SUNWAH KINGSWAY 新華滙富

Morning Snapshot

Hong Kong & China Market Daily — **21 October 2025**

What's Hot Today:

► CATL (3750.HK, HK$528.00, HK$2.40tn) Record Earnings on Robust Demand

Resilient Growth Supported by Strong Demand: CATL reported a revenue of RMB104bn in 3Q25, up 12.9% YoY, maintaining a steady growth trend. The topline expansion was mainly driven by two factors: 1). Demand for batteries remained strong, supported by continued growth in EV production. Specifically, the shipment volume of power batteries reached 132 GWh, representing a 40.4% YoY and a 10% MoM growth. 2). The energy storage segment operated at full capacity, achieving strong sales momentum throughout the quarter, its shipments amounted to 33 GWh, achieving 6.5% YoY growth and a 10% MoM increase. In addition, as of September 30, 2025, CATL's contracted order value reached RMB406bn, up 46% YoY, while inventory stood at RMB80bn, up 10.9% YoY, reflecting robust demand and healthy business expansion. GPM improved to 25.8%, continuing its upward trajectory on the back of better cost control and an optimized product mix.

Efficiency Gains and Record Profitability: Selling, administrative, and R&D expenses were RMB790mn, RMB3.10bn and RMB4.97bn, respectively, accounting for 0.8%, 3.0%, and 4.8% of total revenue, respectively. The combined operating expense to sales ratio stood at 8.5%, continuing to improve from the peak of 15.4% in 4Q24. Net attributable profit reached a record high of RMB18.6bn, soaring 41.2% YoY, with a record high NPM of 17.8%. The strong earnings performance was supported by lower asset impairment losses, FX gains, and higher net interest income. Overall, CATL's profitability further strengthened, underscoring its enhanced cost efficiency and solid financial execution.

Our View: Though we have expected decent results so soon after its IPO, industry demand remains robust, with CATL operating at full capacity and maintaining a solid order backlog. Both domestic and overseas capacity expansions are progressing steadily, laying the foundation for both volume and profit growth. We expect further earnings upside as new production lines ramp up, and higher economies of scale. Overall, we remain positive on CATL's long-term leadership in the global battery industry, supported by its technological edge, cost advantage, and disciplined execution. The counter is trading at 32x FY25E P/E. (Research Department)

China & HK Indices	CLOSE	1D	YTD
HSI	25,858	2.4%	28.9%
HSCEI	9,232	2.4%	26.7%
HSCCI	4,069	1.5%	7.6%
CSI300	4,538	0.5%	15.3%
Shanghai A	4,051	0.6%	-2.8%
Shanghai B	259	-0.0%	-2.8%
Shenzhen A	2,532	1.0%	23.7%
Shenzhen B	1,341	0.3%	10.6%

Key Int'l Indices	CLOSE	1D	YTD
Dow Jones	46,706	1.1%	9.8%
S&P 500	6,735	1.1%	14.5%
Nasdaq	22,990	1.4%	19.1%
NIKKEI Index	49,589	0.8%	24.3%
FTSE Index	9,403	0.5%	15.1%
CAC Index	8,206	0.4%	11.2%
DAX Index	24,258	1.8%	21.8%

