



HONG KONG

1288 HK Outperform

Price (at 05:21, 24 Mar 2015 GMT) HK\$3.83

Valuation HK\$ 4.40-5.41

- Fair value

12-month target HK\$ 4.40

Upside/Downside % +14.9

12-month TSR % +21.8

Volatility Index Low

GICS sector Banks

Market cap HK\$bn 1,244

Market cap US\$m 159,142

Free float % 13

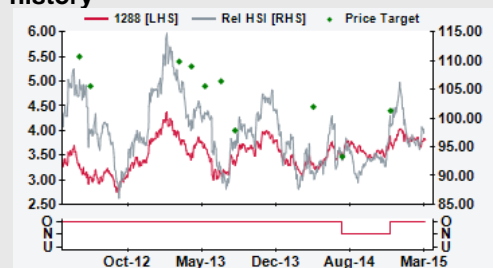
30-day avg turnover US\$m 55.2

Number shares on issue m 324,794

Investment fundamentals

Year end 31 Dec		2013A	2014E	2015E	2016E
Net interest Inc	bn	376.2	432.1	453.9	487.7
Non interest Inc	bn	88.9	98.4	108.0	115.3
Underlying profit	bn	267.2	316.3	328.5	348.6
PBT	bn	214.2	248.6	255.4	262.5
PBT growth	%	14.0	16.1	2.7	2.8
Reported profit	bn	166.3	191.9	195.1	200.6
EPS rep	Rmb	0.51	0.59	0.60	0.62
EPS rep growth	%	14.6	15.4	1.7	2.8
PER rep	x	6.0	5.2	5.1	5.0
Total DPS	Rmb	0.18	0.21	0.21	0.22
Total div yield	%	5.8	6.7	6.8	7.0
ROA	%	1.2	1.3	1.2	1.1
ROE	%	20.9	21.0	18.4	16.6
Equity to assets	%	6.0	6.6	6.8	nmf
P/BV	x	1.2	1.0	0.9	0.8

1288 HK rel HSI performance, & rec history



Note: Recommendation timeline - if not a continuous line, then there was no Macquarie coverage at the time or there was an embargo period.

Source: FactSet, Macquarie Research, March 2015

(all figures in Rmb unless noted, TP in HKD)

Analyst(s)

Matthew Smith, CFA

+86 21 2412 9022 matthew.smith@macquarie.com

Steve Zeng

+86 21 2412 9031 steve.zeng@macquarie.com

24 March 2015

Macquarie Capital Securities Limited

Agricultural Bank of China

Weak 4Q14, but dividend intact

Event

- ABC reported disappointing 4Q14 earnings of RMB27bn, -44% QoQ / -4.6% YoY. As with the other banks that have reported so far, the weak 4Q14 result came on the back of decent revenues but high opex and credit costs. FY14 earnings of RMB179bn missed our forecast by 6% and consensus by 3%. As usual, we focus on the 4Q14 numbers in this results note.

Impact

- Net interest income** grew at a decent pace (+3.5% QoQ / +11.5% YoY) on the back of still-widening NIMs which inched up 2bps QoQ to 2.93% in 4Q14. ABC's retail deposit franchise played a critical role in preventing NIM erosion as the interest rate paid on total IBLs fell 12bps in 4Q14, more than enough to offset the 6bp decline in IEA yield. Gross loans rose 1.3% QoQ / 12.1% YoY with IEAs (our definition) flat QoQ / 10% YoY. Non-interest income was weak, accounting for just 13% of revenues in 4Q14. See Figs 1-3 for full details.
- Asset quality is under pressure** as NPLs rose +20.8% QoQ / +42% YoY with the NPL ratio rising +25bps QoQ / +32bps YoY to 1.54% (county area NPLs: 1.82%, +28bps YoY). It is not clear how much of this represents a genuine deterioration in 4Q vs NPL recognition in the year-end accounts. In any case, provisioning rose +43% QoQ but only +7%, as ABC allowed the coverage ratio to fall -48bps QoQ / -80bps YoY to 287%. Allowing NPLs to rise and coverage to fall helped protect the bottom line – and the dividend.
- Solvency is too low but dividend is intact, sort of.** Full-year RWAs under the IRB approach expanded by 20% YoY in 2014, and as a result CET1 is still far too low at 9.09% (-16bp YoY) despite a Tier-1 ratio boosted in part by RMB40bn in preference shares to 9.46%. Despite this excessively low CET1 ratio, ABC proposed a dividend of RMB0.182 per share (vs Macq: RMB 0.21), for a 33% payout ratio and a 5.9% yield (vs Macq: 6.6%).

