国泰君安证券 GUOTAI JUNAN SECURITIES

Research Department

Morning Research Focus

13 June 2017

Table of Contents 目录

- **Industry and Company Focus** 行业和公司焦点

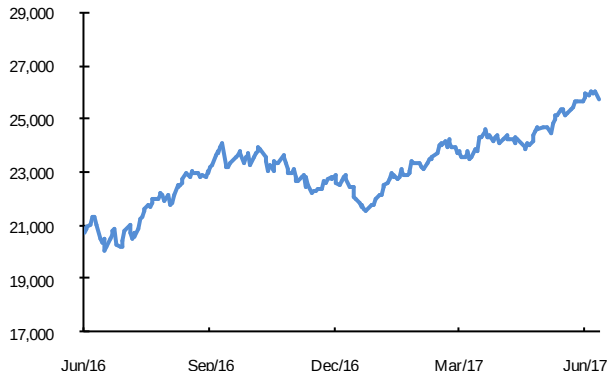
  Nil.

- **Latest Reports** 最新报告摘要

	Company Name 公司名称	Code 代码	Title 标题	TP 目标价	Chg 变动	Rating 评级	Chg 变动	EPS Est. Change? 盈利预测是否改变
➢	PICC P&C	02328 HK	Non-auto Underwriting Loss in FY16, But Outlook Remains Positive, Maintain "Accumulate"	HK$15.25	↑	Accumulate	--	Y
	中国财险	02328 HK	2016 财年非车险承保亏损，但是展望依旧正面，维持"收集"	HK$15.25	↑	收集	--	是
➢	HK and China Gas	00003 HK	Leading Gas Distributor in Hong Kong and Mainland China	HK$17.97	--	Buy	--	N
	中华煤气	00003 HK	香港和大陆领先的燃气分销商	HK$17.97	--	买入	--	否

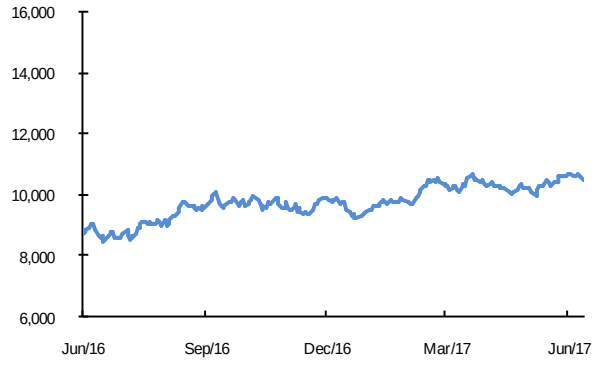
Appendices：Chinese Version of the Industry and Company Focus, Latest Reports.
后附：行业和公司焦点，最新报告摘要中文版。

HSI Performance



Source: Bloomberg

HSCEI Performance



Source: Bloomberg

Industry and Company Focus

Nil.

Latest Reports

PICC P&C (02328 HK):Non-auto Underwriting Loss in FY16, But Outlook Remains Positive, Maintain "Accumulate"	
Rating: Accumulate	**6-18m TP: HK$15.25**
Analyst: Wiley Huang	**Report Date: 2017-06-12**

Summary

- **PICC P&C's 1Q17 net profit increased 8.8% yoy to RMB4,621 million. Looking at 2016 results, shareholders' profit was RMB18,020 million, down 17.5% yoy. Despite that combined ratio increased to 98.1%, the consolidation of profit from Hua Xia Bank alleviated the drop.** Underwriting profit dropped 41.6% yoy to RMB5,024 million due to higher disaster claims in 2H16 in agriculture and commercial property product lines. Net realised and unrealised gains dropped 81.5% in 2016 as a result of the fluctuation in the capital market.
- **We expect premium growth of motor insurance to slow down as new car sales are cooling down. The combined ratio should remain stable after a 0.5 ppt decrease triggered by pricing reform.** We believe the combined ratio has reached a balanced level, where further increases in expense ratio should be offset by potential decreases in loss ratio.
- **We set target price at HKD15.25 per share and maintain investment rating of "Accumulate".** Our investment thesis includes: 1/ benefit from commercial motor pricing reform as market leader and 2/ great opportunities for liability and agricultural insurance.

