

# BYD: Overtaking Tesla in global electric vehicle sales

DIGITAL ENGAGEMENT TEAM

06 JULY 2022

## TRADING MATTERS SERIES: STOCK HIGHLIGHT

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

KEY METRICS	
Current Price	313.60
Latest Dividend	0.11
Dividend Ex-Date	13/6/2022
Indicated Dividend Yield	0.04%
14 Day RSI	59.81
Analysts 12M Target Price	359.24

**REFINITIV STOCKREPORTS+ AVERAGE SCORE**

**7/10**  
As of 05 Jul 2022

Refer to page 3 for indicator components

### BYD Co (1211 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 05 Jul 2022 closing

### KEY MARKET EVENTS

- 11 Jul SG Hari Raya Haji holiday
- 12 Jul China Trade Balance (Jun)
- 13 Jul US CPI Release (Jun)
- 14 Jul China Q2 GDP Release
- 15 Jul US Industrial Production Release (Jun)

### Hang Seng Index Price Chart



As of 05 Jul 2022 closing

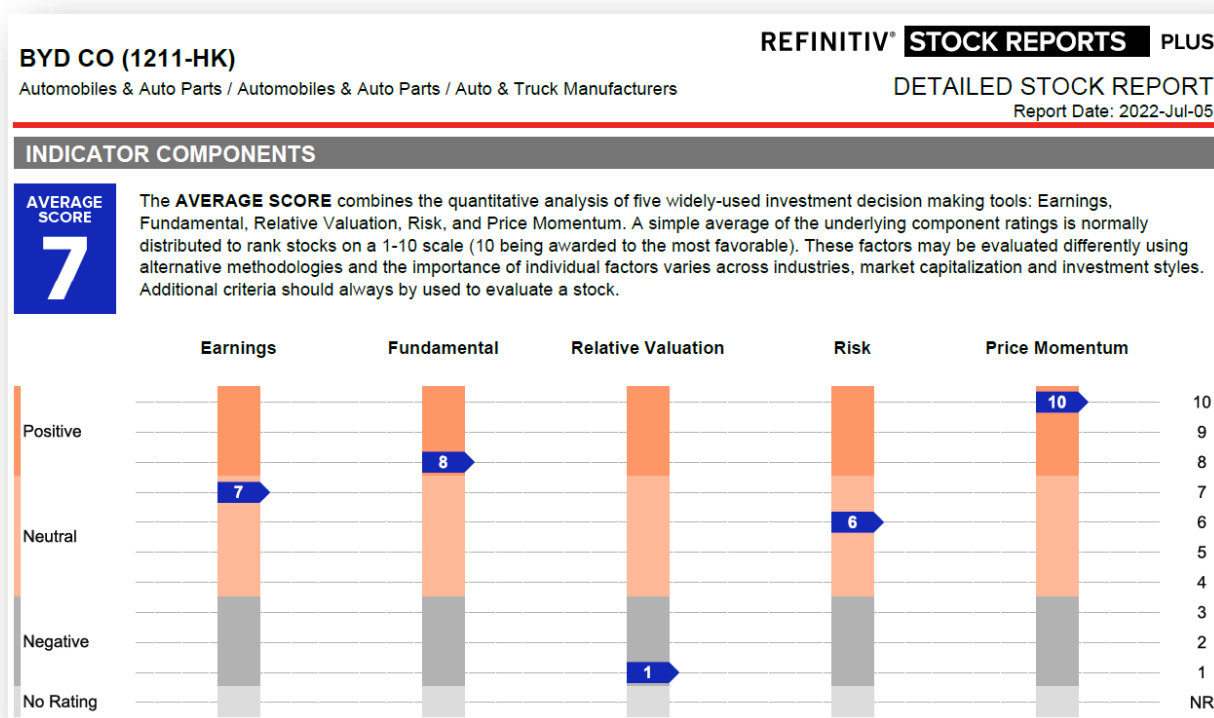
## Headline News & Information

- BYD Company Limited manufactures automotive products. The company produces ordinary passenger cars, commercial vehicles, and other products. BYD also operates battery making, rail transportation construction, and other businesses (Bloomberg)
- Warren Buffett-backed Chinese group BYD overtakes Tesla in global electric vehicle sales (05 Jul 2022, Financial Times)
  - BYD has dethroned Elon Musk's Tesla as the world's biggest electric vehicle producer by sales, signaling China's rising dominance of the sector
  - The company sold 641,000 vehicles in the first six months of 2022, a more than 300% jump from the same period a year earlier
  - BYD's rise underscores China's strengthening position in renewable energy, boasting scale and cost advantages across much of the supply chain for electric vehicles, batteries and wind and solar energy
- China's auto sector expects stronger growth momentum as government moves to boost consumption (01 Jul 2022, CGTN)
  - On Jun 2022, China released policies in greater support of auto consumption, such as halving the vehicle purchase tax, removing new car purchase restriction measures, and extending the tax-exemption policy for NEV purchases, etc
  - China's stable economic growth expectation and government tax reduction and subsidies granted for small and medium-sized enterprises are expected to hedge the potential negative impact of the pandemic on the economy and consumer confidence

