

Dynagreen Environmental (1330 HK)

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Company Update

BUY

UNCHANGED

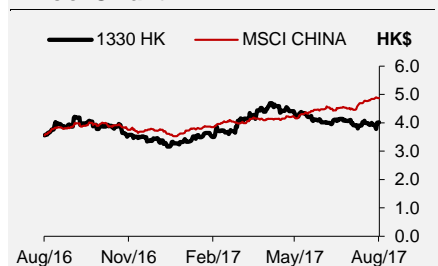
Close price: HK\$4.02
Target Price: HK\$6.4 (+59%)
Prior TP: HK\$6.2

Key Data

| | |
|-----------------------|-------------|
| HKEx code | 1330 |
| 12 Months High (HK\$) | 4.90 |
| 12 Month Low (HK\$) | 3.20 |
| 3M Avg Dail Vol. (mn) | 1.59 |
| Issue Share (mn) | 404.36 |
| Market Cap (HK\$m) | 4,200.90 |
| Fiscal Year | 12/2016 |
| Major shareholder (s) | BSAM 50.34% |

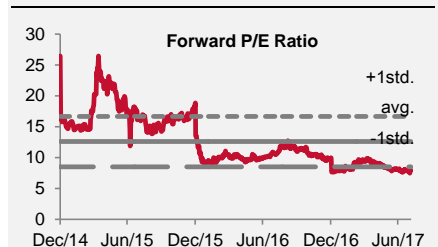
Source: Company data, Bloomberg, OP Research
 Closing price are as of 4/8/2017

Price Chart



| | 1mth | 3mth | 6mth |
|-------------------|------|-------|-------|
| Absolute % | 1.0 | -4.9 | 14.9 |
| Rel. MSCI CHINA % | -7.2 | -22.2 | -11.8 |

PE



Company Profile

Dynagreen Environmental Protection Group Co. Ltd., operates as a holding company. The Company, through its subsidiaries, operates waste incineration plants for the production of energy.

Tongzhou Phase Two off launch-pad

- Tongzhou Project II to add 1,700 tons in operating capacity
- Revising up FY18E/19E EPS by 8.2%/10.4%
- Maintain BUY with TP revised up to HK\$6.4

Tongzhou Project Phase Two Dynagreen announced impending launch of Phase Two of Tongzhou WTE Project with the municipality of Tongzhou District, Beijing. Since Tongzhou Project has 2,250 tons daily capacity under construction in Phase I, the additional capacity will boost its total to 3,950 tons. Due to high demand for MSW treatment in Beijing, construction of Tongzhou Project II is expected to begin in 1Q18E and commence operations in 2H19E. By utilizing the existing development of Phase I, the total investment of Phase II will be about RMB 650mn. Since the waste treatment fee is the same as Phase I, RMB 152 per ton, we expect the project to generate robust returns for Dynagreen.

Earnings revision Due to smooth execution in construction, we brought forward the commencement dates of Tongzhou Project I, Ninghe Project and Bengbu Project to 1Q18E, 3Q17E and 4Q17E. We revised up FY18E operations revenue by 11.7% since we revised up FY18E operating capacity by 14.3% to 13,200 tons. Besides, with contributions from newly added Tongzhou Project II, we revised up FY18E construction revenue by 9.7%. With 9.6%/22.2% higher in total revenue in FY18E/19E, we revised up FY18E/19E EPS by 8.2%/10.4%.

Maintain BUY with TP revised up to HK\$6.4 We think near term catalyst for Dynagreen would be the interim results to be announced this month and potential issuance of A-share in early-2018. By rolling forward to FY18E, we revised up our TP to HK\$6.4 based on FY18E 13x PE, par to historical average, representing 59% upside.

