	
Turnover	24,100	33,928	37,020	47,083	55,688	Selling & dist'n exp/Sales (%)	27.1	28.7	29.1	29.1	28.9	
YoY%	44.4	40.8	9.1	27.2	18.3	Admin exp/Sales (%)	5.1	3.9	4.1	4.1	3.5	
COGS	(11,413)	(15,269)	(17,537)	(20,834)	(23,918)	Staff exp/Sales (%)	10.9	11.6	11.9	11.9	11.4	
Gross profit	12,687	18,659	19,483	26,249	31,771	R&D/Sales (%)	2.5	2.3	2.0	2.0	2.0	
Gross margin	52.6%	55.0%	52.6%	55.8%	57.1%	A&P/Sales (%)	12.1	10.6	10.5	12.0	12.0	
Other income	760	1,070	997	997	1,097	Payout ratio (%)	44.8	30.7	30.0	30.0	30.0	
Selling & distribution	(6,525)	(9,721)	(10,784)	(13,700)	(16,089)	Effective tax (%)	26.6	27.6	27.0	27.0	27.0	
Admin	(1,223)	(1,313)	(1,524)	(1,911)	(1,965)	Total debt/equity (%)	8.5	45.1	54.6	43.7	34.8	
R&D	(599)	(789)	(740)	(942)	(1,114)	Net debt/equity (%)		Net cash	Net cash	Net cash	Net cash	Net cash
Other opex	0	0	0	0	0	Current ratio (x)	2.6	1.9	2.3	2.4	2.5	
Total opex	(7,748)	(11,034)	(12,308)	(15,611)	(18,054)	Quick ratio (x)	2.2	1.5	1.9	2.0	2.2	
Operating profit (EBIT)	5,700	8,695	8,172	11,635	14,813	Inventory T/O (days)	93	105	105	105	105	
Operating margin	23.7%	25.6%	22.1%	24.7%	26.6%	AR T/O (days)	70	68	68	68	68	
Provisions	0	0	0	0	0	AP T/O (days)	180	210	210	210	210	
Interest Income	225	225	297	401	494	Cash conversion cycle (days)	(17)	(37)	(37)	(37)	(37)	
Finance costs	(158)	(278)	(354)	(416)	(417)	Asset turnover (x)	1.1	1.0	0.8	0.9	0.9	
Profit after financing costs	5,767	8,642	8,115	11,621	14,890	Financial leverage (x)	1.5	1.8	2.1	2.0	1.9	
Associated companies & JVs	0	(633)	(442)	(37)	242	EBIT margin (%)	23.7	25.6	22.1	24.7	26.6	
Pre-tax profit	5,767	8,008	7,672	11,583	15,132	Interest burden (x)	1.0	0.9	0.9	1.0	1.0	
Tax	(1,533)	(2,384)	(2,191)	(3,138)	(4,020)	Tax burden (x)	0.7	0.7	0.7	0.7	0.7	
Minority interests	(131)	(280)	(207)	(297)	(380)	Return on equity (%)	27.8	29.8	24.1	30.7	32.3	
Net profit	4,103	5,344	5,274	8,149	10,732	ROIC (%)	74.5	52.8	33.1	44.0	50.7	
Net margin	17.0%	15.8%	14.2%	17.3%	19.3%	Year to Dec	FY18	FY19	FY20E	FY21E	FY22E	
Adj. net profit*	4,103	5,290	5,274	8,149	10,732	Balance Sheet (RMB mn)						
Adj. net profit margin	17.0%	15.6%	14.2%	17.3%	19.3%	Fixed assets	2,536	2,569	3,065	3,693	4,212	
YoY%	33	29	(0)	55	32	Intangible assets & goodwill	1,106	678	607	541	482	
EBITDA	6,042	9,151	9,710	13,317	16,745	Associated companies & JVs	0	10,551	10,109	10,071	10,314	
EBITDA margin	25.1%	27.0%	26.2%	28.3%	30.1%	Long-term investments	367	53	53	53	53	
EPS (RMB)	1.527	1.985	1.950	3.013	3.968	Right of use of assets	0	3,237	3,870	4,929	6,164	