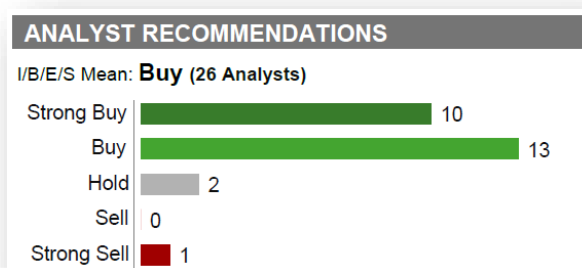
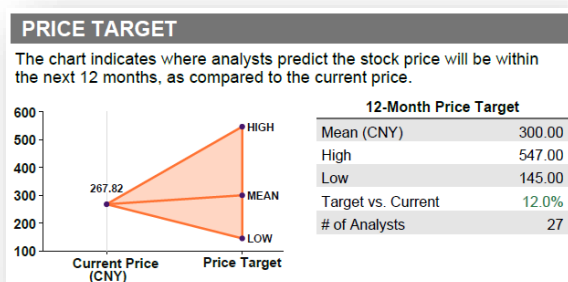
TRADING FLOWS	RESISTANCE LEVELS	SUPPORT LEVELS
<ul style="list-style-type: none"> <li>• Shares fell 1.4% in the past 5 days and are up 10% in the past 30 days</li> </ul>	<ul style="list-style-type: none"> <li>• 332.00 (Jun 2022)</li> <li>• 359.24 (Analysts' Consensus 12M Target Price)</li> </ul>	<ul style="list-style-type: none"> <li>• 287.00 (Jun 2022)</li> <li>• 273.50 (50 Day MA)</li> <li>• 253.00 (May 2022)</li> </ul>

# Fundamental Viewpoint

## An Extract from STOCKREPORTS+



## Analyst Price Target and Recommendations



Source: REFINITIV STOCKREPORTS+, extracted 05 Jul 2022

## HK Peer Analysis (STOCKREPORTS+)

PEER ANALYSIS													Currency in HKD
Average Score	Ticker	PRICE MOMENTUM				VALUATION			FUNDAMENTAL		ANALYSTS		# of Analysts
		Price (2022-07-05)	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	
7	1211	313.60	10.3%	28.7%	35.1%	344.8B	254.3	109.9	0.04%	1.4%	36.1%	Buy	25
8	2015	151.00	49.8%	33.5%	--	261.4B	--	216.6	--	0.1%	--	Buy	19
7	175	16.82	9.8%	35.0%	-31.5%	178.8B	30.6	20.7	1.3%	4.6%	43.3%	Buy	33
7	2333	14.56	-3.4%	12.9%	-44.3%	50.0B	17.8	14.0	3.1%	5.0%	25.5%	Buy	32
6	1585	15.40	11.3%	19.2%	-0.90%	47.1B	27.8	20.5	1.8%	5.1%	--	Strong Buy	9
10	2238	7.43	-4.7%	10.6%	7.4%	23.5B	8.7	6.8	4.3%	9.9%	20.3%	Buy	25
9	489	5.76	-8.1%	-5.1%	-20.4%	17.0B	3.7	3.5	6.4%	10.1%	6.4%	Buy	16
10	1958	2.40	-7.3%	-11.1%	-21.1%	6.6B	4.3	4.0	8.2%	2.2%	12.9%	Hold	17
7	1122	1.35	-8.8%	-10.0%	-17.2%	1.6B	8.7	--	10.0%	6.7%	--	--	--
9	422	0.30	25.0%	28.8%	9.3%	277M	--	--	--	-4.6%	--	--	--
9	1872	0.17	-7.0%	-4.9%	10.2%	161M	3.0	--	--	4.1%	--	--	--
8.1	Average	48.07	6.1%	12.5%	-7.4%	84.7B	39.9	49.5	4.4%	4.0%	24.1%	Buy	22

PEER COMPANIES			
1122	Qingling Motors Co	2015	Li Auto Inc
1585	Yadea Group Holdings	2238	Guangzhou Automobile Group Co
175	Geely Automobile Holdings	2333	Great Wall Motor Co
1872	Guan Chao Holdings	422	Vietnam Manufacturing
1958	BAIC Motor Corp	489	Dongfeng Motor Group Co

Source: REFINITIV STOCKREPORTS+, extracted 05 Jul 2022

## 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 (%)
<b>Average</b>		<b>45,465</b>	<b>16557.83</b>	<b>33.53</b>	<b>35.69</b>	<b>4.39</b>	<b>4.55</b>	<b>3.78</b>
1211 HK	BYD CO LTD-H	134,197	313.60	216.36	154.83	8.14	6.18	0.04
VOW GR	VOLKSWAGEN AG	77,548	167.65	4.63	8.86	0.59	1.06	4.47
BMW GR	BAYERISCHE MOTOREN WERKE	49,085	72.76	2.44	5.41	0.56	0.78	7.97
MBG GR	MERCEDES-BENZ GROUP AG	58,276	52.89	5.73	7.77	0.73	1.07	9.45
005380 KS	HYUNDAI MOTOR CO	28,978	177,500	8.87	14.15	0.47	0.57	2.82
7267 JP	HONDA MOTOR CO	42,674	3,203.00	7.80	7.46	0.52	0.61	3.75
601127 CH	CHONGQING SOKON INDUSTRY G-A	16,016	78.94	N/A	N/A	15.03	9.48	N/A
RACE US	FERRARI NV	34,445	187.94	39.29	51.36	15.17	17.77	0.78
RNO FP	RENAULT SA	7,255	23.82	7.30	N/A	0.26	0.35	N/A
NIO US	NIO INC - ADR	35,683	21.36	N/A	N/A	6.42	11.68	N/A
7201 JP	NISSAN MOTOR CO	15,963	514.20	9.34	N/A	0.44	0.53	0.97

Source: Bloomberg, extracted 05 Jul 2022 closing

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