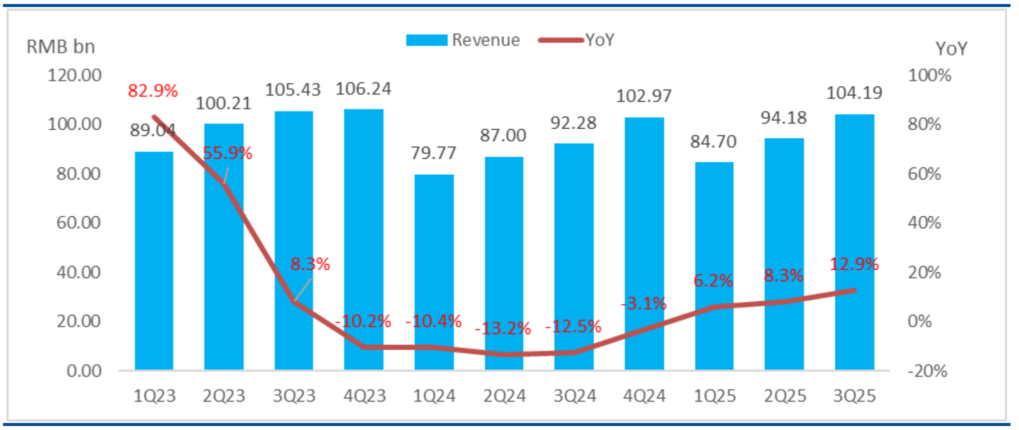
Commodities		CLOSE	1D	YTD
GOLD	(US$/oz.)	4,356	2.5%	66.5%
STEEL	(US$/oz.)	2,302	3.7%	28.9%
SILVER	(US$/oz.)	52	1.0%	81.5%
CRUDE OIL	(US$/bbl)	57	-0.0%	-19.9%
COPPER	(US$/oz.)	10,691	0.4%	21.9%
ALUMINIUM	(US$/oz.)	2,776	-0.4%	8.8%
PLATINUM	(US$/oz)	1,632	0.8%	81.5%
ZINC	(US$/oz.)	2,978	0.2%	0.0%
WHEAT	(US¢/bu)	504	0.2%	-8.4%
CORN	(US¢/bu)	423	0.2%	-4.5%
SUGAR	(US¢/lb)	N/A	N/A	#VALUE!
SOYBEAN	(US¢/bu)	1,050	1.3%	1.7%
PVC	(US$/t.)	N/A	N/A	-12.2%
CRB		296	0.9%	3.0%
BDI				107.5%

Exchange Rates	USD	HKD	EUR	JPY	CHF	RMB
USD		7.769	0.859	150.750	0.793	7.122
HKD	0.129		0.111	19.406	10.202	0.917
EUR	1.164	9.044		175.490	1.084	8.293
JPY	0.007	5.153	0.570		0.526	0.047
CHF	1.262	9.806	1.084	190.206		8.990
RMB	0.140	1.091	0.121	21.158	0.111	

Market Sentiment	CURRENT	5D
CDS Monitor - USD SR 5Y		
Greece	N/A	N/A
Ireland	83	-2.4%
Italy	139	-0.6%
Portugal	207	-0.0%
Spain	108	0.3%
VIX	18	-4.2%

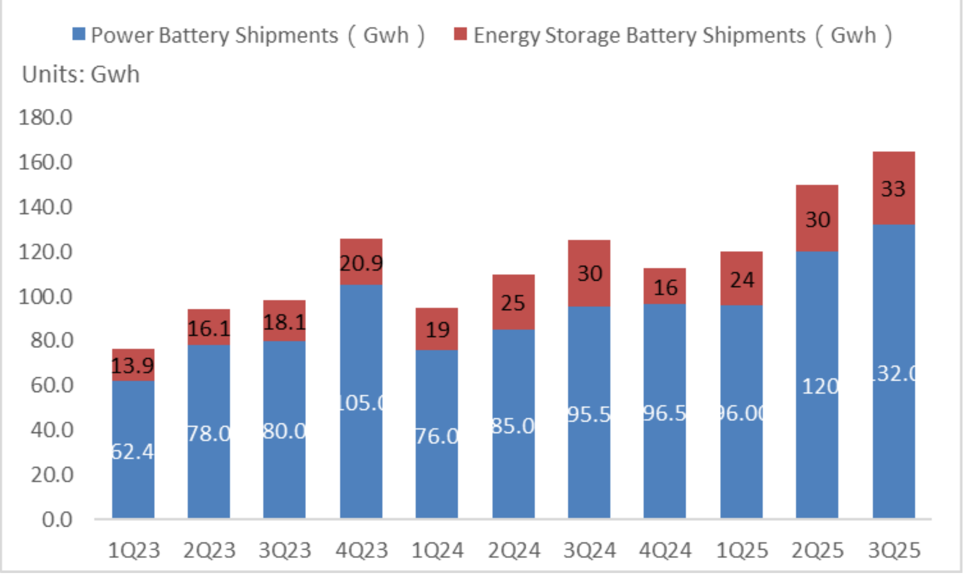
Source: Bloomberg

Fig 1: Total Revenue (RMB$ bn)