YoY%	31	20	(2)	55	32	Other non-current assets	1,081	810	810	810	810	
DPS (HK\$)	0.780	0.670	0.673	1.040	1.369	Non-current assets	5,090	17,898	18,514	20,098	22,034	
Year to Dec	FY18	FY19	FY20E	FY21E	FY22E	Inventories	2,892	4,405	5,060	6,011	6,901	
Cash Flow (RMB mn)						AR	4,638	6,309	6,883	8,755	10,355	
EBITDA	6,042	9,151	9,710	13,317	16,745	Prepayments & deposits	0	0	0	0	0	
Chg in working cap	(444)	(802)	24	(328)	(173)	Other current assets	2,470	4,386	4,386	4,386	4,386	
Others	(84)	1,069	0	0	0	Cash	9,284	8,221	15,241	19,499	25,281	
Operating cash	5,514	9,418	9,734	12,989	16,572	Current assets	19,284	23,321	31,571	38,651	46,922	
Interest received	214	200	292	394	488	AP	5,633	8,783	10,088	11,984	13,758	
Tax	(1,288)	(2,133)	(2,191)	(3,138)	(4,020)	Tax	650	1,225	1,174	1,772	2,315	
Net cash from operations	4,440	7,485	7,835	10,246	13,039	Accruals & other payables	0	0	0	0	0	
Capex	(462)	(512)	(740)	(942)	(835)	Bank loans & leases	1,244	2,377	2,377	2,377	2,377	
Investments	(673)	(11,633)	0	0	0	CB & othe debts	21	26	26	26	26	
Net change in fixed deposits and pledged deposits	116	(1,794)	0	0	0	Other current liabilities	0	0	0	0	0	
Payment for leasehold	0	(24)	(1,851)	(2,354)	(2,784)	Current liabilities	7,548	12,412	13,665	16,159	18,476	
Sales of assets	0	863	0	0	0	Bank loans & leases	70	6,644	10,494	10,494	10,494	
Interests paid	0	0	0	0	0	CB & othe debts	0	0	0	0	0	
Others	(183)	35	0	0	0	Deferred tax & others	236	1,102	1,102	1,102	1,102	
Investing cash	(1,201)	(13,065)	(2,591)	(3,296)	(3,620)	MI	743	979	1,186	1,483	1,863	
FCF	3,239	(5,580)	5,244	6,950	9,419	Non-current liabilities	1,049	8,725	12,782	13,079	13,459	
Issue of shares	0	692	0	0	0	Total net assets	15,777	20,082	23,637	29,510	37,021	
Buy-back	0	(445)	0	0	0	Shareholder's equity	15,777	20,082	23,637	29,510	37,021	
Minority interests	0	54	0	0	0	Share capital	259	261	261	261	261	
Dividends paid	(2,468)	(1,514)	(1,719)	(2,276)	(3,221)	Reserves	15,518	19,821	23,377	29,250	36,761	
Interest paid	(15)	(110)	(354)	(416)	(417)	BVPS (HK\$)	7.35	8.55	10.06	12.56	15.76	
Net change in bank loans	1,008	6,436	3,850	0	0	Total debts	1,335	9,047	12,897	12,897	12,897	
Others	339	(444)	0	0	0	Net cash/(debts)	10,419	3,560	6,731	10,988	16,770	
Financing cash	(1,136)	4,670	1,777	(2,692)	(3,637)							
Net change in cash	2,102	(910)	7,021	4,258	5,782							
Exchange rate or other Adj	214	(153)	0	0	0							
Opening cash	6,968	9,284	8,221	15,241	19,499							
Closing cash	9,284	8,221	15,241	19,499	25,281							
CFPS (HK\$)	2.065	3.197	3.332	4.357	5.544							

