Morning Snapshot

SUNWAH KINGSWAY

新華滙富

19 June 2025

Hong Kong & China Market Daily

What's Hot Today:

Luk Fook (590 HK, HK\$19.94, HK\$11.7bn) missed profit but improvement likely in FY26

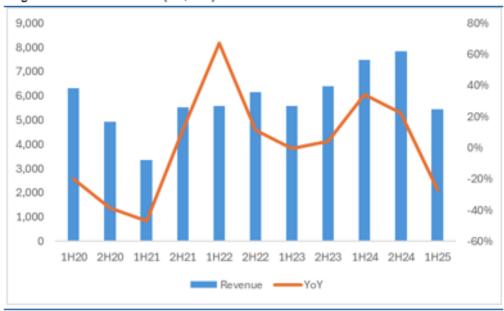
Luk Fook, a leading jewelry company in Hong Kong and China, announced a profit warning for FY3/25, expecting its net profit to decline by about 40% YoY from HK\$1.8bn in FY24, missing the expectation of a 32% YoY drop. Excluding the one-off gains from the acquisition of 3DG Holdings recorded in the previous year, the earnings decline would be ~30% YoY, mainly due to the larger gold hedging losses driven by the hike in gold prices.

Improvement in SSS on track. From April to May 2025, the Group's SSS showed continuous improvement, as SSS in the Mainland market saw a double-digit growth, while the HK and Macau market remained flat. The retail sales of gold, silver and jewelry in China is showing signs of recovery. According to the National Bureau of Statistics, the total retail sales was up by 5% YoY in 5M25, while gold, silver and jewelry increased by 12% YoY. Notably, in April-May, the increase in gold, silver and jewelry accelerated to ~20% vs LSD in Jun-Feb.

Our view: The share price have corrected by over 9% in the past two days from a recent high. Looking ahead, the low-base effect is expected to mitigate the SSS decline. In addition, with ongoing expansion of fixed price jewelry products, which accounts for about 20% of total revenue, and improving Mainland market, Luk Fook's performance may improve in the near term. The counter is trading at 6.6x FY25 P/E with a consensus yield of 5.2%. (Ensley LIU)

China & I	HK Indic	es		CLOSE	1D	YTD
HSI				23,710	-1.1%	18.2%
HSCEI				8,594	-1.2%	17.9%
HSCCI				4,091	-0.9%	8.2%
CSI300				3,874	0.1%	-1.5%
Shanghai A				3,552	0.0%	-5.3%
Shanghai B				253	-1.0%	-5.3%
Shenzhen A	١.			2,103	0.0%	2.8%
Shenzhen E	3			1,164	0.1%	-4.0%
Key Int'l	Indices			CLOSE	1D	YTD
Dow Jones				42,171	-0.1%	-0.9%
S&P 500				5,980	-0.0%	1.7%
Nasdaq				19,546	0.1%	1.2%
NIKKEI Inde	x			38,579	-0.8%	-3.3%
FTSE Index				8,843	0.1%	8.2%
CAC Index				7,656	-0.4%	3.7%
DAX Index				23,317	-0.5%	17.1%
Commod	ities			CLOSE	1D	YTD
GOLD		IS\$/oz.)		3,369	-0.6%	28.7%
STEEL	,	IS\$/oz.)		1.951	-0.9%	9.3%
SILVER		IS\$/oz.)		36	-1.0%	27.2%
CRUDE OIL	(US\$/bbl)			75	0.4%	4.6%
COPPER	,	(US\$/oz.)			-0.5%	10.1%
ALUMINIUM		(US\$/oz.) (US\$/oz.)			1.3%	-0.2%
PLATINUM		(US\$/oz.) (US\$/oz)			4.6%	47.4%
ZINC	(US\$/0Z)			1,321 2,636	-0.8%	-11.5%
WHEAT		(US¢/bu)		574	7.0%	4.1%
CORN	,	(US¢/bu)		444	2.1%	0.1%
SUGAR		IS¢/lb)		N/A	N/A	0.170
SOYBEAN		S¢/bu)		1,068	0.7%	4.2%
PVC		IS\$/t.)		N/A	N/A	-6.8%
CRB	(0	- Οφ/τ.)		314	1.4%	3.0%
BDI				0	1.170	95.8%
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Exchange	e Rates					
	USD	HKD	EUR	JPY	CHF	RMB
USD		7.850	0.871	145.130	0.819	7.189
HKD	0.127		0.111	18.489	10.429	0.916
EUR	1.148	9.012		166.620	1.064	8.252
JPY	0.007	5.409	0.600		0.564	0.050
CHF	1.222	9.590	1.064	177.242		8.772
RMB	0.139	1.092	0.121	20.174	0.114	
Market S	entimer	nt		CU	IRRENT	5D
CDS Monitor						
Greece					N/A	N/A
Ireland					83	-2.4%
Italy					139	-0.6%
Portugal					207	-0.0%
Spain					108	0.3%
VIX					20	16.7%

