



## Flash Note: AAC Tech (02018 HK)

快讯: 瑞声科技 (02018 HK)

Gin Yu 余劲同  
(852) 2509 2130

gin.yu@gtjas.com.hk

17 May 2019

# 1QFY19 Results Were Slightly Above Its Profit Warning

2019财年第一季度业绩略好于其盈利警告

- AAC Tech (the "Company") announced its unaudited 1QFY19 results. Key fundamentals are as following:

**Table-1: AAC Tech's Key Unaudited 1Q19 Results**

	RMB	yoy%		RMB
<b>Revenue</b>	3,753 million	-19.1%	<b>DPS</b>	n.a.
<b>Shareholders' Profit</b>	432 million	-61.6%		
<b>EPS</b>	0.36	-60.9%		

Source: the Company.

- AAC Tech's 1QFY19 shareholders' net profit was slightly above its first quarter profit warning, with shareholders' net profit decreasing by 61.6% yoy to RMB432 million, mainly due to the rapid decline in both revenue and gross profit margin. In 1QFY19, revenue from acoustics business decreased by 22.3% yoy to RMB1.88 billion, mainly due the reduction in orders and pressure on product prices. Revenue from electromagnetic drives and precision mechanics business decreased by 19.5% yoy to RMB1.53 billion, mainly due to decrease in shipments to the major customer. Revenue from optics business increased significantly by 71.7% yoy to RMB151 million, mainly due to the rising number of shipments. Due to fierce market competition and product mix change, the Company's gross margin decreased by 7.9 ppt yoy to 30.1%.
- Although we expect the global smartphone market to remain weak and iPhone shipments to remain under pressure in 2019, a price cut of iPhone handset prices is expected to ease pressure on iPhone shipments to some extent, thereby reducing the negative impact of decline in iPhone shipments on AAC's acoustics business and electromagnetic drives & precision mechanics business. In addition, specifications upgrades of Chinese smartphone brands will bring opportunities to the Company.
- Our current investment rating for the Company is "Reduce" with a target price of HK\$41.50 per share. We will revise up our earnings forecasts as well as review the corresponding target price and investment rating in the next Company Report.

- 瑞声科技（“公司”）公布了 2019 财年第一季度未经审计的业绩。主要指标表现如下：

**表-1：瑞声科技 2019 财年第一季度未经审计业绩主要指标**

	人民币	同比%		人民币
收入	3,753 百万元	-19.1%	每股股息	n.a.
股东净利	432 百万元	-61.6%		
每股盈利（人民币）	0.36 元	-60.9%		

资料来源：公司。

- 瑞声科技 2019 财年第一季度股东净利略好于其第一季度盈利警告，股东净利同比下跌 61.6%至人民币 4.32 亿元，主要是由于收入与毛利率的同时快速下降。2019 财年第一季度，声学业务收入同比下降 22.3%至人民币 18.8 亿元，主要是由于订单的减少和产品价格的压力。电磁传动及精密结构件业务收入同比下降 19.5%至人民币 15.3 亿元，主要是由于主要客户出货量减少。光学业务收入同比大幅上升 71.7%至人民币 1.51 亿元，主要由于出货量的快速增长。由于激烈的市场竞争和产品组合的变化，毛利率同比下降 7.9 个百分点至 30.1%。
- 尽管我们预计 2019 年的全球智能手机市场依旧将较为疲弱，同时 iPhone 的出货量将依旧承压。但 iPhone 的降价预计将会在一定程度上缓解 iPhone 出货量下降的压力，从而减少 iPhone 出货量下降对公司声学 and 电磁传动及精密结构件业务的负面影响。此外，国产智能手机品牌的规格升级将为公司带来发展机遇。
- 公司目前的投资评级为“减持”，目标价为 41.50 港元。我们将在下一份公司报告中上调公司的盈利预测，以及检讨相应的目标价和投资评级。