Exhibit 1: Forecast and Valuation

| Year to Dec (RMB mn) | FY15A | FY16A | FY17E | FY18E | FY19E |
|----------------------------|---------|---------|---------|---------|---------|
| Revenue | 1,257.9 | 1,874.5 | 2,539.2 | 3,138.9 | 3,404.9 |
| Growth (%) | 2.6 | 49.0 | 35.5 | 23.6 | 8.5 |
| Net profit | 226.8 | 356.5 | 423.4 | 498.0 | 497.2 |
| Growth (%) | 59.6 | 57.2 | 18.8 | 17.6 | (0.2) |
| Diluted EPS (HK\$) | 0.265 | 0.406 | 0.466 | 0.493 | 0.492 |
| EPS growth (%) | 54.7 | 53.3 | 14.8 | 5.9 | (0.2) |
| Change to previous EPS (%) | | | (1.6) | 8.2 | 10.4 |
| Consensus EPS (HK\$) | | | 0.501 | 0.603 | 0.674 |
| ROE (%) | 9.9 | 13.8 | 14.5 | 12.9 | 10.3 |
| P/E (x) | 15.2 | 9.9 | 8.6 | 8.2 | 8.2 |
| P/B (x) | 1.4 | 1.3 | 1.2 | 0.9 | 0.8 |
| Yield (%) | 0.9 | 1.8 | 2.0 | 2.2 | 2.2 |
| DPS (HK\$) | 0.035 | 0.071 | 0.082 | 0.087 | 0.087 |

Source: Bloomberg, OP Research

Exhibit 2: Earnings revision

| (RMB mn) | FY17E | | | FY18E | | | FY19E | | |
|------------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| | New | Old | % chg | New | Old | % chg | New | Old | % chg |
| Revenue | 2,539 | 2,491 | 1.9 | 3,139 | 2,863 | 9.6 | 3,405 | 2,787 | 22.2 |
| - Construction revenue | 1,716 | 1,681 | 2.1 | 2,047 | 1,866 | 9.7 | 2,013 | 1,449 | 38.9 |
| - WTE operation | 636 | 623 | 2.0 | 851 | 762 | 11.7 | 1,106 | 1,073 | 3.1 |
| - Finance income | 187 | 186 | 0.5 | 241 | 235 | 2.3 | 286 | 265 | 8.0 |
| Gross profit | 713 | 713 | 0.0 | 903 | 832 | 8.6 | 1,007 | 902 | 11.7 |
| Gross margin | 28.1% | 28.6% | (0.5) | 28.8% | 29.0% | (0.3) | 29.6% | 32.4% | (2.8) |
| Opex | (124) | (116) | 6.8 | (163) | (144) | 13.4 | (215) | (188) | 14.2 |
| EBIT | 683 | 691 | (1.1) | 836 | 783 | 6.8 | 900 | 820 | 9.7 |
| Net Profit | 423 | 430 | (1.6) | 498 | 460 | 8.2 | 497 | 451 | 10.4 |
| Diluted EPS (HK\$) | 0.466 | 0.473 | (1.6) | 0.493 | 0.456 | 8.2 | 0.492 | 0.446 | 10.4 |

Source: Company, OP Research

Exhibit 3: Change of assumptions

| (RMB mn) | FY17E | | | FY18E | | | FY19E | | |
|--|-----------|-----------|-------|-----------|-----------|-------|-----------|-----------|-------|
| | New | Old | % chg | New | Old | % chg | New | Old | % chg |
| Operating capacity (tonnes) | 10,950 | 8,750 | 25.1 | 13,200 | 11,550 | 14.3 | 20,590 | 18,890 | 9.0 |
| Power sold (MWh) | 955,199 | 929,279 | 2.8 | 1,258,661 | 1,153,541 | 9.1 | 1,595,513 | 1,639,145 | (2.7) |
| MSW received (tonnes) | 3,840,425 | 3,736,025 | 2.8 | 5,122,275 | 4,390,375 | 16.7 | 6,409,335 | 6,270,135 | 2.2 |
| Power sold (kwh) per tonne of MSW received | 249 | 249 | (0.0) | 246 | 263 | (6.5) | 249 | 261 | (4.8) |
| On grid tariff (RMB per kwh) | 0.554 | 0.555 | (0.3) | 0.555 | 0.550 | 0.8 | 0.552 | 0.544 | 1.4 |
| Waste treatment fee (RMB per tonne) | 71.5 | 71.6 | (0.1) | 70.0 | 71.0 | (1.5) | 79.4 | 70.6 | 12.5 |
| Construction revenue GPM (%) | 16.7% | 16.7% | 0.0 | 16.7% | 16.7% | 0.0 | 16.7% | 16.7% | 0.0 |
| Finance income to project asset (%) | 2.5% | 2.5% | 0.0 | 2.5% | 2.5% | 0.0 | 2.5% | 2.5% | 0.0 |

