

HKEX: Unveiled its rulebook for SPAC Listings

DIGITAL ENGAGEMENT TEAM

23 DECEMBER 2021

TRADING MATTERS SERIES: STOCK HIGHLIGHT

Features a single stock and zooms in on its performance in the market

KEY METRICS	
Current Price	448.00
Latest Dividend	4.69
Dividend Ex-Date	24/8/2021
Indicated Dividend Yield	2.04%
RSI	42.64
Analysts 12M Target Price	525.30

REFINITIV STOCKREPORTS+ AVERAGE SCORE
5/10 As of 22 Dec 2021

Refer to page 3 for indicator components

Hong Kong Exchanges and Clearing (388 HK) Price Chart



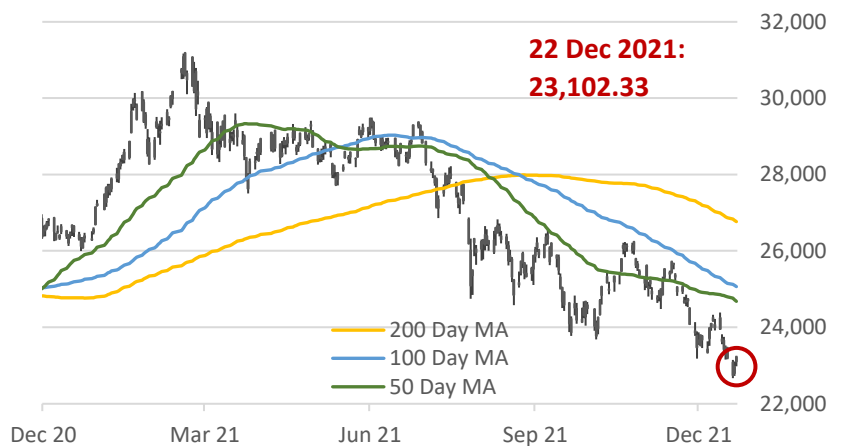
Any red lines drawn on the price charts are trendlines, which are visual representations of support & resistance levels. They are drawn by connecting a series of prices together to help indicate the data's best fit or the presence of any trend over a time frame, and are for illustration purposes only.