*Adj. net profit excluded disposal gain of JV interests in FY19

Source: Company, OP Research

Exhibit 5: Peer Group Comparison

Company	Ticker	Price	Mkt cap (US\$m)	3-mth avg t/o (US\$m)	PER		PER		3-Yr		Div yld		P/B		EV/		Gross margin	Net margin	ROE	Sh px	Sh px				
					Hist (x)	FY1 (x)	FY2 (x)	EPS FY1	EPS FY2	EPS Cagr (%)	Hist (%)	FY1 (%)	Hist (x)	FY1 (x)	Ebitda Hist	Ebitda Cur Yr						Net gearing Hist (%)			
Anta Sports Prod	2020 HK	73.35	25,576	81.3	32.1	32.7	21.2	(1.8)	54.5	26.0	1.26	0.9	0.9	8.58	7.29	21.3	19.7	Net cash	55.0	15.6	29.8	24.1	8.1	19.1	
HSI		25,481.58			11.1	11.8	10.0	(5.5)	17.4	7.5	1.58	3.7	3.4	1.03	1.00						9.2	8.5	7.2	5.5	
HSCEI		10,390.54			8.7	9.0	8.0	(4.0)	12.4	6.3	1.44	3.9	3.7	1.09	1.02						12.6	11.3	7.6	6.8	
CSI300		4,744.47			18.1	15.5	13.4	17.0	15.7			1.8	2.0	2.1	2.0						11.8	12.7	20.0	24.9	
Domestic peers																									
Adjusted sector avg*					19.5	17.6	11.2	(12.2)	15.1	13.8	1.1	5.7	4.2	1.5	0.6	3.6	6.1	12.2	45.0	8.9	10.6	7.3	8.1	6.2	
361 Degrees	1361 HK	1.28	341	0.2	5.5	5.7	4.8	(3.3)	18.8	8.6	0.7	8.4	7.8	0.4	0.3	(1.0)	(1.0)	0.0	40.3	7.7	7.2	6.8	28.0	8.1	
Xtep Intl	1368 HK	2.34	761	2.4	6.9	10.5	7.4	(34.6)	41.8	3.4	3.1	8.5	5.6	0.8	0.7	3.4	5.3	0.0	43.4	8.9	11.9	7.1	(12.4)	(11.0)	
Li Ning Co Ltd	2331 HK	24.85	7,932	47.7	36.2	35.5	26.2	2.0	35.3	20.0	1.8	0.7	0.8	7.2	6.6	21.3	21.5	0.0	49.1	10.8	23.2	19.9	0.8	2.5	
Pou Sheng Intl	3813 HK	1.81	1,251	0.7	10.3	18.8	7.9	(45.2)	136.8	19.2	1.0	N/A	0.7	1.1	1.1	4.9	6.8	73.3	34.1	3.1	11.5	6.8	(0.5)	6.5	
China Dongxiang	3818 HK	0.89	676	0.6	12.8	10.7	9.4	20.0	13.3	17.0	0.6	5.1	6.2	0.4	0.4	(2.4)	(2.2)	0.0	60.2	19.9	N/A	5.2	29.0	34.8	
Annil Co Ltd-A	002875 CH	11.20	274	5.9	45.5	24.7	37.3	84.0	(33.8)	14.6	1.7	N/A	N/A	2.1	N/A	31.6	N/A	0.0	52.6	3.2	(0.6)	10.7	5.2	(3.5)	
Guirenniao Co-A	603555 CH	1.88	169	1.8	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	4.1	N/A	(4.7)	N/A	495.7	35.5	(64.4)	(129.4)	N/A	6.8	(44.7)	
International peers																									
Adjusted sector avg*					46.3	77.1	35.5	(26.3)	125.6	14.8	14.69			0.5	11.13	10.35	19.8	31.6	24.4	49.4	7.6	24.2	14.9	(0.0)	18.6
Nike Inc -Cl B	NKE US	96.76	150,465	677.4	59.4	40.9	29.9	45.0	36.9	32.1	1.3	1.0	1.1	18.8	20.0	28.2	30.7	52.5	43.4	6.8	29.7	50.5	(1.1)	13.8	
Under Armour-A	UAA US	9.47	4,057	80.3	47.4	N/A	85.3	N/A	N/A	12.4	N/A	N/A	0.0	2.8	2.7	9.2	(290.7)	23.8	46.9	1.7	(28.9)	(15.1)	(4.0)	(1.4)	
Lululemon Ath	LULU US	308.32	40,145	592.2	62.3	71.7	49.1	(13.1)	45.9	15.4	4.7	N/A	0.0	21.9	17.2	32.7	43.8	0.0	55.9	16.2	36.1	25.9	1.7	48.3	
Adidas Ag	ADS GR	238.50	54,682	179.0	23.9	84.5	27.4	(71.8)	207.9	1.9	43.7	N/A	1.1	7.0	6.6	13.1	26.3	26.6	52.0	8.4	20.2	8.3	2.0	11.7	
Puma Se	PUM GR	67.80	11,698	22.9	38.5	111.3	35.7	(65.4)	211.8	12.2	9.1	N/A	0.4	5.2	5.2	15.6	25.7	19.2	48.8	4.8	10.8	4.9	1.2	20.8	

