

ICBC: Launch of the fishery raft aquaculture loan products

DIGITAL ENGAGEMENT TEAM

15 MARCH 2023

TRADING MATTERS SERIES: STOCK HIGHLIGHT

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

KEY METRICS

| | |
|---------------------------|----------|
| Current Price | 4.12 |
| Latest Dividend | 0.29 |
| Dividend Ex-Date | 4/7/2022 |
| Indicated Dividend Yield | 8.34% |
| 14 Day RSI | 54.67 |
| Analysts 12M Target Price | 5.14 |

REFINITIV STOCKREPORTS+ AVERAGE SCORE

9/10

As of 14 Mar 2023

Refer to page 3 for indicator components

Ind & Comm Bank of China (1398 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 14 Mar 2023 closing

KEY MARKET EVENTS



Hang Seng Index Price Chart



As of 14 Mar 2023 closing

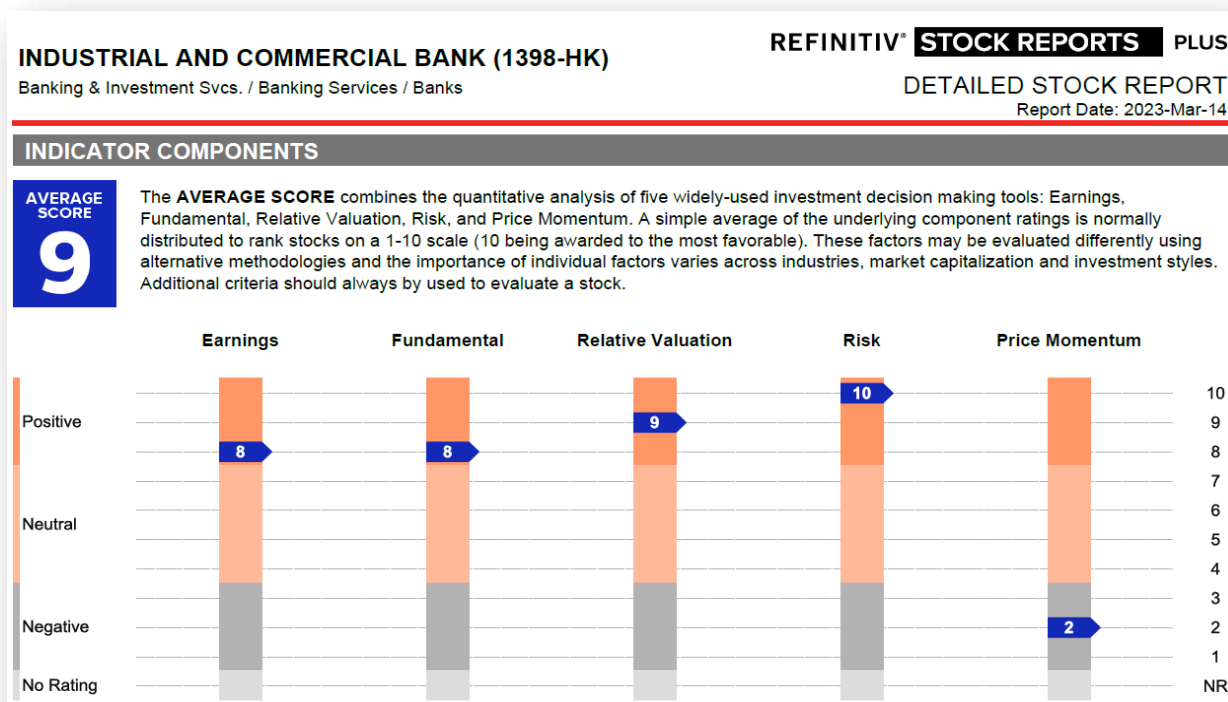
Headline News & Information

- Industrial and Commercial Bank of China Limited provides banking services. The company offers deposits, loans, fund underwriting, foreign currency settlement, and other services. Industrial and Commercial Bank of China provides its services to individuals, enterprises, and other clients (Bloomberg)
- Next earning announcement on 30 Mar 2023 (Bloomberg)
- The dividend ex date is on 21 Jun 2023 with a forecasted dividend of CNY 0.31 (Bloomberg)
- ICBC extends financing support to marine economy (14 Feb 2023, China Daily)
 - ICBC, the country's largest State-owned commercial lender, has been making innovative explorations in aquaculture production to support the development of China's marine economy