Earnings and target price revision

- No change pending a more thorough review of the results.

Price catalyst

- 12-month price target:** HK\$4.40 based on a Price to Book methodology.
- Catalyst:** In our view, the most important driver of sustainable profitability in a market-driven competitive commercial banking environment is a bank's liability franchise. ABC's unique and sector-leading deposit base should insulate it from NIM compression that will result from deposit liberalization.

Action and recommendation

- Outperform.** Hard as it is to get excited by this result, ABC remains one of our top sector picks due to its strong liquidity base. For details please see our 89-page analysis and comparison of the China banks' liability franchises published on Feb 11 and titled "[System liquidity: Now it gets serious](#)." It is not a slam dunk by any means, but we believe that the bank's unique deposit base should support forward earnings and dividend (of which the largest shareholder is the biggest beneficiary). The big risk is solvency capital, which admittedly is still far too low for this Basel-designated global SIFI.

Analysis

Fig 1 ABC – Selected Calculated Ratios

(%)	4Q13	1Q14	2Q14	3Q14	4Q14
GROWTH PROJECTIONS (YoY)					
Growth in Net Interest Income	13.5	15.5	17.2	13.3	11.5
Growth in Pre Provision Profit	6.8	14.3	17.5	14.4	1.3
Growth in Net Profit	13.3	13.7	11.6	6.1	-4.6
Growth in Assets	9.9	7.4	12.5	9.3	9.7
Growth in Shareholders' Equity	12.4	13.1	14.8	15.7	17.6
ASSET ANALYSIS					
Net interest inc / avg assets	2.76	2.76	2.71	2.71	2.81
Earning assets to Total assets	97.4	97.2	97.4	97.3	97.3
Average Return on Earning Assets	0.80	1.47	1.33	1.24	0.70
Loans to earning assets	51.0	50.7	50.3	51.5	52.1
LOAN ANALYSIS					
Loan growth	12.3	11.6	12.9	12.5	12.1
Corporate loans (% of loans)	69.6	na	69.5	63.7	66.8
Consumer loans (% of loans)	29.0	na	29.4	29.6	31.1
Discounted bills (% of loans)	1.4	na	1.1	6.6	2.0
DEPOSIT ANALYSIS					
Deposit growth	8.7	8.0	11.5	7.1	6.1
Demand dep to total deposit	53.2	na	51.8	50.8	52.6
Time deposit to total deposit	42.0	na	42.2	43.2	42.6
Other deposits	4.9	na	6.1	6.0	4.8
Deposits to Int Bearing Liab	90.8	91.3	89.2	88.9	88.7
LIQUIDITY					
LDR	61.2	60.3	61.2	63.3	64.6
Loans to Assets	49.6	49.3	49.0	50.1	50.7
Deposits to Earning Assets	83.3	84.2	82.2	81.4	80.6
ASSET QUALITY					
NPL	1.22	1.22	1.24	1.29	1.54
NPL coverage	367.0	362.3	346.4	335.1	286.5
Credit cost to loans	+120 bp	+72 bp	+81 bp	+83 bp	+114 bp
Reserves (B/S) to Loans	4.5	4.4	4.3	4.3	4.4
CAPITAL ADEQUACY					
Tier I CAR	9.81	9.48	9.97	10.19	9.46
Total CAR	12.57	11.87	11.96	12.47	12.82
Equity to assets	5.8	5.9	5.7	6.0	6.2
Core tier 1	9.81	9.48	9.97	10.19	9.46
SPREAD ANALYSIS					
Int. rate received on AIEA	4.72	4.75	4.71	4.82	4.76
Int. rate paid on ttl funds	1.86	1.87	1.95	2.09	1.97
Interest rate spread	2.85	2.88	2.75	2.73	2.78
Net Interest Margin	2.94	2.96	2.90	2.91	2.93
OTHER INCOME					
Non interest inc to total income	10.9	24.5	19.0	15.2	12.7
Fees to non interest income	129.3	80.2	84.0	92.7	87.3
Fees to total income	14.1	19.7	16.0	14.1	11.1
OPERATING EFFICIENCY					
Cost to income ratio	49.3	38.8	38.4	39.2	54.9
Costs to assets	1.53	1.42	1.29	1.25	1.76
Interest bearing liab/Total liab	94.8	95.3	95.1	94.8	94.5
PROFITABILITY					
ROA	0.78	1.43	1.29	1.21	0.68
ROE	13.6	24.5	22.4	20.8	11.1