* Outliners and "N/A" entries are in red and excl. from the calculation of averages

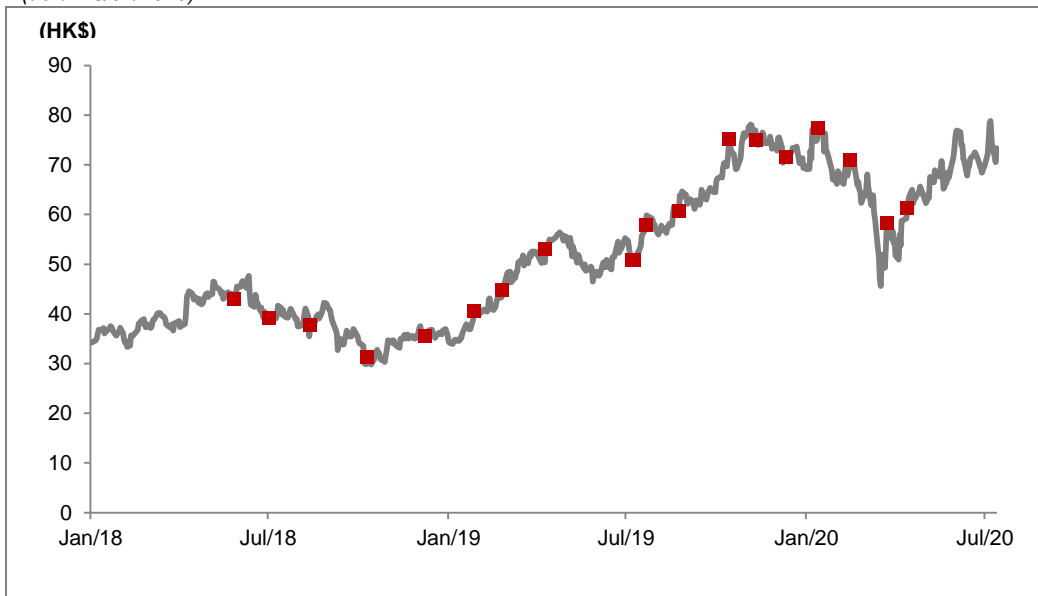
Source: Bloomberg, OP Research

Our recent reports

Date	Company / Sector	Ticker	Title	Rating	Analyst
10/07/2020	Digital China	861	Thrive on data servicing capabilities	NR	Kevin Tam
02/07/2020	S-Enjoy Service	1755	New share incentives with strong commitment	BUY	Megan Jin
02/07/2020	TCL Electronics	1070	Inject smartphone business at start of 5G replacement cycle	BUY	Dallas Cai
30/06/2020	Yeahka	9923	From payment to Fintech	BUY	Kevin Tam
19/06/2020	Powerlong CM	9909	Moving into the fast lane	NR	Dallas Cai
11/06/2020	Xtep Intl	1368	More promising prospect from FY21E	BUY	Megan Jin
08/06/2020	Edvantage Group	382	Campus capacity enlarged further	BUY	Megan Jin
04/06/2020	S-Enjoy Service	1755	Robust expansion continues	BUY	Megan Jin
04/06/2020	Greentown Services	2869	Placing for new growth initiatives - city services most likely	HOLD	Dallas Cai
28/05/2020	A-Living	3319	Positive read-across from April property sales	BUY	Dallas Cai
25/05/2020	HKBN	1310	Challenging to becoming BN leader	NR	Kevin Tam
18/05/2020	Skyworth	751	The sky getting clear	NR	Kevin Tam
14/05/2020	Ausuntria Dairy	1717	Premium products brought up GPM in 1Q20	BUY	Megan Jin/Dallas Cai
14/05/2020	China Youzan	8083	1Q loss narrowed as economies of scale kicking in	BUY	Dallas Cai
05/05/2020	HKTv	1137	HK based ecommerce on the rise	BUY	Kevin Tam/Megan Jin
23/04/2020	Edvantage Group	382	License fee saving may come earlier	BUY	Megan Jin/Dallas Cai