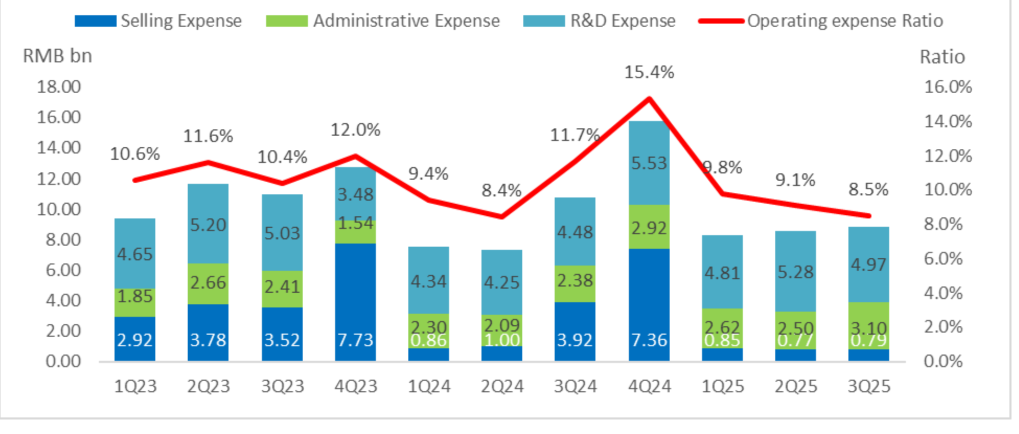
Source: Company Data, Sunwah Kingsway Research

Fig 2: Breakdown of Battery Shipments



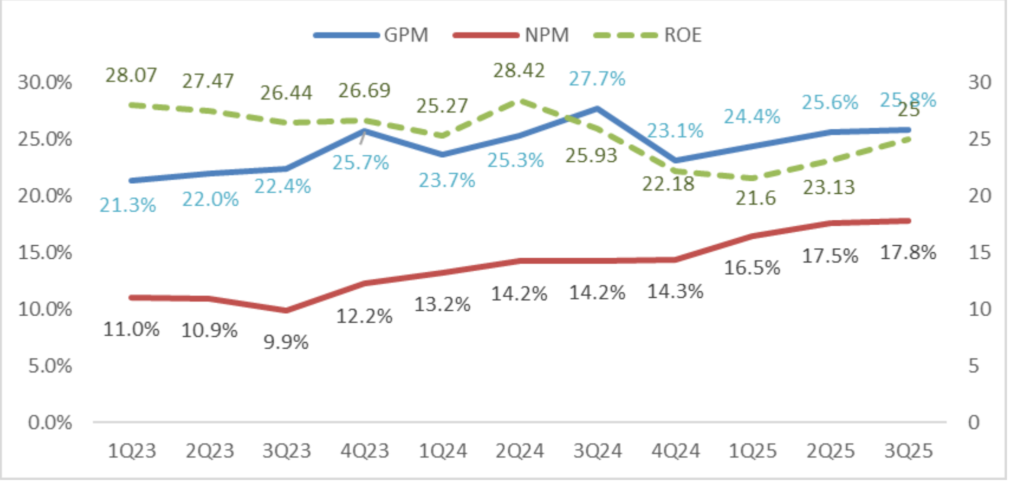
Source: Company Data, Sunwah Kingsway Research

Fig 3: Breakdown of operating expense



Source: Company Data, Sunwah Kingsway Research

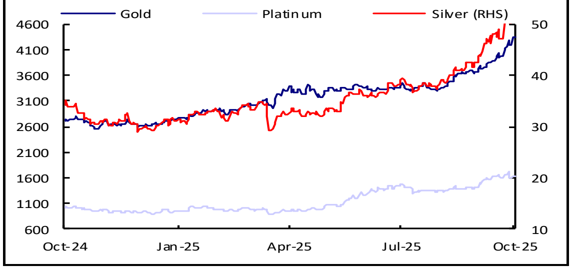
Fig 4: Gross margin and net profit margin



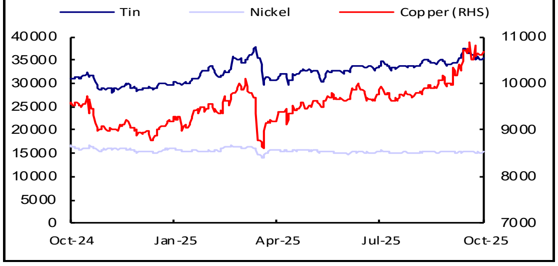
Source: Company Data, Sunwah Kingsway Research