Source: Company data, Macquarie Research, March 2015

Fig 2 ABC – P&L (Quarterly)

Rmb mn	4Q13	1Q14	2Q14	3Q14	4Q14	4Q14 QoQ	4Q14 YoY
Net interest revenue	100,578	103,142	106,296	108,355	112,098	3.5%	11.5%
Interest income	161,239	165,356	172,476	179,537	181,920	1.3%	12.8%
Interest expense	60,661	62,214	66,180	71,182	69,822	-1.9%	15.1%
Non-interest income	12,301	33,532	24,939	19,486	16,278	-16.5%	32.3%
Fees and commissions	15,901	26,887	20,961	18,072	14,203	-21.4%	-10.7%
Other income	-3,600	6,645	3,978	1,414	2,075	46.7%	-157.6%
Total Operating Income	112,879	136,674	131,235	127,841	128,376	0.4%	13.7%
Total Operating Costs	55,691	53,023	50,363	50,072	70,440	40.7%	26.5%
Pre-provision operation profit	57,188	83,651	80,872	77,769	57,936	-25.5%	1.3%
Total impairment losses	-21,507	-13,340	-15,599	-16,082	-22,950	42.7%	6.7%
Associates	0	0	0	0	0	n/mf	n/mf
Profit before tax	35,681	70,311	65,273	61,687	34,986	-43.3%	-1.9%
Income tax	7,507	16,789	14,728	13,249	7,981	-39.8%	6.3%
Net profit	28,174	53,522	50,545	48,438	27,005	-44.2%	-4.1%
Minorities	-153	92	-57	31	-17	-154.8%	-88.9%
Reported profit	28,327	53,430	50,602	48,407	27,022	-44.2%	-4.6%

Source: Company data, Macquarie Research, March 2015

Fig 3 ABC – Balance sheet (Quarterly)

Asset	4Q13	1Q14	2Q14	3Q14	4Q14	4Q14 QoQ	4Q14 YoY
Cash and balance with Central bank	2,603,802	2,822,653	2,851,344	2,810,852	2,743,065	-2.4%	5.3%
Balance with other banks & fin'l inst'ns	397,678	421,395	523,899	590,226	572,805	-3.0%	44.0%
Placement with banks & fin'l institutions	1,045,707	1,118,062	1,298,050	926,533	916,480	-1.1%	-12.4%
Gross customer loans and advances	7,224,713	7,552,857	7,840,907	7,997,605	8,098,067	1.3%	12.1%
Allowance for impairment losses	322,191	333,273	337,653	346,683	358,071	3.3%	11.1%
Total loans and advances to customers	6,902,522	7,219,584	7,503,254	7,650,922	7,739,996	1.2%	12.1%
Fin assets at fair value through P/L	269,018	333,481	351,373	396,213	414,660	4.7%	54.1%
Available-for-sale investments	835,175	785,585	826,749	884,259	927,903	4.9%	11.1%
Hold-to-maturity investments	1,523,815	1,578,715	1,636,625	1,674,298	1,710,950	2.2%	12.3%
Rec & fin'l liabilities through P/L	600,276	616,140	596,824	602,409	522,117	-13.3%	-13.0%
Total investments	3,228,284	3,313,921	3,411,571	3,557,179	3,575,630	0.5%	10.8%
Interest-earning assets	14,177,993	14,895,615	15,588,118	15,535,712	15,547,976	0.1%	9.7%
Investment in associates	1	0	0	0	0	n/mf!	-100.0%
Fixed assets	150,859	149,395	148,126	148,410	154,950	4.4%	2.7%
Deferred tax assets	74,075	72,400	70,334	73,182	78,640	7.5%	6.2%
Goodwill	1,381	1,381	1,381	1,381	1,381	0.0%	0.0%
Other assets	157,793	203,325	198,653	200,564	191,205	-4.7%	21.2%
Total assets	14,562,102	15,322,116	16,006,612	15,959,249	15,974,152	0.1%	9.7%
Due to Central bank	104	122	141	100,141	80,121	-20.0%	76939.4%
Deposits from other banks & fina'l inst'ns	729,354	747,807	912,712	883,401	831,141	-5.9%	14.0%
Placements from banks & fin'l inst'ns	201,150	183,688	355,050	270,311	355,944	31.7%	77.0%
Customer deposits	11,811,411	12,535,428	12,809,504	12,638,575	12,533,397	-0.8%	6.1%
Debt issued	266,261	267,653	275,358	331,208	325,167	-1.8%	22.1%
Interest-bearing liabilities	13,008,280	13,734,698	14,352,765	14,223,636	14,125,770	-0.7%	8.6%
Other liabilities	709,285	682,269	746,110	776,920	815,763	5.0%	15.0%
Total liabilities	13,717,565	14,416,967	15,098,875	15,000,556	14,941,533	-0.4%	8.9%
Minority interest	1,429	1,517	1,521	1,569	1,553	-1.0%	8.7%
Preference shares					39,944		
Share capital	324,794	324,794	324,794	324,794	324,794	0.0%	0.0%
Reserves	274,832	282,135	308,923	311,417	336,339	8.0%	22.4%
Retained profit	243,482	296,703	272,499	320,913	329,989	2.8%	35.5%
Total shareholders' equity	843,108	903,632	906,216	957,124	991,122	3.6%	17.6%