22/04/2020	361 Degrees Intl	1361	1Q20 retail sales in line	BUY	Megan Jin
21/04/2020	Xtep Intl	1368	1Q20 sales performance better than feared	BUY	Megan Jin/Dallas Cai
20/04/2020	Li-Ning	2331	1Q20 delivered satisfactory retail sales	BUY	Megan Jin/Dallas Cai
16/04/2020	Anta Sports	2020	Robust online FILA sales to drive 1Q20 sales beat	BUY	Dallas Cai/Megan Jin
15/04/2020	China Youzan	8083	FY19 GMV saw growth acceleration	BUY	Dallas Cai
02/04/2020	Greentown Services	2869	FY19 results largely in line	HOLD	Dallas Cai
31/03/2020	TCL Electronics	1070	FY19 results up to expectations	BUY	Dallas Cai
30/03/2020	Li-Ning	2331	A head start in FY20E with resilient operation	BUY	Dallas Cai/Megan Jin
27/03/2020	CH Display OPT	334	Lower order visibility ahead in FY20E	HOLD	Dallas Cai
27/03/2020	ChinaSoft Int'l	354	Cloud business ready to accelerate in FY20E	BUY	Dallas Cai
25/03/2020	Anta Sports	2020	FY20E strive for positive growth	BUY	Dallas Cai/Megan Jin

Historical recommendations and target price: Anta Sports (2020 HK)

(as of 15/07/2020)



DATE	RATING	TARGET PRICE	CLOSE PRICE	DATE	RATING	TARGET PRICE	CLOSE PRICE
1	12 Jul 2019	BUY	HK\$57.00	6	13 Dec 2019	BUY	HK\$85.80
2	23 Jul 2019	BUY	HK\$65.00	7	15 Jan 2020	BUY	HK\$85.80
3	27 Aug 2019	BUY	HK\$70.00	8	18 Feb 2020	BUY	HK\$85.80
4	17 Oct 2019	BUY	HK\$81.00	9	25 Mar 2020	BUY	HK\$76.00
5	14 Nov 2019	BUY	HK\$81.00	10	16 Apr 2020	BUY	HK\$80.00

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Relevant Benchmark	Represents the stock closing price as at the date quoted in this report.

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