Market Watch – Major Commodities and Currencies

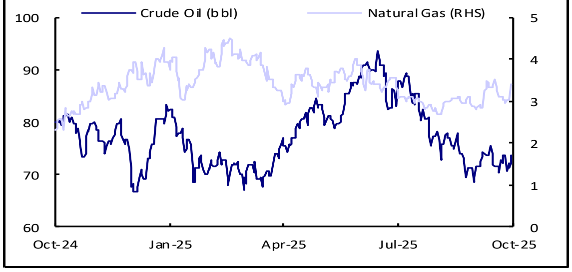
Precious metal	Price (US$)	QTD%	YTD%	YoY%
Gold (oz)	4336	12.9	64.2	59.2
Platinum (oz)	1635	3.2	82.9	62.3
Silver (oz)	51	10.2	75.7	50.8



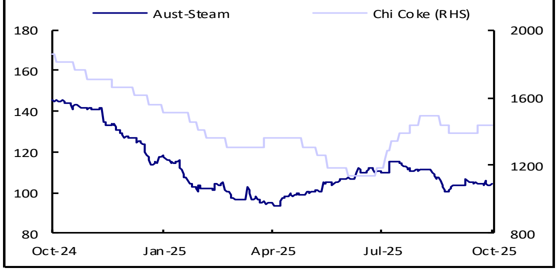
Non-ferrous metals	Price (US$)	QTD%	YTD%	YoY%
Copper (t)	10692	4.1	21.9	11.8
Nickel (t)	15222	(0.1)	(0.7)	(8.9)
Tin (t)	35304	(0.3)	21.4	13.8



Energy	Price (US$)	QTD%	YTD%	YoY%
Crude Oil (bbl)	57.5	(7.8)	(19.8)	(18.5)
Natural Gas (MMbtu)	3.4	2.8	(6.5)	46.9

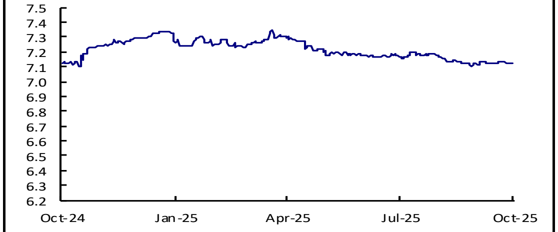


Coal	Price	QTD%	YTD%	YoY%
Chi Coke (Rmb / t)	1440.0	3.6	(10.6)	(22.6)
Aust Steam (US$ / t)	104.0	(2.1)	(17.0)	(28.6)

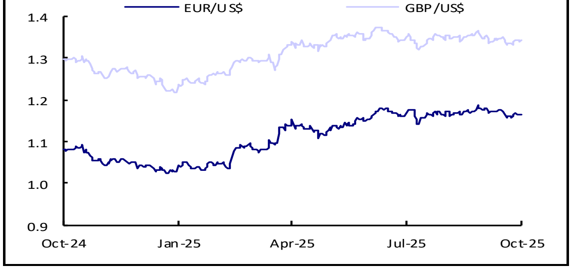


	Price (US$)	QTD%	YTD%	YoY%
Dollar Index Spot	98.6	0.8	(9.1)	(5.2)

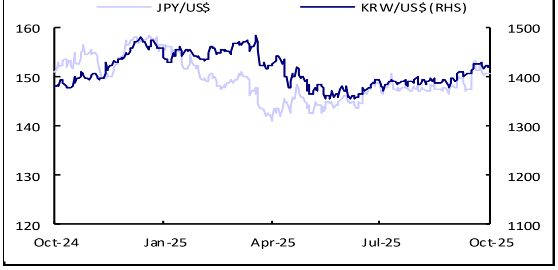
	Price (US$)	QTD%	YTD%	YoY%
Rmb/US$	7.1	0.0	(2.4)	0.0