Source: Company data, Macquarie Research, March 2015

Fig 4 ABC – P&L

Rmb mn	2011	2012	2013	2014E	2015E	2016E
Interest Income	472,921	566,063	613,384	695,615	737,000	798,147
Interest Expense	165,722	224,184	237,182	263,472	283,098	310,450
Net Interest Income	307,199	341,879	376,202	432,143	453,901	487,697
Fees & Commissions	68,750	74,844	83,171	92,320	101,552	108,660
Net trading income	523	3,070	2,360	2,549	2,753	2,890
FVPL unrealized gains and losses	-2,307	-309	-639	-671	-704	-775
Realized gains and losses	-200	-28	-350	-368	-386	-424
Other operating income	5,791	5,508	4,358	4,576	4,805	4,997
Total Non-Interest Income	72,557	83,085	88,900	98,406	108,019	115,348
Total revenue	379,756	424,964	465,102	530,549	561,920	603,045
Staff compensation	81,970	104,729	94,760	108,974	117,692	127,107
Other Expenses	75,360	78,073	103,178	105,242	115,766	127,342
Total Operating Expenses	157,330	182,802	197,938	214,216	233,458	254,450
Pre-Provision OP	222,426	242,162	267,164	316,333	328,463	348,596
Loan Loss Provision Expense	62,100	54,628	52,126	65,243	70,485	83,409
Provisioning for other NPAs	2,125	-393	864	2,475	2,599	2,729
Total provisions	64,225	54,235	52,990	67,718	73,083	86,138
OP after Provisioning	158,201	187,927	214,174	248,615	255,379	262,458
Associate Profit / (Loss)	0	0	0	0	0	0
Exceptional Gain & Loss	0	0	0	0	0	0
Pre-tax profit	158,201	187,927	214,174	248,615	255,379	262,458
Taxation	36,245	42,796	47,963	56,436	57,971	59,578
Net Profit (Gross)	121,956	145,131	166,211	192,179	197,408	202,880
Minority Interests	29	37	-104	-109	-115	-120
Preference Share Dividends	0	0	0	400	2,400	2,400
Net profit attributable to common	121,927	145,094	166,315	191,889	195,123	200,600