HK and China Gas (00003 HK): Leading Gas Distributor in Hong Kong and Mainland China	
Rating: Buy	**6-18m TP: HK$17.97**
Analyst: Kevin Guo	**Report Date: 2017-06-12**

Summary

- **The golden age of gas in China is expected to persist.** The need to adjust energy consumption structure, sufficient gas supply, nearly completed pipeline systems and relatively low price will support growth of the gas market.
- **The Hong Kong and China Gas Company ("HK and China Gas" or the "Company") is one of the largest energy suppliers in Hong Kong and is a leading energy supplier in the greater China region.** The Company operates 131 city gas projects in 23 provinces, with a total of about 23 million customers at the end of 2016.
- **We expect the total sale of piped natural gas of the Company to grow by 6.0%, 7.5% and 7.5% from 2017-2019, respectively.**
- **We expect total revenue of the Company to increase by 10.6%, 7.0% and 6.9% from 2017-2019, respectively.** The Hong Kong market is expected to contribute stable profit while the mainland China market is expected to increase steadily.
- **The EPS of the Company is expected to increase by 3.3%, 6.7% and 7.8% to HK$ 0.596, HK$ 0.636 and HK$ 0.685 in 2017-2019, respectively.**
- **Initiate coverage with "Buy" rating and TP of HK$ 17.97.** The Company is benefitting from fast growth of gas consumption in mainland China and also enjoys stable profitability in the Hong Kong gas market.

Chinese Translation 中文翻译

行业和公司焦点

Nil.

最新报告

中国财险 (02328 HK)：2016 财年非车险承保亏损，但是展望依旧正面，维持“收集”	
评级：收　集	6-18m 目标价：　HK$15.25
分析员：　黄重钧	报告日期：　2017-06-12

报告摘要

- **中国财险 2017 年 1 季度净利润同比增长 8.8%至人民币 46.21 亿元。**回顾 **2016** 年业绩，股东净利为人民币 **180.20** 亿元，同比下降 **17.5%**。尽管综合成本率上升至 **98.1%**，但是华夏银行的利润并表减轻了下跌的幅度。由于受到农业保险和企业财产保险 2016 年下半年灾害赔偿的影响，承保利润同比下跌 41.6%至人民币 50.24 亿元。另外由于资本市场的波动，公司 2016 年已/未实现投资收益同比大跌 81.5%。
- **我们认为车险保费增速将伴随着新车销售火热行情的冷却而放缓。**受费率改革影响下跌 **0.5** 个百分点后，综合成本率将保持稳定。我们相信综合成本率已经达到一个平衡阶段，因为成本率的进一步上升将会被赔付率的潜在下行所抵消。
- **我们将目标价定为 15.25 港元并维持“收集”的投资评级。**我们的投资逻辑为：1/ 作为市场领导者，将受益于商业车险费率改革,；2/ 责任保险和农业保险的巨大发展机会。

中华煤气 (00003 HK): 香港和大陆领先的燃气分销商	
评级：买　入	6-18m 目标价：　HK$17.97
分析员：　郭　勇	报告日期：　2017-06-12

报告摘要

- **中国天然气的黄金时代将持续。**调整能源结构的需要，充足的天然气供应，完善的天然气管网和较低的气价将支撑天然气市场的增长。
- **香港中华煤气是香港最大的能源供应商之一，并且是大中华地区领先的能源供应商。**截至 2016 年底，公司在 23 个省份运营 131 个城市燃气项目，拥有约 2,300 万客户。
- **我们预计公司管道天然气销量在 2017-2019 年将分别增长 6.0%, 7.5% 和 7.5%。**
- **我们预计公司收入在 2017-2019 年将分别增长 10.6%, 7.0% 和 6.9%。**香港市场预计将贡献稳定的盈利，而中国大陆市场将稳定增长。
- **我们预计公司 2017-2019 年的每股净利分别增长 3.3%, 6.7% 和 7.8%达到港币 0.596 元、0.636 元和 0.685 元。**
- **首次覆盖目标价为 17.97 港元，投资评级为“买入”。**公司受益于中国大陆天然气消费的快速增长，同时享有香港燃气市场的稳定盈利能力。

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Company Rating Definition

The Benchmark: Hong Kong Hang Seng Index / NASDAQ Composite Index

Time Horizon: 6 to 18 months

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

Sector Rating Definition

The Benchmark: Hong Kong Hang Seng Index / NASDAQ Composite Index

Time Horizon: 6 to 18 months

Rating	Definition
Outperform	Relative Performance >5%; or the fundamental outlook of the sector is favorable.
Neutral	Relative Performance is -5% to 5%; or the fundamental outlook of the sector is neutral.
Underperform	Relative Performance <-5%; or the fundamental outlook of the sector is unfavorable.

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