As of 22 Dec 2021 closing

KEY MARKET EVENTS



Hang Seng Index Price Chart



As of 22 Dec 2021 closing

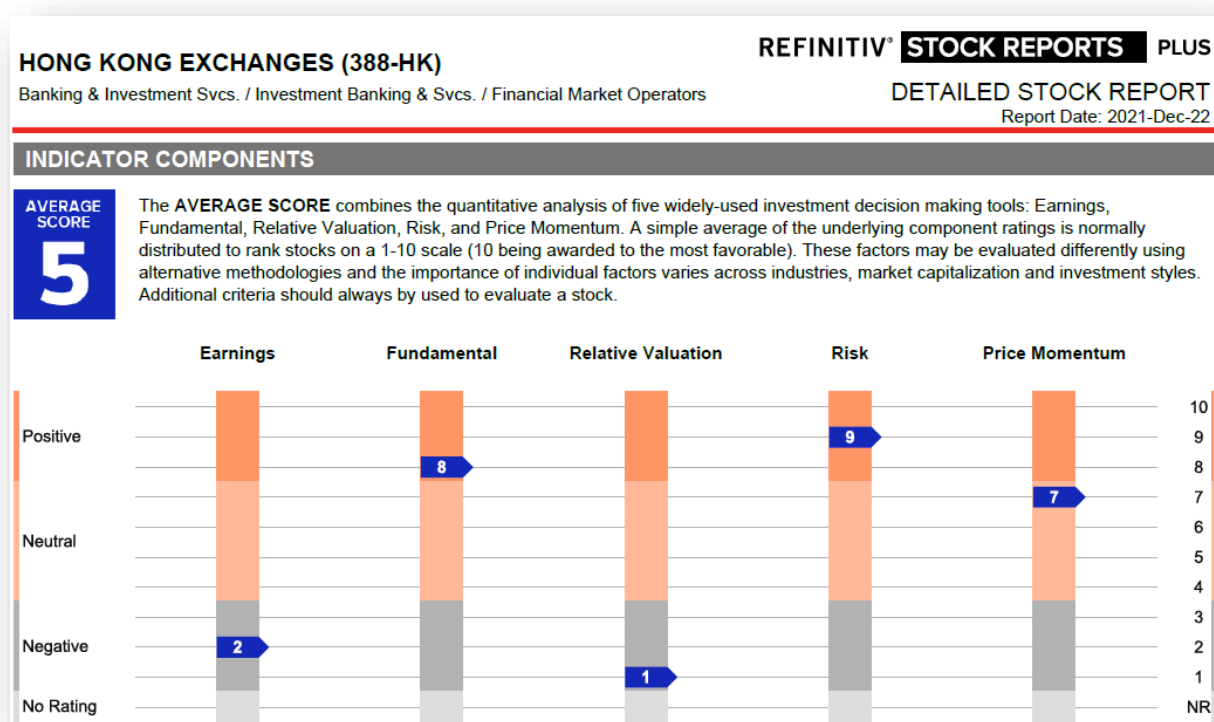
Headline News & Information

- Hong Kong Exchanges and Clearing Limited provides financial services. The company offers securities trading, clearing, settlement and depository, and market data services. Hong Kong Exchanges and Clearing serves customers worldwide (Bloomberg)
- Hong Kong Stock Exchange to allow SPAC Listings next month (17 Dec 2021, Bloomberg)
 - Hong Kong unveiled its rulebook for blank check companies, allowing for listings at the start of next year while setting a strict regime to safeguard investors
 - The city's exchange decided to keep in place a fund-raising threshold of HK\$1 billion, while trimming the minimum required backing of institutional investors to 20. Retail investors are still barred from investing in the special purpose acquisition companies as proposed
 - The go-ahead could provide a bump in listing in the financial hub, which has seen a significant slowdown in its initial public offerings in the second half of the year amid a crackdown in China and increased market turmoil
- Hong Kong's 2021 IPO ranking slips to fourth place as fundraising shriveled by 20 per cent amid China's regulatory clampdown (21 Dec 2021, SCMP)
 - 92 companies raised US\$40.9 billion as of 17 December 2021, 20% less than the decade-high recorded in 2020 as a whole
 - Hong Kong has been the largest IPO market worldwide in seven out of the past 12 years. However, since Beijing started undertaking a range of regulatory reforms in July to crackdown on technology companies and private tutoring businesses, new listings have slowed down, particularly in the fourth quarter of 2021

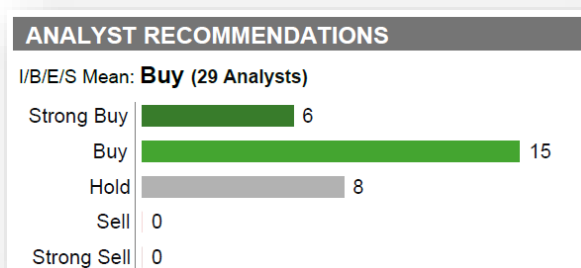
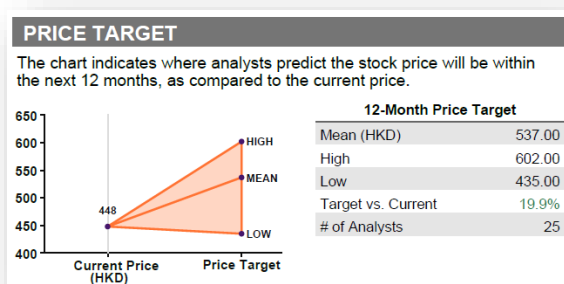
TRADING FLOWS	RESISTANCE LEVELS	SUPPORT LEVELS
<ul style="list-style-type: none"> • Shares fell 1.7% in the past 5 days and are down 3.3% in the past 30 days 	<ul style="list-style-type: none"> • 477.50 (100 Day MA) • 495.00 (20 Oct 2021) 	<ul style="list-style-type: none"> • 426.20 (02 Dec 2021) • 379.40 (15 Dec 2020)

Fundamental Viewpoint

An Extract from STOCKREPORTS+



Analyst Price Target and Recommendations



Source: REFINITIV STOCKREPORTS+, extracted 22 Dec 2021

HK Peer Analysis (STOCKREPORTS+)