Source: Company data, Macquarie Research, March 2015

Fig 5 ABC – Balance sheet

Rmb mn	2011	2012	2013	2014E	2015E	2016E
Cash & Equivalent	2,487,082	2,613,111	2,603,802	2,864,182	3,093,317	3,402,648
Due from banks and other FIs	344,557	485,613	706,333	816,966	857,815	986,487
Financial assets held for trading	15,589	27,889	53,864	59,250	62,213	68,434
Financial assets FVPL	52,463	155,366	269,018	349,723	454,640	522,836
Derivative financial assets	8,524	4,825	8,186	10,642	13,834	15,909
Reverse repo	529,440	814,620	737,052	958,168	1,245,618	1,432,461
Precious metals	8,007	9,203	19,185	28,778	38,850	48,562
Total Current Assets (Liquid)	3,445,662	4,110,627	4,397,440	5,087,709	5,766,287	6,477,338
Net Loans to Customers	5,410,086	6,153,411	6,902,522	7,667,664	8,456,618	9,277,446
Receivables	729,914	608,594	592,090	621,695	634,128	653,152
HTM investments	1,178,888	1,308,796	1,523,815	1,569,529	1,616,615	1,665,114
AFS Securities	651,198	755,503	781,311	792,909	822,913	878,337
Total financial Investments	2,560,000	2,672,893	2,897,216	2,984,132	3,073,656	3,196,603
Total Earning Assets	11,415,748	12,936,931	14,197,178	15,739,506	17,296,561	18,951,387
Total Fixed Assets	131,815	141,490	150,859	160,848	167,282	175,646
Deferred tax assets	45,698	56,949	74,075	75,557	79,334	83,301
Associates and JVs	134	108	1	1	1	1
Goodwill	0	1,381	1,381	1,381	1,381	1,381
Other assets	84,182	107,483	138,608	152,469	167,716	184,487
Total assets	11,677,577	13,244,342	14,562,102	16,129,762	17,712,276	19,396,204
Total Customer Deposits	9,622,026	10,862,935	11,811,411	13,051,609	14,291,512	15,720,663
HFT Liabilities	353	3,674	20,805	24,966	28,711	31,008
Financial liabilities FVPL	208,057	155,071	285,454	342,545	380,225	410,643
Derivative liabilities	10,284	5,514	7,635	10,572	14,638	15,809
Due to central bank	50	66	104	164	258	279
Repo agreements	92,079	7,631	26,787	94,030	108,135	129,761
Deposits & placements from banks and NBFIs	724,236	934,073	903,717	874,348	845,933	888,229
Debt securities	119,390	192,639	266,261	319,513	354,660	383,032
Total IBLs	10,776,475	12,161,603	13,322,174	14,717,746	16,024,071	17,579,425
Deferred tax liabilities	27	15	8	8	9	9
Other Liabilities	251,287	331,370	395,383	383,441	511,129	487,163
Total liabilities	11,027,789	12,492,988	13,717,565	15,101,195	16,535,209	18,066,598
Common Stock	324,794	324,794	324,794	324,794	324,794	324,794
Preferred Stock	0	0	0	40,000	40,000	40,000
Other Reserves	193,721	216,533	274,832	294,021	313,533	333,593
Treasury Stock	0	0	0	0	0	0
Retained Earnings	131,086	208,488	243,482	368,294	497,253	629,703
Minority Interests	187	1,539	1,429	1,458	1,487	1,516
Total equity	649,788	751,354	844,537	1,028,566	1,177,067	1,329,606
Equity attributable to common	649,601	749,815	843,108	987,109	1,135,580	1,288,090

Source: Company data, Macquarie Research, March 2015

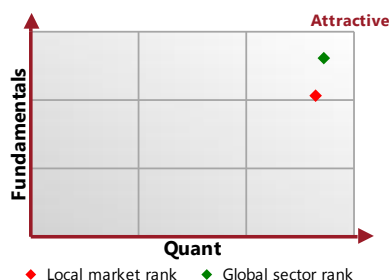
Macquarie Quant View

The quant model currently holds a strong positive view on Agricultural Bank of China. The strongest style exposure is Valuations, indicating this stock is under-priced in the market relative to its peers. The weakest style exposure is Price Momentum, indicating this stock has had weak medium to long term returns which often persist into the future.

63/669

Global rank in Banks

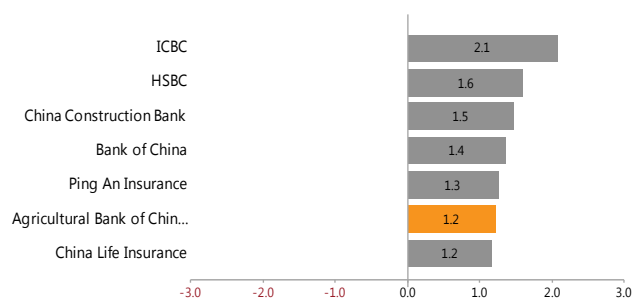
% of BUY recommendations 55% (12/22)
Number of Price Target downgrades 3
Number of Price Target upgrades 2



Displays where the company's ranked based on the fundamental consensus Price Target and Macquarie's Quantitative Alpha model. Two rankings: Local market (China) and Global sector (Banks)