	Price (US$)	QTD%	YTD%	YoY%
EUR	1.2	(0.8)	12.4	7.6
GBP	1.3	(0.3)	7.1	3.2



	Price (US$)	QTD%	YTD%	YoY%
JPY	150.8	1.9	(4.1)	(0.1)
KRW	1420.1	1.1	(4.0)	3.0



Source: Bloomberg

US Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
Initial Jobless Claims	WoW		23-Oct-25
Existing Home Sales	MoM		23-Oct-25
CPI	MoM		24-Oct-25
New home Sales	MoM		24-Oct-25
Durable Goods Orders	MoM		27-Oct-25
Consumer Confidence	MoM		28-Oct-25
Wholesale Inventories	MoM		29-Oct-25
GDP	QoQ		30-Oct-25
Personal Income & Spending	MoM		31-Oct-25
ISM Manufacturing PMI	MoM		3-Nov-25
Trade Balance	MoM		4-Nov-25
Factory Orders	MoM		4-Nov-25
Employment Report	MoM		7-Nov-25
PPI	MoM		14-Nov-25
Business Inventories	MoM		14-Nov-25
Retail Sales	MoM		14-Nov-25
Industrial Production	MoM		18-Nov-25
Housing Starts / Building Permits	MoM		19-Nov-25
Auto Sales	MoM		

China Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
PMI Manufacturing	MoM		31-Oct-25
Foreign Exchange Reserves	QoQ		7-Nov-25
Trade Balance	MoM		7-Nov-25
Money Supply - M2	MoM		9-Nov-25
PPI	MoM		9-Nov-25
CPI	MoM		9-Nov-25
Retail Sales	MoM		14-Nov-25
Industrial Production	MoM		14-Nov-25
GDP	YoY		

Hong Kong Economic Calendar

Indicators	Freq	Obs Date	Expected Release Date
CPI	MoM		23-Oct-25
Trade Balance	MoM		27-Oct-25
GDP	QoQ		31-Oct-25
Money Supply - M2	MoM		31-Oct-25
Retail Sales	MoM		31-Oct-25
PMI	MoM		5-Nov-25
Foreign Currency Reserve	MoM		7-Nov-25
Unemployment Rate	MoM		18-Nov-25
Producer Prices Index	QoQ		15-Dec-25
Industrial Production	QoQ		15-Dec-25
Composite Interest Rate	MoM		

Kingsway Research Team

Analyst	Email	Phone No.
Howard Wong	Howard.wong@sunwahkingsway.com	(852) 2283 7307
Ensley Liu	Ensley.liu@sunwahkingsway.com	(852) 2283 7618