PEER ANALYSIS													Currency in HKD	
Average Score	Ticker	PRICE MOMENTUM				VALUATION			FUNDAMENTAL		ANALYSTS			
		Price (2021-12-22)	1-Mo Return	3-Mo Return	1-Yr Return	Market Cap	Trailing PE	Forward PE	Dividend Yield	Net Margin	LTG Forecast	I/B/E/S Mean	# of Analysts	
5	388	448.00	-3.3%	-7.5%	12.9%	574.3B	49.2	42.9	2.0%	65.0%	13.9%	Buy	28	
6	1821	26.60	-0.7%	13.0%	3.3%	83.4B	37.9	29.7	--	92.3%	18.1%	Buy	9	
8	6030	20.10	7.1%	3.0%	20.1%	47.6B	14.3	10.5	2.4%	21.3%	11.6%	Buy	13	
9	3908	21.10	9.6%	2.4%	13.9%	40.9B	10.6	8.5	1.0%	181.9%	13.3%	Buy	18	
8	1776	14.62	6.4%	1.1%	41.4%	26.4B	9.1	8.1	3.6%	25.0%	13.3%	Buy	9	
9	6837	6.77	0.4%	-3.6%	3.2%	23.4B	6.2	5.0	4.4%	24.6%	12.9%	Buy	14	
9	6886	12.68	11.4%	5.5%	11.0%	21.7B	8.7	6.8	3.8%	26.7%	9.7%	Buy	15	
2	412	0.87	55.4%	77.6%	132.0%	18.8B	--	--	--	-5.3%	--	--	--	
7	1359	1.27	0.8%	-3.1%	-11.2%	17.5B	3.3	3.1	9.7%	20.2%	--	Buy	6	
10	6881	4.35	-0.7%	-2.5%	-3.3%	16.2B	5.0	4.4	6.0%	21.9%	11.2%	Buy	10	
NR	2270	1.06	--	--	--	630M	13.0	--	--	33.6%	--	--	--	
7.3	Average	50.67	8.6%	8.6%	22.3%	79.2B	15.7	13.2	4.1%	46.1%	13.0%	Buy	13.6	

PEER COMPANIES			
1359	China Cinda Asset Management	412	China Shandong Hi-Speed
1776	GF Securities Co	6030	CITIC Securities Co
1821	ESR Cayman	6837	Haitong Securities Co
2270	Desun Real Estate Investment	6881	China Galaxy Securities Co
3908	China International Capital	6886	Huatai Securities Co

Source: REFINITIV STOCKREPORTS+, extracted 22 Dec 2021

Global Peer Analysis (Bloomberg)

Ticker	Name	Mkt Cap (USD) (Millions)	Last Px	P/E	P/E 5Yr Avg	P/B	P/B 5Yr Avg	Indicated Yield (%)
Average								
60,419 20686.00 37.90 33.79 4.05 3.52 1.82								
HONG KONG								
388 HK	EXCHANGES & CLEAR	72,821	448.00	44.31	45.36	12.04	11.60	2.04
INTERCONTINENTAL								
ICE US	EXCHANGE IN	75,530	134.06	31.29	27.65	3.49	3.12	0.98
CME US	CME GROUP INC	80,937	225.20	38.91	33.18	2.96	2.57	1.60
NDAQ US	NASDAQ INC	33,819	202.24	30.92	24.45	5.33	4.03	1.07
CBOE GLOBAL								
CBOE US	MARKETS INC	13,428	125.92	27.12	23.35	3.84	3.28	1.52
ASX AU	ASX LTD	12,607	91.22	36.72	31.17	4.73	4.08	2.45
B3 SA-BRASIL BOLSA								
B3SA3 BZ	BALCAO	12,123	11.37	14.69	24.80	3.06	4.42	1.31
JAPAN EXCHANGE								
8697 JP	GROUP INC	11,727	2,499.00	25.55	27.98	4.34	4.65	2.12
SINGAPORE								
SGX SP	EXCHANGE LTD	7,182	9.18	22.07	22.04	7.09	8.05	3.49
X CN Equity	TMX GROUP LTD	5,455	125.72	20.56	23.90	1.92	2.05	2.45
DFM UH Equity	DUBAI FINANCIAL MARKET PJSC	5,206	2.39	335.20	80.87	2.44	1.03	N/A

Source: Bloomberg, extracted 22 Dec 2021 closing

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