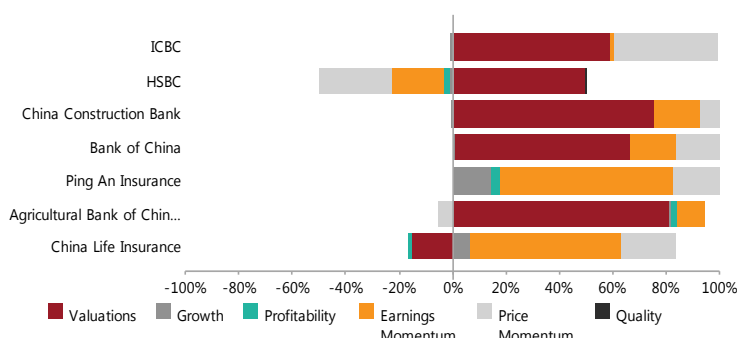
Macquarie Alpha Model ranking

A list of comparable companies and their Macquarie Alpha model score (higher is better).



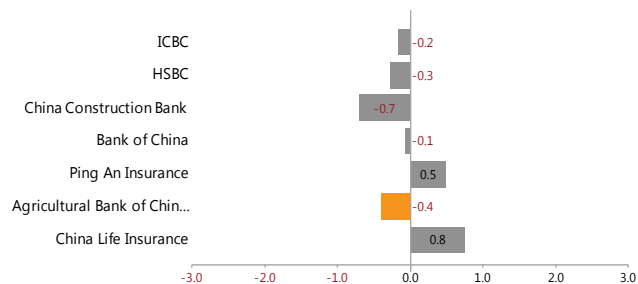
Factors driving the Alpha Model

For the comparable firms this chart shows the key underlying styles and their contribution to the current overall Alpha score.



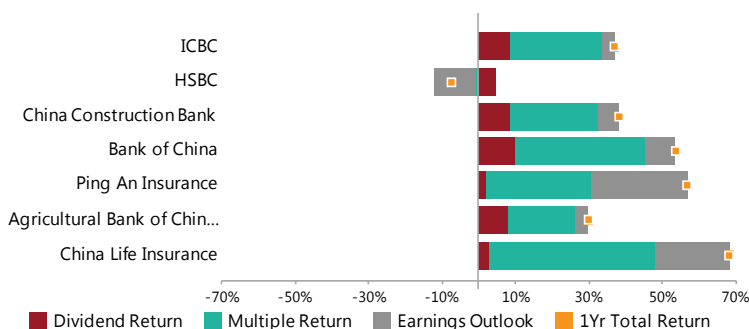
Macquarie Earnings Sentiment Indicator

The Macquarie Sentiment Indicator is an enhanced earnings revisions signal that favours analysts who have more timely and higher conviction revisions. Current score shown below.



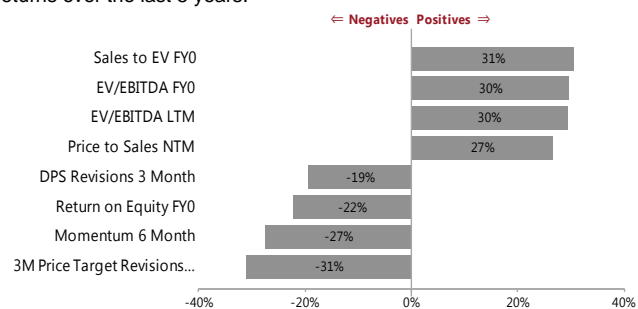
Drivers of Stock Return

Breakdown of 1 year total return (local currency) into returns from dividends, changes in forward earnings estimates and the resulting change in earnings multiple.



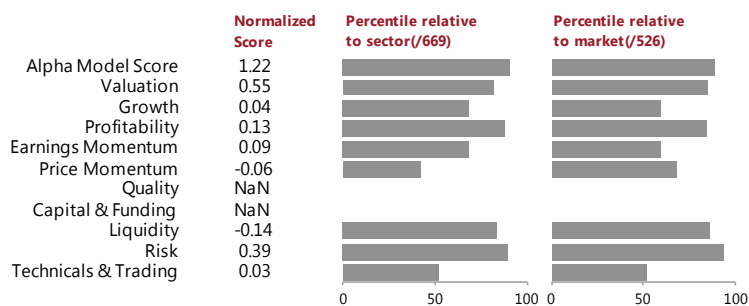
What drove this Company in the last 5 years

Which factor score has had the greatest correlation with the company's returns over the last 5 years.