Fig 3: Revenue of Luk Fook (HK\$'mn) and YoY



Source: Company Data, Sunwah Kingsway Research

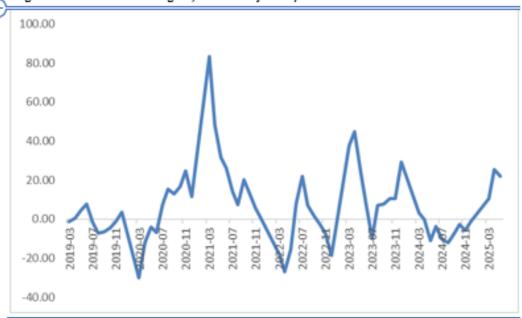
Fig 4: Net profit of LukFook (HK\$ mn) and YoY



Source: Company Data, Sunwah Kingsway Research



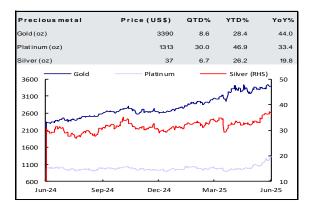
Fig 5: YoY of retail sales of gold, silver and jewelry in China

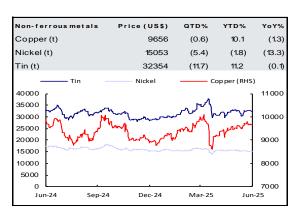


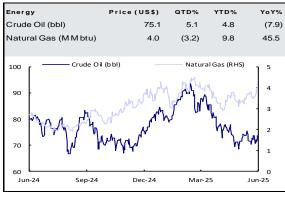
Source: National Bureau of Statistics, Sunwah Kingsway Research

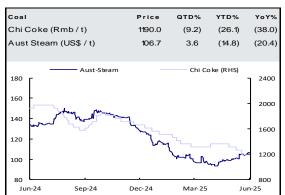


Market Watch - Major Commodities and Currencies

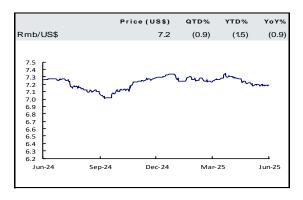


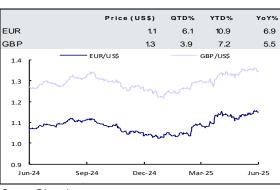














Source: Bloomberg



US Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
Initial Jobless Claims	WoW	000 000	18-Jun-25
Housing Starts / Building Permits	MoM		18-Jun-25
Existing Home Sales	MoM		23-Jun-25
Consumer Confidence	MoM		24-Jun-25
New home Sales	MoM		25-Jun-25
Wholesale Inventories	MoM		26-Jun-25
Durable Goods Orders	MoM		26-Jun-25
GDP	QoQ		26-Jun-25
Personal Income & Spending	MoM		27-Jun-25
ISM Manufacturing PMI	MoM		1-Jul-25
Trade Balance	MoM		3-Jul-25
Factory Orders	MoM		3-Jul-25
Employment Report	MoM		3-Jul-25
CPI	MoM		15-Jul-25
PPI	MoM		16-Jul-25
Industrial Production	MoM		16-Jul-25
Business Inventories	MoM		17-Jul-25
Retail Sales	MoM		17-Jul-25
Auto Sales	MoM		

China Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
PMI Manufacturing	MoM		30-Jun-25
Foreign Exchange Reserves	QoQ		7-Jul-25
Money Supply - M2	MoM		9-Jul-25
PPI	MoM		9-Jul-25
CPI	MoM		9-Jul-25
Trade Balance	MoM		14-Jul-25
Retail Sales	MoM		15-Jul-25
Industrial Production	MoM		15-Jul-25
GDP	YoY		15-Jul-25