Source: Company OP Research

Financial Summary

| Year to Dec | FY15A | FY16A | FY17E | FY18E | FY19E |
|----------------------------------|----------------|----------------|----------------|----------------|----------------|
| Income Statement (RMB mn) | | | | | |
| Project construction | 738 | 1,209 | 1,716 | 2,047 | 2,013 |
| Project operation | 397 | 521 | 636 | 851 | 1,106 |
| Finance income | 123 | 144 | 187 | 241 | 286 |
| Technical consulting income | 0 | 0 | 0 | 0 | 0 |
| Turnover | 1,258 | 1,874 | 2,539 | 3,139 | 3,405 |
| YoY% | 3 | 49 | 35 | 24 | 8 |
| COGS | (840) | (1,287) | (1,826) | (2,236) | (2,398) |
| Gross profit | 418 | 587 | 713 | 903 | 1,007 |
| Gross margin | 33.2% | 31.3% | 28.1% | 28.8% | 29.6% |
| Other income | 41 | 70 | 90 | 90 | 100 |
| Selling & distribution | 0 | 0 | 0 | 0 | 0 |
| Admin | (98) | (112) | (124) | (163) | (215) |
| Other opex | (1) | (0) | 0 | 0 | 0 |
| Total opex | (99) | (113) | (124) | (163) | (215) |
| Operating profit (EBIT) | 360 | 545 | 679 | 830 | 892 |
| Operating margin | 28.6% | 29.1% | 26.7% | 26.4% | 26.2% |
| Provisions | 0 | 0 | 0 | 0 | 0 |
| Interest Income | 5 | 3 | 5 | 6 | 7 |
| Finance costs | (109) | (120) | (173) | (236) | (301) |
| Profit after financing costs | 256 | 428 | 510 | 600 | 599 |
| Associated companies & JVs | 0 | 0 | 0 | 0 | 0 |
| Pre-tax profit | 256 | 428 | 510 | 600 | 599 |
| Tax | (29) | (71) | (87) | (102) | (102) |
| Minority interests | 0 | 0 | 0 | 0 | 0 |
| Net profit | 227 | 356 | 423 | 498 | 497 |
| YoY% | 60 | 57 | 19 | 18 | (0) |
| Net margin | 18.0% | 19.0% | 16.7% | 15.9% | 14.6% |
| EBITDA | 444 | 624 | 786 | 972 | 1,070 |
| EBITDA margin | 35.3% | 33.3% | 30.9% | 31.0% | 31.4% |
| DPS (HK\$) | 0.035 | 0.071 | 0.082 | 0.087 | 0.087 |
| Cash Flow (RMB mn) | | | | | |
| EBITDA | 444 | 624 | 786 | 972 | 1,070 |
| Chg in working cap | (842) | (1,069) | 49 | 52 | 98 |
| Others | (13) | (5) | (1,749) | (2,073) | (2,012) |
| Operating cash | (411) | (450) | (914) | (1,049) | (844) |
| Tax | (18) | (34) | (32) | (87) | (102) |
| Net cash from operations | (429) | (484) | (946) | (1,135) | (946) |
| Capex | (5) | (105) | (8) | (9) | (10) |
| Investments | 0 | 0 | (150) | (150) | 0 |
| Dividends received | 0 | 0 | 0 | 0 | 0 |
| Sales of assets | 0 | 0 | 0 | 0 | 0 |
| Interests received | 4 | 3 | 5 | 6 | 7 |
| Others | 0 | 0 | 0 | 0 | 0 |
| Investing cash | (1) | (102) | (153) | (153) | (3) |
| FCF | (430) | (586) | (1,099) | (1,288) | (949) |
| Issue of shares | 0 | 0 | 0 | 1,083 | 0 |
| Buy-back | 0 | 0 | 0 | 0 | 0 |
| Minority interests | 0 | 3 | 0 | 0 | 0 |
| Dividends paid | 0 | (31) | (63) | (74) | (88) |
| Interests paid | (103) | (110) | (191) | (257) | (321) |
| Net change in bank loans | 307 | 723 | 1,106 | 1,113 | 1,006 |
| Others | (7) | (2) | 0 | 0 | 0 |
| Financing cash | 196 | 583 | 852 | 1,864 | 598 |
| Net change in cash | (234) | (4) | (246) | 576 | (351) |
| Exchange rate or other Adj | 6 | 4 | 0 | 0 | 0 |
| Opening cash | 762 | 535 | 535 | 289 | 865 |
| Closing cash | 535 | 535 | 289 | 865 | 514 |
| CFPS (HK\$) | (0.501) | (0.552) | (1.041) | (1.124) | (0.937) |