How it looks on the Alpha model

A more granular view of the underlying style scores that drive the alpha (higher is better) and the percentile rank relative to the sector and market.



Source (all charts): FactSet, Thomson Reuters, and Macquarie Research. For more details on the Macquarie Alpha model or for more customised analysis and screens, please contact the Macquarie Global Quantitative/Custom Products Group (cpq@macquarie.com)

Important disclosures:

Recommendation definitions**Macquarie - Australia/New Zealand**

Outperform – return >3% in excess of benchmark return
Neutral – return within 3% of benchmark return
Underperform – return >3% below benchmark return

Benchmark return is determined by long term nominal GDP growth plus 12 month forward market dividend yield

Macquarie – Asia/Europe

Outperform – expected return >+10%
Neutral – expected return from -10% to +10%
Underperform – expected return <-10%

Macquarie First South - South Africa

Outperform – expected return >+10%
Neutral – expected return from -10% to +10%
Underperform – expected return <-10%

Macquarie - Canada

Outperform – return >5% in excess of benchmark return
Neutral – return within 5% of benchmark return
Underperform – return >5% below benchmark return

Macquarie - USA

Outperform (Buy) – return >5% in excess of Russell 3000 index return
Neutral (Hold) – return within 5% of Russell 3000 index return
Underperform (Sell) – return >5% below Russell 3000 index return

Volatility index definition*

This is calculated from the volatility of historical price movements.

Very high-highest risk – Stock should be expected to move up or down 60–100% in a year – investors should be aware this stock is highly speculative.

High – stock should be expected to move up or down at least 40–60% in a year – investors should be aware this stock could be speculative.

Medium – stock should be expected to move up or down at least 30–40% in a year.

Low-medium – stock should be expected to move up or down at least 25–30% in a year.

Low – stock should be expected to move up or down at least 15–25% in a year.

* Applicable to Asia/Australian/NZ/Canada stocks only

Recommendations – 12 months

Note: Quant recommendations may differ from Fundamental Analyst recommendations

Financial definitions

All "Adjusted" data items have had the following adjustments made:

Added back: goodwill amortisation, provision for catastrophe reserves, IFRS derivatives & hedging, IFRS impairments & IFRS interest expense
Excluded: non recurring items, asset revals, property revals, appraisal value uplift, preference dividends & minority interests

EPS = adjusted net profit / epowa*

ROA = adjusted ebit / average total assets

ROA Banks/Insurance = adjusted net profit / average total assets

ROE = adjusted net profit / average shareholders funds

Gross cashflow = adjusted net profit + depreciation

*equivalent fully paid ordinary weighted average number of shares

All Reported numbers for Australian/NZ listed stocks are modelled under IFRS (International Financial Reporting Standards).

Recommendation proportions – For quarter ending 31 December 2014

	AU/NZ	Asia	RSA	USA	CA	EUR	
Outperform	51.80%	58.06%	45.07%	44.42%	60.54%	46.81%	(for US coverage by MCUSA, 5.29% of stocks followed are investment banking clients)
Neutral	31.80%	27.37%	30.99%	50.10%	35.37%	33.51%	(for US coverage by MCUSA, 3.08% of stocks followed are investment banking clients)
Underperform	16.39%	14.57%	23.94%	5.48%	4.08%	19.68%	(for US coverage by MCUSA, 0.44% of stocks followed are investment banking clients)

1288 HK vs HSI, & rec history

(all figures in HKD currency unless noted)

Note: Recommendation timeline – if not a continuous line, then there was no Macquarie coverage at the time or there was an embargo period.

Source: FactSet, Macquarie Research, March 2015

12-month target price methodology

1288 HK: HK\$4.40 based on a Price to Book methodology

Company-specific disclosures:

1288 HK: Macquarie Capital Securities Limited makes a market in the securities of Agricultural Bank of China Ltd.

Important disclosure information regarding the subject companies covered in this report is available at www.macquarie.com/disclosures.