Notice of interest disclosure filed by substantial shareholders for the two previous trading days			
Name of listed corporation	**Name of substantial share holder**	**No. of shares bought/sold/involved**	**Average price per share**
Dashan Education Holdings Ltd.	Giga Talent Investment Limited	118,000(L)	HKD 2.6940
Dashan Education Holdings Ltd.	Liu Bingtian	118,000(L)	HKD 2.6940
Dashan Education Holdings Ltd.	Lucky Heaven International Limited	118,000(L)	HKD 2.6940
APT Electronics Co., Ltd. - H Shares	CHAN Philip Ching Ho	50,000(L)	HKD 3.0600
APT Electronics Co., Ltd. - H Shares	XIAO Guowei David	66,000(L)	HKD 3.0545
Ausupreme International Holdings Ltd.	Beatitudes International Ltd.	5,000(L)	HKD 0.3050
Ausupreme International Holdings Ltd.	Choy Chi Fai	5,000(L)	HKD 0.3050
Ausupreme International Holdings Ltd.	Ho Ka Man	5,000(L)	HKD 0.3050
CSPC Pharmaceutical Group Ltd.	Cai Dong Chen	3,000,000(L)	HKD 8.8100
Elephant Holdings Group Ltd.	Di Xiaoguang	824,000(L)	HKD 1.5700
Elephant Holdings Group Ltd.	Ever Persist Holdings Limited	824,000(L)	HKD 1.5700
Glorious Sun Enterprises Ltd.	Yeung Chun Kam	28,000(L)	HKD 1.3200
Heng Tai Consumables Group Ltd.	Lam Kwok Hing	30,605,000(L)	HKD 0.4760
Heng Tai Consumables Group Ltd.	Lee Choi Lin Joecy	30,605,000(L)	HKD 0.4760
Hengan International Group Co. Ltd.	Hui Ching Lau	200,000(L)	HKD 27.6826
Liu Chong Hing Investment Ltd.	Alba Holdings Limited	44,000(L)	HKD 4.3700
Liu Chong Hing Investment Ltd.	LIU LIT CHI	44,000(L)	HKD 4.3700
Mei Ah Entertainment Group Ltd.	Li Kuo Hsing	100,000(L)	HKD 0.1090
Ourgame International Holdings Ltd.	Choi Shun Investment Limited	157,468,328(L)	HKD 0.3000
Ourgame International Holdings Ltd.	Li Yangyang	17,790,000(L)	HKD 0.3000
Ourgame International Holdings Ltd.	Li Yangyang	157,468,328(L)	HKD 0.3000
Ourgame International Holdings Ltd.	Li Yangyang	3,500,000(L)	HKD 0.2840
Ourgame International Holdings Ltd.	SOMA MARIKO	175,258,328(L)	HKD 0.3000
Ourgame International Holdings Ltd.	Spark Holdings Limited	175,258,328(L)	HKD 0.3000
Qeeka Home (Cayman) Inc.	AREO HOLDINGS LIMITED	3,290,500(L)	HKD 0.2108
Qeeka Home (Cayman) Inc.	CLINTON GLOBAL LIMITED	3,290,500(L)	HKD 0.2108
Qeeka Home (Cayman) Inc.	LAM LAI MING	3,290,500(L)	HKD 0.2108
Qeeka Home (Cayman) Inc.	LI GABRIEL	3,290,500(L)	HKD 0.2108
Qeeka Home (Cayman) Inc.	OAVI HOLDINGS, L.P.	3,125,975(L)	HKD 0.2108
Qeeka Home (Cayman) Inc.	ORCHID ASIA V GROUP MANAGEMENT, LIMITED	3,125,975(L)	HKD 0.2108
Qeeka Home (Cayman) Inc.	ORCHID ASIA V GROUP, LIMITED	3,125,975(L)	HKD 0.2108
Qeeka Home (Cayman) Inc.	ORCHID ASIA VI GP, LIMITED	3,125,975(L)	HKD 0.2108
Qeeka Home (Cayman) Inc.	ORCHID ASIA VI, L.P.	3,125,975(L)	HKD 0.2108
Shanghai Bio-heart Biological Technology Co., Ltd. - B - H Shares	RAYS Capital Partners Limited	800,000(L)	HKD 8.7490
Shenzhen Expressway Corporation Ltd. - H Shares	江蘇交通控股有限公司	7,474,000(L)	HKD 7.2639
Shenzhen Expressway Corporation Ltd. - H Shares	江蘇雲杉資本管理有限公司	7,474,000(L)	HKD 7.2639
STAR CM Holdings Ltd.	East Brothers Investment Holdings Limited	143,000(L)	HKD 1.5480
STAR CM Holdings Ltd.	Goldenbroad Investment Holdings Limited	143,000(L)	HKD 1.5480
STAR CM Holdings Ltd.	Harvest Sky Investment Holdings Limited	143,000(L)	HKD 1.5480
STAR CM Holdings Ltd.	Jin Lei	143,000(L)	HKD 1.5480
STAR CM Holdings Ltd.	Tian Ming	143,000(L)	HKD 1.5480
STAR CM Holdings Ltd.	Unionstars Investment Holdings Limited	143,000(L)	HKD 1.5480
STAR CM Holdings Ltd.	Xu Xiangdong	143,000(L)	HKD 1.5480
Tanwan Inc.	WU XUBO	357,200(L)	HKD 13.1200
Tat Hong Equipment Service Co., Ltd.	Chwee Cheng & Sons Pte Ltd	40,000,000(L)	HKD 1.2000
Tat Hong Equipment Service Co., Ltd.	Ng San Tiong	40,000,000(L)	HKD 1.2000
Tat Hong Equipment Service Co., Ltd.	Ng San Wee	40,000,000(L)	HKD 1.2000
Tat Hong Equipment Service Co., Ltd.	Ng Sun Giam	40,000,000(L)	HKD 1.2000
Tat Hong Equipment Service Co., Ltd.	Ng Sun Ho	40,000,000(L)	HKD 1.2000
Tat Hong Equipment Service Co., Ltd.	Tat Hong Equipment (China) Pte. Ltd.	40,000,000(L)	HKD 1.2000
Tat Hong Equipment Service Co., Ltd.	Tat Hong Holdings Ltd	40,000,000(L)	HKD 1.2000
Tat Hong Equipment Service Co., Ltd.	Tat Hong International Pte Ltd	40,000,000(L)	HKD 1.2000
Tat Hong Equipment Service Co., Ltd.	TH60 Investments Pte. Ltd.	40,000,000(L)	HKD 1.2000
Tat Hong Equipment Service Co., Ltd.	THSC Investments Pte. Ltd.	40,000,000(L)	HKD 1.2000
Wai Kee Holdings Ltd.	ZEN WEI PAO, WILLIAM	190,000(L)	HKD 0.7400
Xiabuxiabu Catering Management (China) Holdings Co., Ltd.	Chen Su-Yin	1,000,000(L)	HKD 0.9982
Xiabuxiabu Catering Management (China) Holdings Co., Ltd.	Ho Kuang-Chi	1,000,000(L)	HKD 0.9982
Yunkang Group Ltd.	Huizekx Limited	8,539,500(L)	HKD 1.3800
Yunkang Group Ltd.	Shanghai Pudong Development Bank Co., Ltd	4,500,000(L)	HKD 1.3947
Yunkang Group Ltd.	YK Development Limited	8,539,500(L)	HKD 1.3800
Yunkang Group Ltd.	ZHANG Yong	8,539,500(L)	HKD 1.3800