Source: Company, OP Research

| Year to Dec | FY15A | FY16A | FY17E | FY18E | FY19E |
|--------------------------------|--------------|--------------|--------------|--------------|---------------|
| Ratios | | | | | |
| Gross margin (%) | 33.2 | 31.3 | 28.1 | 28.8 | 29.6 |
| Operating margin (%) | 29.0 | 29.2 | 26.9 | 26.6 | 26.4 |
| Net margin (%) | 18.0 | 19.0 | 16.7 | 15.9 | 14.6 |
| Selling & dist'n exp/Sales (%) | 0.0 | 0.0 | 0.0 | 0.0 | 0.0 |
| Admin exp/Sales (%) | 7.8 | 6.0 | 4.9 | 5.2 | 6.3 |
| Payout ratio (%) | 13.4 | 17.6 | 17.6 | 17.6 | 17.6 |
| Effective tax (%) | 11.5 | 16.7 | 17.0 | 17.0 | 17.0 |
| Total debt/equity (%) | 78.8 | 95.7 | 120.2 | 105.0 | 116.5 |
| Net debt/equity (%) | 55.5 | 74.4 | 109.4 | 85.3 | 105.4 |
| Current ratio (x) | 1.5 | 1.0 | 0.7 | 1.1 | 0.8 |
| Quick ratio (x) | 1.4 | 1.0 | 0.7 | 1.1 | 0.8 |
| Inventory T/O (days) | 7 | 9 | 9 | 9 | 9 |
| AR T/O (days) | 35 | 23 | 23 | 23 | 23 |
| AP T/O (days) | 103 | 107 | 107 | 107 | 107 |
| Cash conversion cycle (days) | (61) | (74) | (74) | (74) | (74) |
| Asset turnover (x) | 0.3 | 0.3 | 0.4 | 0.3 | 0.3 |
| Financial leverage (x) | 2.1 | 2.2 | 2.5 | 2.5 | 2.4 |
| EBIT margin (%) | 29.0 | 29.2 | 26.9 | 26.6 | 26.4 |
| Interest burden (x) | 0.7 | 0.8 | 0.7 | 0.7 | 0.7 |
| Tax burden (x) | 0.9 | 0.8 | 0.8 | 0.8 | 0.8 |
| Return on equity (%) | 9.9 | 13.8 | 14.5 | 12.9 | 10.3 |
| ROIC (%) | 9.6 | 10.7 | 10.0 | 9.2 | 7.9 |
| Balance Sheet (RMB mn) | | | | | |
| Fixed assets | 10 | 10 | 31 | 52 | 70 |
| Investment properties | 0 | 0 | 0 | 0 | 0 |
| Intangible assets & goodwill | 1,949 | 2,693 | 3,615 | 4,668 | 5,509 |
| Associated companies & JVs | 4 | 4 | 4 | 4 | 4 |
| Long-term investments | 2,083 | 2,493 | 3,368 | 4,404 | 5,410 |
| Other non-current assets | 2 | 3 | 3 | 3 | 3 |
| Non-current assets | 4,046 | 5,203 | 7,019 | 9,131 | 10,995 |
| Inventories | 15 | 32 | 45 | 55 | 59 |
| AR | 121 | 120 | 163 | 201 | 218 |
| Prepayments & deposits | 342 | 413 | 508 | 565 | 511 |
| Other current assets | 26 | 46 | 46 | 46 | 46 |
| Cash | 535 | 535 | 289 | 865 | 514 |
| Current assets | 1,040 | 1,146 | 1,051 | 1,733 | 1,348 |
| AP | 237 | 376 | 533 | 652 | 700 |
| Tax | 20 | 32 | 87 | 102 | 102 |
| Accruals & other payables | 107 | 121 | 164 | 202 | 219 |
| Bank loans & leases | 352 | 629 | 629 | 629 | 629 |
| CB & othe debts | 0 | 0 | 0 | 0 | 0 |
| Other current liabilities | 0 | 1 | 1 | 1 | 1 |
| Current liabilities | 715 | 1,158 | 1,413 | 1,586 | 1,650 |
| Bank loans & leases | 1,546 | 1,994 | 3,099 | 4,212 | 5,219 |
| Trade and other payables-LT | 336 | 332 | 332 | 332 | 332 |
| Deferred tax & others | 78 | 103 | 103 | 103 | 103 |
| MI | 0 | 21 | 21 | 21 | 21 |
| Non-current liabilities | 1,960 | 2,450 | 3,555 | 4,668 | 5,675 |
| Total net assets | 2,410 | 2,742 | 3,102 | 4,609 | 5,018 |
| Shareholder's equity | 2,410 | 2,742 | 3,102 | 4,609 | 5,018 |
| Share capital | 1,045 | 1,045 | 1,045 | 1,045 | 1,045 |
| Reserves | 1,365 | 1,697 | 2,057 | 3,564 | 3,973 |
| BVPS (HK\$) | 2.81 | 3.12 | 3.41 | 4.56 | 4.97 |
| Total debts | 1,899 | 2,623 | 3,728 | 4,841 | 5,847 |
| Net cash/(debts) | (1,338) | (2,041) | (3,393) | (3,930) | (5,287) |