Hong Kong Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
CPI	MoM		20-Jun-25
Trade Balance	MoM		26-Jun-25
Money Supply - M2	MoM		30-Jun-25
Retail Sales	MoM		2-Jul-25
РМІ	MoM		4-Jul-25
Foreign Currency Reserve	MoM		7-Jul-25
Unemployment Rate	MoM		17-Jul-25
GDP	QoQ		31-Jul-25
Producer Prices Index	QoQ		15-Sep-25
Industrial Production	QoQ		15-Sep-25
Composite Interest Rate	MoM		

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Notice of interest disclosure filed by substantial shareh		No of chance has 144 148 11	A
lame of listed corporation	Name of substantial share holder	No. of shares bought/sold/involved	Average price per share
China Financial Leasing Group Ltd.	Cai Wensheng	25,556,574(L)	HKD 0.3800
hina Financial Leasing Group Ltd.	Longling Capital Ltd	25,556,574(L)	HKD 0.3800
ygend Resources & Technology Co., Ltd H Shares	广发资管容百电池单一资产管理计划	24,805,200(L)	HKD 15.8000
hina Lesso Group Holdings Ltd.	Zuo Manlun	81,286,088(L)	HKD 4.0900
China ZhengTong Auto Services Holdings Ltd.	厦门国贸控股集团有限公司	9,333,000(L)	HKD 0.1500
Oongyue Group Ltd.	易方达基金管理有限公司	986,000(L)	HKD 9.9780
Grand Pharmaceutical Group Ltd.	Tang Weikun	50,000(L)	HKD 8.9600
langzhou Tigermed Consulting Co., Ltd H Shares	易方达基金管理有限公司	404,000(L)	HKD 40.4419
luanxi Media Group Ltd.	Dong Ping	70,000(L)	HKD 0.4600
luanxi Media Group Ltd.	New w ood Investments Limited	70,000(L)	HKD 0.4600
luanxi Media Group Ltd.	Ning Hao	70,000(L)	HKD 0.4600
luanxi Media Group Ltd.	Pacific Wits Limited	70,000(L)	HKD 0.4600
łuanxi Media Group Ltd.	Tairong Holdings Limited	70,000(L)	HKD 0.4600
luanxi Media Group Ltd.	Xu Zheng	70,000(L)	HKD 0.4600
lanjing Panda Electronics Co. Ltd H Shares	China State Shipbuilding Corporation 中國船舶工業集團公司	19,126,000(L)	HKD 4.9571
lanjing Panda Electronics Co. Ltd H Shares	CSSC International Holding Company Limited	19,126,000(L)	HKD 4.9571
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lanjing Panda Electronics Co. Ltd H Shares	State-ow ned Assets Supervision and Administration Commission	19,126,000(L)	HKD 4.9571
Quam Plus International Financial Ltd.	HAN Xiaosheng	10,000(L)	HKD 0.2000
Quam Plus International Financial Ltd.	LAM Kin Hing Kenneth	10,000(L)	HKD 0.2000
Quam Plus International Financial Ltd.	Quam Tonghai Holdings Limited	10,000(L)	HKD 0.2000
Scholar Education Group	Chen Qiyuan	80,000(L)	HKD 3.7624
Scholar Education Group	Sky Noon International Company Limited	80,000(L)	HKD 3.7624
Scholar Education Group	Yu Xi International Company Limited	80,000(L)	HKD 3.7624
Sino Land Co. Ltd.	Ng Chee Siong	22,000(L)	HKD 8.2755
Sunlight Real Estate Investment Trust	Henderson Sunlight Asset Management Limited	609,000(L)	HKD 2.1764
Symphony Holdings Ltd.	CHENG Tun Nei	880,000(L)	HKD 0.8100
ranscenta Holding Ltd B	Qian Xueming	15,000(L)	HKD 1.6383
JBoT Holding Ltd.	Tong Yuen To	80,000(L)	HKD 0.2095
Venzhou Kangning Hospital Co., Ltd H Shares	WANG JIAN	4,800(L)	HKD 9.7223
'SB Inc.	Chen Fei	100,000(L)	HKD 10.3420
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Source: HKEx



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