Source: HKEx

SUNWAH KINGSWAY 新華滙富

21 October 2025

Disclaimer

This document is not an offer to sell or the solicitation of an offer to buy or subscribe for any securities. The securities referred to in this document may not be eligible for sale in certain jurisdiction. Neither this document nor any portion hereof may be taken distributed or transmitted directly or indirectly into such jurisdiction nor to any residents thereof. Any failure to comply with this restriction may constitute a violation of the applicable laws and regulations and persons into whose possession this document comes should inform themselves about, and observe, any such restrictions. This document has been produced for private circulation and may not be copied, photocopied, duplicated, or redistributed without the prior written consent of Kingsway Financial Services Group Limited ("KFS") and its affiliated companies (collectively, "Kingsway Group").

This report is distributed in Hong Kong Special Administrative Region of the People's Republic of China ("Hong Kong") by KFS which is registered as a licensed corporation under the Securities and Futures Ordinance (Cap.571 of The Laws of Hong Kong) with the Securities and Futures Commission of Hong Kong ("SFC") and its SFC CE number is ADF346.

The information contained in this report has been taken from sources believed to be reliable but no representation or warranty expressed or implied is made as to their accuracy or correctness. This report is published for the assistance of recipients but is not to be relied upon as authoritative or taken in substitution for the exercise of judgment by any recipient. It is not to be construed as an offer, invitation or solicitation to buy or sell any securities of the company or companies covered herein. Any recommendation contained in this report does not have regard to the specific investment objectives, financial situation and the particular needs of any specific addressee. All opinions and estimates reflect our judgment on the date of this report and are subject to change without notice.

KFS, including its parent, subsidiaries and/or affiliates, may act as lead or co-manager in an offering of the securities of any issuer discussed herein, may from time to time perform financial services or other advisory services for, or solicit financial services or other business from, any issuer.

Within the past year, KFS, including its parent, subsidiaries and/or affiliates, may have acted as market maker or traded on a principal basis in the financial instruments of any issuer discussed herein and may act as underwriter, placement agent, advisor or lender to such issuer.

KFS, including its parent, subsidiaries, affiliates, shareholders, officers, directors, and employees may have long or short positions in, and buy or sell, the securities, commodities or derivatives (including options) or any other financial instruments thereof, of any issuers.

An employee of KFS, including its parent, subsidiaries and/or affiliates, may act as director, or be represented on the boards of directors, of any such entities or issuers.

Head Office

Hong Kong
Kingsway Financial Services Group Limited
7/F, Tower One, Lippo Centre,
89 Queensway, Hong Kong
Tel: 852-2283-7000
Fax: 852-2877-2665

Affiliated & Overseas Offices

Guangdong
廣東新華滙富商業保理有限公司
2701, Dongshan Plaza,
69 Xianlie Middle Road, Yuexiu District
Guangzhou, 510095

Vietnam
Sunwah Kingsway Vietnam Services Limited
Representative Office
Sunwah Tower, Mezzanine Floor
115 Nguyen Hue
District 1
Ho Chi Minh City
Vietnam