Exhibit 4: Peer Group Comparison

| Company | Ticker | Price | 3-mth avg | | | EPS | | | | | Div yld | | | | EV/ | | Net | Gross margin | | Net | | | | |
|-----------------------------|-----------|-----------|-----------|---------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|------------|------------|-------------|-------------|-------------|-------------|--------------|-------------|-------------|-------------|-------------|--------------|--------------|
| | | | Mkt cap | t/o | PER Hist | PER FY1 | PER FY2 | EPS FY1 | EPS FY2 | 3-Yr EPS | Div yld | FY1 | P/B | P/B | Ebitda | Ebitda | | gearing | margin | Hist | ROE | ROE | Sh px | Sh px |
| | | | (US\$m) | (US\$m) | (x) | (x) | (x) | YoY% | YoY% | Cagr (%) | PEG (x) | Hist (%) | (%) | Hist (x) | FY1 (x) | Hist | | Cur Yr | Hist (%) | Hist (%) | (%) | Hist (%) | FY1 (%) | 1-mth % |
| Dynagreen Envi-H | 1330 HK | 4.02 | 537 | 0.8 | 9.9 | 8.6 | 8.2 | 14.8 | 5.9 | 6.7 | 1.29 | 1.8 | 2.1 | 1.29 | 1.17 | 10.0 | 9.6 | 74.4 | 31.3 | 19.0 | 13.8 | 14.5 | (2.0) | (8.6) |
| HSI | | 27,562.68 | | | 14.4 | 13.1 | 12.1 | 9.5 | 8.9 | 9.3 | 1.42 | 3.2 | 3.7 | 1.37 | 1.31 | | | | | | 9.6 | 10.0 | 8.6 | 11.7 |
| HSCEI | | 11,003.08 | | | 9.1 | 8.7 | 8.0 | 4.8 | 8.8 | 7.7 | 1.12 | 3.6 | 3.5 | 1.07 | 0.98 | | | | | | 11.7 | 11.3 | 6.8 | 9.1 |
| CSI300 | | 3,707.58 | | | 16.2 | 14.3 | 12.7 | 13.6 | 12.9 | 9.4 | 1.52 | 1.9 | 2.0 | 1.94 | 1.77 | | | | | | 11.9 | 12.4 | 2.4 | 8.9 |
| Adjusted sector avg* | | | | | 20.8 | 17.2 | 14.5 | 12.3 | 21.3 | 19.3 | 1.03 | 1.3 | 1.5 | 2.05 | 2.23 | 14.8 | 12.2 | 64.2 | 31.1 | 18.3 | 13.0 | 15.3 | (1.3) | (8.2) |
| China Everbr Int | 257 HK | 10.20 | 5,849 | 10.5 | 16.4 | 13.4 | 11.3 | 23.0 | 18.3 | 18.4 | 0.73 | 2.0 | 2.5 | 2.63 | 2.29 | 12.6 | 10.2 | 76.7 | 38.0 | 19.9 | 16.1 | 17.9 | 7.0 | (1.5) |