 - The bank has created a loan amount estimation model based on a combination of the above-mentioned information and other available data, including credit reports and bank statements of aquaculture farmers or enterprises
- China central bank ramps up fund injection via medium-term policy loans (15 Mar 2023, CNA)
 - China's central bank ramped up liquidity injections when rolling over maturing medium-term policy loans for a fourth month in a row on Wednesday, while keeping the interest rate unchanged, matching market expectations
 - The higher cash injection would ease liquidity pressure
 - China also set the target for economic growth this year at around 5% at the annual session of the National People's Congress

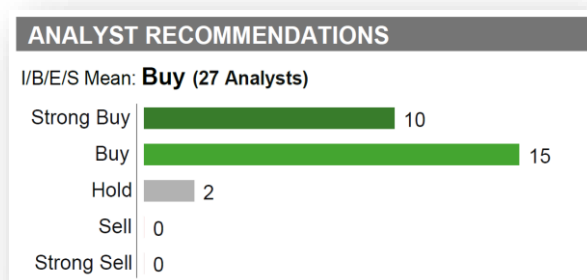
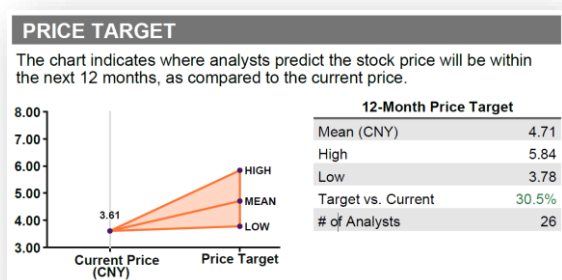
| TRADING FLOWS | RESISTANCE LEVELS | SUPPORT LEVELS |
|---|---|---|
| <ul style="list-style-type: none"> • Shares fell 1% in the past 5 days and are up 2.2% in the past 30 days | <ul style="list-style-type: none"> • 4.45 (Jun 2022) • 4.70 (Jan 2022) • 4.90 (Feb 2022) | <ul style="list-style-type: none"> • 4.02 (200 Day MA) • 3.95 (Feb 2023) • 3.75 (Dec 2022) |

Fundamental Viewpoint

An Extract from STOCKREPORTS+



Analyst Price Target and Recommendations



Source: REFINITIV STOCKREPORTS+, extracted 14 Mar 2023

HK Peer Analysis (STOCKREPORTS+)