**Company Rating Definition**

The Benchmark: Hong Kong Hang Seng Index

Time Horizon: 6 to 18 months

Rating		Definition
Buy	买入	Relative Performance > 15%; or the fundamental outlook of the company or sector is favorable.
Accumulate	收集	Relative Performance is 5% to 15%; or the fundamental outlook of the company or sector is favorable.
Neutral	中性	Relative Performance is -5% to 5%; or the fundamental outlook of the company or sector is neutral.
Reduce	减持	Relative Performance is -5% to -15%; or the fundamental outlook of the company or sector is unfavorable.
Sell	卖出	Relative Performance < -15%; or the fundamental outlook of the company or sector is unfavorable.

**Sector Rating Definition**

The Benchmark: Hong Kong Hang Seng Index

Time Horizon: 6 to 18 months

Rating		Definition
Outperform	跑赢大市	Relative Performance > 5%; or the fundamental outlook of the sector is favorable.
Neutral	中性	Relative Performance is -5% to 5%; or the fundamental outlook of the sector is neutral.
Underperform	跑输大市	Relative Performance < -5%; Or the fundamental outlook of the sector is unfavorable.

**DISCLOSURE OF INTERESTS**

- (1) The Analysts and their associates do not serve as an officer of the issuer mentioned in this Research Report.
- (2) The Analysts and their associates do not have any financial interests in relation to the issuer mentioned in this Research Report.
- (3) Except for KAISA GROUP (01638 HK), GUOTAI JUNAN I (01788 HK), BANK OF GANSU (02139 HK), BINHAI INVESTMENT (02886 HK), VALUE A SHARE (03095 HK), CAM SCSMALLCAP (03157 HK), HAITIANTIAN (08227 HK), CSOP MSCI-R (CNY) (83149 HK), Guotai Junan and its group companies do not hold equal to or more than 1% of the market capitalization of the issuer mentioned in this Research Report.
- (4) Guotai Junan and its group companies have not had investment banking relationships with the issuer mentioned in this Research Report within the preceding 12 months.
- (5) Guotai Junan and its group companies are not making a market in the securities in respect of the issuer mentioned in this Research Report.
- (6) Guotai Junan and its group companies have not employed an individual serving as an officer of the issuer mentioned in this Research Report. There is no officer of the issuer mentioned in this Research Report associated with Guotai Junan and its group companies.

**DISCLAIMER**

This Research Report does not constitute an invitation or offer to acquire, purchase or subscribe for securities by Guotai Junan Securities (Hong Kong) Limited ("Guotai Junan"). Guotai Junan and its group companies may do business that relates to companies covered in research reports, including investment banking, investment services, etc. (for example, the placing agent, lead manager, sponsor, underwriter or invest proprietarily).

Any opinions expressed in this report may differ or be contrary to opinions or investment strategies expressed orally or in written form by sales persons, dealers and other professional executives of Guotai Junan group of companies. Any opinions expressed in this report may differ or be contrary to opinions or investment decisions made by the asset management and investment banking groups of Guotai Junan.

Though best effort has been made to ensure the accuracy of the information and data contained in this Research Report, Guotai Junan does not guarantee the accuracy and completeness of the information and data herein. This Research Report may contain some forward-looking estimates and forecasts derived from the assumptions of the future political and economic conditions with inherently unpredictable and mutable situation, so uncertainty may contain. Investors should understand and comprehend the investment objectives and its related risks, and where necessary consult their own financial advisers prior to any investment decision.

This Research Report is not directed at, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any jurisdiction where such distribution, publication, availability or use would be contrary to applicable law or regulation or which would subject Guotai Junan and its group companies to any registration or licensing requirement within such jurisdiction.

© 2019 Guotai Junan Securities (Hong Kong) Limited. All Rights Reserved.  
 27/F., Low Block, Grand Millennium Plaza, 181 Queen's Road Central, Hong Kong.  
 Tel.: (852) 2509-9118 Fax: (852) 2509-7793  
 Website: www.gtja.com.hk