| Canvest Env | 1381 HK | 4.30 | 1,350 | 1.8 | 21.7 | 17.8 | 14.1 | 22.2 | 26.4 | 21.3 | 0.84 | 0.6 | 0.7 | 3.21 | 2.41 | 17.5 | 13.7 | 62.4 | 35.6 | 24.2 | 15.8 | 16.0 | 5.7 | 1.2 |
| Capital Env | 3989 HK | 0.29 | 521 | 0.3 | 78.6 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | 1.18 | N/A | 12.7 | N/A | 68.0 | 29.4 | 1.6 | 1.5 | N/A | 9.6 | 24.5 |
| Dongjiang Env-H | 895 HK | 10.50 | 1,853 | 1.4 | 14.6 | 15.7 | 12.8 | (7.4) | 22.5 | 10.4 | 1.51 | 1.3 | 1.3 | 2.39 | 1.94 | 18.9 | 14.1 | 42.6 | 35.2 | 20.7 | 17.7 | 14.1 | (13.4) | (16.7) |
| Beijing Enterpri | 154 HK | 1.20 | 230 | 0.1 | 13.8 | N/A | N/A | N/A | N/A | N/A | N/A | N/A | N/A | 0.84 | N/A | 31.1 | N/A | 69.1 | 27.7 | 32.3 | 6.2 | N/A | 0.0 | (17.2) |
| Shanghai Smi H-A | 600649 CH | 10.58 | 3,984 | 34.3 | 12.7 | 14.3 | 13.9 | (10.9) | 2.7 | N/A | N/A | N/A | N/A | 1.16 | N/A | 15.2 | N/A | 12.1 | 22.4 | 24.4 | 10.3 | N/A | 1.1 | (10.1) |
| Zhejiang Weimi-A | 603568 CH | 20.20 | 2,066 | 5.6 | 42.1 | 31.6 | 25.9 | 33.3 | 21.9 | 24.7 | 1.28 | 1.0 | N/A | 7.17 | 6.01 | 30.6 | N/A | 0.3 | 61.1 | 48.7 | 18.3 | 18.9 | (6.2) | (8.3) |
| Grandblue Env-A | 600323 CH | 13.77 | 1,571 | 9.4 | 20.9 | 16.6 | 13.6 | 25.6 | 21.7 | 19.7 | 0.84 | 1.5 | 2.2 | 2.13 | 1.95 | 10.5 | 9.0 | 53.7 | 31.7 | 13.9 | 11.3 | 12.1 | (5.0) | (4.7) |
| Shenzhen Energ-A | 000027 CH | 6.56 | 3,871 | 12.2 | 19.3 | 21.9 | 19.9 | (11.8) | 10.0 | 1.9 | 11.37 | 2.3 | 2.0 | 1.20 | N/A | 12.0 | N/A | 91.4 | 28.1 | 12.0 | 5.8 | 5.3 | (3.5) | (4.5) |
| Tus-Sound Envi-A | 000826 CH | 32.40 | 4,120 | 34.4 | 25.9 | 20.8 | 16.2 | 24.6 | 28.4 | 21.4 | 0.98 | 0.6 | 0.6 | 3.73 | 2.56 | 19.1 | 14.2 | 101.8 | 32.1 | 15.8 | 15.8 | 13.0 | (8.5) | (12.0) |