Date	Stock Code (BVG code)	Recommendation	Target Price
09-十二月-2014	1288 HK	Outperform	HK\$4.40
17-七月-2014	1288 HK	Neutral	HK\$3.47
21-四月-2014	1288 HK	Outperform	HK\$4.48
28-八月-2013	1288 HK	Outperform	HK\$4.00
17-七月-2013	1288 HK	Outperform	HK\$5.00
30-五月-2013	1288 HK	Outperform	HK\$4.90
19-四月-2013	1288 HK	Outperform	HK\$5.30
13-三月-2013	1288 HK	Outperform	HK\$5.40
19-六月-2012	1288 HK	Outperform	HK\$4.90
17-五月-2012	1288 HK	Outperform	HK\$5.50

Target price risk disclosures:

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Head of Equity Research

John O'Connell (Global – Head)	(612) 8232 7544
Peter Redhead (Asia – Head)	(852) 3922 4836

Automobiles/Auto Parts

Janet Lewis (China)	(852) 3922 5417
Zhixuan Lin (China)	(8621) 2412 9006
Amit Mishra (India)	(9122) 6720 4084
Takuo Katayama (Japan)	(813) 3512 7856

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Jian Li (China, Hong Kong)	(852) 3922 3579
Matthew Smith (China)	(8621) 2412 9022
Suresh Ganapathy (India)	(9122) 6720 4078
Nicolaos Oentung (Indonesia)	(6221) 2598 8366
Alastair Macdonald (Japan)	(813) 3512 7476
Chan Hwang (Korea)	(822) 3705 8643
Gilbert Lopez (Philippines)	(632) 857 0892
Thomas Stoegner (Singapore)	(65) 6601 0854
Dexter Hsu (Taiwan)	(8862) 2734 7530
Passakorn Linmaneechote (Thailand)	(662) 694 7728

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Zibo Chen (Hong Kong)	(852) 3922 1130
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Somesh Agarwal (Singapore)	(65) 6601 0840
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Anna Park (Korea)	(822) 3705 8669
Trevor Buchinski (Thailand)	(662) 694 7829

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Abhishek Singhal (India)	(9122) 6720 4086

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Raymond Liu (China, Hong Kong)	(852) 3922 3629
Kai Tan (China)	(852) 3922 3720
Abhishek Bhandari (India)	(9122) 6720 4088
Andy Lesmana (Indonesia)	(6221) 2598 8398
William Montgomery (Japan)	(813) 3512 7864
RJ Aguirre (Philippines)	(632) 857 0890
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David Liao (Taiwan)	(8862) 2734 7518
Patti Tomaitrichitr (Thailand)	(662) 694 7727

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Hefei Deng (China)	(852) 3922 1136
Rakesh Arora (India)	(9122) 6720 4093
Polina Diyachkina (Japan)	(813) 3512 7886
Anna Park (Korea)	(822) 3705 8669
David Liao (Taiwan)	(8862) 2734 7518

Technology

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George Chang (Japan)	(813) 3512 7854
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Tammy Lai (Taiwan)	(8862) 2734 7525

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David Lee (Korea)	(822) 3705 8686
Prem Jearajasingam (Malaysia, Singapore)	(603) 2059 8989

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Erica Wang (Taiwan)	(8862) 2734 7586
Angus Kent (Thailand)	(662) 694 7601
Ben Musgrave (UK/Europe)	(44) 20 3037 4882
Julien Roux (UK/Europe)	(44) 20 3037 4867

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Adam Zaki (Asia)	(852) 3922 2002
Stanley Dunda (Indonesia)	(6221) 515 1555

Transport & Infrastructure

Janet Lewis (Asia)	(852) 3922 5417
Andrew Lee (Asia)	(852) 3922 1167
Azita Nazrene (ASEAN)	(603) 2059 8980
Corinne Jian (Taiwan)	(8862) 2734 7522

Utilities & Renewables

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Alan Hon (Hong Kong)	(852) 3922 3589
Inderjeetsingh Bhatia (India)	(9122) 6720 4087
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Karisa Magpayo (Philippines)	(632) 857 0899

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Matthew Turner	(4420) 3037 4340
Graeme Train	(8621) 2412 9035
Angela Bi	(8621) 2412 9086
Rakesh Arora	(9122) 6720 4093

Economics

Peter Eadon-Clarke (Asia, Japan)	(813) 3512 7850
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PK Basu (ASEAN)	(603) 2059 8993
Larry Hu (China, Hong Kong)	(852) 3922 3778
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Matthew Hook (Asia)	(852) 3922 3743
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Michael Santos (Philippines)	(632) 857 0813
Kenneth Cheung (Singapore)	(65) 6601 0288
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Marc Rosa (New York)	(1 212) 231 2555
Isaac Huang (Taiwan)	(8862) 2734 7582
Dominic Shore (Thailand)	(662) 694 7707
Mike Keen (UK/Europe)	(44) 20 3037 4905