| PEER ANALYSIS | | | | | | | | | | | | Currency in HKD | |
|---------------|---------|--------------------|-------------|-------------|-------------|------------|-------------|------------|----------------|------------|--------------|-----------------|---------------|
| Average Score | Ticker | PRICE MOMENTUM | | | | | VALUATION | | FUNDAMENTAL | | ANALYSTS | | |
| | | Price (2023-03-14) | 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 |
| 9 | 939 | 4.92 | -1.0% | 5.1% | -12.6% | 1.2T | 3.7 | 3.5 | 9.1% | 23.6% | 5.2% | Buy | 27 |
| 10 | 5 | 53.65 | -7.8% | 11.7% | 8.2% | 1.1T | 9.7 | 7.0 | 3.9% | 16.5% | -- | Buy | 12 |
| 9 | 1398 | 4.12 | 2.2% | 7.3% | -10.4% | 352.4B | 3.9 | 3.6 | 8.8% | 25.3% | 4.6% | Buy | 27 |
| 5 | 2388 | 25.90 | -2.3% | -1.3% | -8.5% | 286.5B | 12.3 | 9.9 | 4.4% | 22.9% | -- | Buy | 13 |
| 10 | 267 | 8.72 | -3.5% | 10.4% | 0.23% | 255.7B | 3.7 | 3.4 | 7.5% | 7.9% | -- | Buy | 5 |
| 9 | 3988 | 2.92 | -0.68% | 6.2% | -1.0% | 244.2B | 3.7 | 3.5 | 9.3% | 22.0% | 6.7% | Buy | 22 |
| 4 | 11 | 117.20 | -6.6% | -8.6% | -18.6% | 226.4B | 24.1 | 12.4 | 3.5% | 19.8% | -- | Hold | 12 |
| 8 | 2888 | 65.40 | -5.6% | 12.4% | 31.9% | 201.7B | 10.7 | 7.4 | 2.2% | 11.9% | -- | Buy | 10 |
| 9 | 3968 | 39.40 | -13.9% | -6.9% | -29.7% | 182.3B | 6.7 | 5.9 | 4.8% | 27.2% | 12.9% | Buy | 29 |
| 10 | 3328 | 4.73 | -1.7% | 7.0% | -9.2% | 164.6B | 3.8 | 3.7 | 9.2% | 16.4% | 7.2% | Buy | 19 |
| 8 | 1658 | 4.84 | -3.0% | -0.21% | -18.1% | 95.9B | 5.6 | 5.0 | 6.3% | 14.6% | 12.1% | Buy | 26 |
| 8.3 | Average | 30.16 | -4.0% | 3.9% | -6.2% | 392.0B | 8.0 | 5.9 | 6.3% | 18.9% | 8.1% | Buy | 18.4 |

| PEER COMPANIES | | | |
|----------------|------------------------------|------|------------------------------|
| 11 | Hang Seng Bank | 3328 | Bank of Communications Co |
| 1658 | Postal Savings Bank of China | 3968 | China Merchants Bank Co |
| 2388 | BOC Hong Kong Holdings | 3988 | Bank of China |
| 267 | CITIC | 5 | HSBC Holdings |
| 2888 | Standard Chartered | 939 | China Construction Bank Corp |

Source: REFINITIV STOCKREPORTS+, extracted 14 Mar 2023

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 | | 53,721 | 73.42 | 7.51 | 9.43 | 0.97 | 0.94 | 6.76 |
| 1398 HK | IND & COMM BK OF CHINA-H | 218,361 | 4.12 | 3.76 | 4.92 | 0.44 | 0.56 | 8.34 |
| 939 HK | CHINA CONSTRUCTION BANK | 158,900 | 4.92 | 3.47 | 3.69 | 0.41 | 0.44 | 8.66 |
| CHILE CI | BANCO DE CHILE | 11,022 | 87.90 | 6.30 | 7.50 | 1.83 | 1.83 | 9.76 |
| SABB AB | SAUDI BRITISH BANK | 18,333 | 33.50 | 13.97 | 21.40 | 1.26 | 1.47 | 4.42 |
| 3328 HK | BANK OF COMMUNICATIONS | 49,970 | 4.73 | 3.57 | 3.87 | 0.33 | 0.36 | 8.79 |
| DBS SP | DBS GROUP HOLDINGS | 61,791 | 32.30 | 10.14 | 12.03 | 1.46 | 1.51 | 4.64 |
| BPI PM | BANK OF THE PHILIPPINE ISLAN | 8,506 | 103.80 | 11.83 | 13.69 | 1.49 | 1.34 | 2.04 |
| MASQ UH | MASHREQBANK | 6,281 | 115.00 | 6.23 | 10.27 | 1.03 | 0.85 | 7.83 |
| DANSKE DC | DANSKE BANK A/S | 17,587 | 142.05 | N/A | N/A | 0.75 | 0.57 | N/A |
| MB IM | MEDIOBANCA SPA | 8,457 | 9.31 | 8.55 | 8.47 | 0.82 | 0.74 | 8.05 |
| NWG LN | NATWEST GROUP | 31,721 | 270.00 | 7.32 | 8.51 | 0.81 | 0.70 | 5.10 |

Source: Bloomberg, extracted 14 Mar 2023 closing

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