* 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 | Stock Code | Title | Rating | Analyst |
|------------|-------------------------|------------|--|--------|------------------------|
| 27/07/2017 | China Securities Sector | - | Preliminary 1H17 results | BUY | Bruce Yeung/Daisy Wang |
| 20/07/2017 | Canvest | 1381 | Fast and Fabulous | BUY | Bruce Yeung/Daisy Wang |
| 11/07/2017 | Dynagreen Environmental | 1330 | Positive catalyst ahead | BUY | Bruce Yeung/Daisy Wang |
| 30/06/2017 | GTJA | 2611 | Catching the momentum | BUY | Bruce Yeung/Daisy Wang |
| 28/06/2017 | Chinasoft Intl | 354 | 1H17E result preview | BUY | Yuji Fung |
| 13/06/2017 | Q Tech | 1478 | Product mix continues to improve in May | BUY | Yuji Fung |
| 12/06/2017 | CH Display OPT | 334 | Promising prospects from share deal | BUY | Yuji Fung |
| 12/06/2017 | Sunny Optical | 2382 | Momentum in May pushes shipment | BUY | Yuji Fung |
| 31/05/2017 | Truly Intl | 732 | 1Q17 results up to expectations | BUY | Yuji Fung |
| 26/05/2017 | C Cheng | 1486 | Le Mariage | BUY | Bruce Yeung |
| 11/05/2017 | Q Tech | 1478 | CCM shipment growth accelerated in April | BUY | Chloe Liu/Yuji Fung |
| 11/05/2017 | China Securities Sector | - | 1Q17 review looking rosy | BUY | Bruce Yeung/Daisy Wang |
| 10/05/2017 | Sunny Optical | 2382 | Strong growth in April HLS shipments | BUY | Chloe Liu/Yuji Fung |
| 09/05/2017 | Kingdom Holdings | 528 | Heilongjiang plant kicks off in 3Q17E | HOLD | Bruce Yeung |
| 08/05/2017 | HNA Holding | 521 | Transforming story for OBOR | NR | Bruce Yeung/Daisy Wang |
| 08/05/2017 | Truly Intl | 732 | April sales in line | BUY | Chloe Liu/Yuji Fung |
| 28/04/2017 | TCL Multimedia | 1070 | Solid 1Q17 results | BUY | Chloe Liu/Yuji Fung |
| 27/04/2017 | China Securities Sector | - | Geared for 2017 | BUY | Bruce Yeung/Daisy Wang |
| 12/04/2017 | Chunli Medical | 1858 | Transition on the way | BUY | Chloe Liu/Yuji Fung |
| 11/04/2017 | Sunny Optical | 2382 | Robust growth continues in Mar17 | HOLD | Chloe Liu/Yuji Fung |
| 11/04/2017 | Q Tech | 1478 | 1Q17 shipments beat on product mix upgrade | BUY | Chloe Liu/Yuji Fung |
| 11/04/2017 | CH Display OPT | 334 | Strong Mar17 sales | BUY | Chloe Liu/Yuji Fung |
| 03/04/2017 | Sinosoft Tech | 1297 | Solid FY16 results | BUY | Chloe Liu/Yuji Fung |
| 29/03/2017 | Chinasoft Intl | 354 | Solid FY16 results on rising sales | BUY | Chloe Liu/Yuji Fung |
| 27/03/2017 | Lifetech SCI | 1302 | FY16 results inline | BUY | Chloe Liu/Yuji Fung |
| 24/03/2017 | Harmonicare | 1509 | FY16 bottom line inline | BUY | Chloe Liu/Yuji Fung |
| 22/03/2017 | Tongda | 698 | FY16 results trump forecast | BUY | Chloe Liu/Yuji Fung |

Historical recommendations and target price: Dynagreen Environmental (1330 HK)

(as of 4/8/2017)



| | Date | Rating | TP | Close | | Date | Rating | TP | Close |
|---|-------------|-------------|------|-------|---|-------------|--------|------|-------|
| 1 | 29 Dec 2015 | Initial BUY | 6.30 | 4.76 | 4 | 23 Aug 2016 | BUY | 6.20 | 3.86 |
| 2 | 02 Mar 2016 | BUY | 5.40 | 3.62 | 5 | | | | |
| 3 | 27 Jul 2016 | BUY | 5.90 | 3.69 | 6 | | | | |

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|---------------------------|--|
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