



# What Worked - Asia

## Good move into Large-cap names in most of the region

12<sup>th</sup> May 2017

Patrick Hansen

### What Worked

**Large cap names strong in HK**

China and Hong Kong both saw a good move into large-cap names this week. In China, Datang International Power Generation is up 16% and Zhou Hei Ya International is up 13%. In Hong Kong, China Minsheng Financial is up 20% and SEA Holdings is up 10%. No other factors really stood out in both markets.

**Value and Beta hurt in Thailand**

In Thailand there was a good selloff in Value and high Beta names and a move into Large cap. Thai Retail Investment is up 7% and Srisawad Power is up 7%. Low PE names and to a lesser degree large-cap names did well in Singapore this week. Wilmar International is up 10% and First Resources is up 6%. In Taiwan, names up over the last 3 months continued to go up this week. General Interface Solution is up 17% and GlobalWafers is up 15%.

### Who Moved

**India and Taiwan seeing spikes**

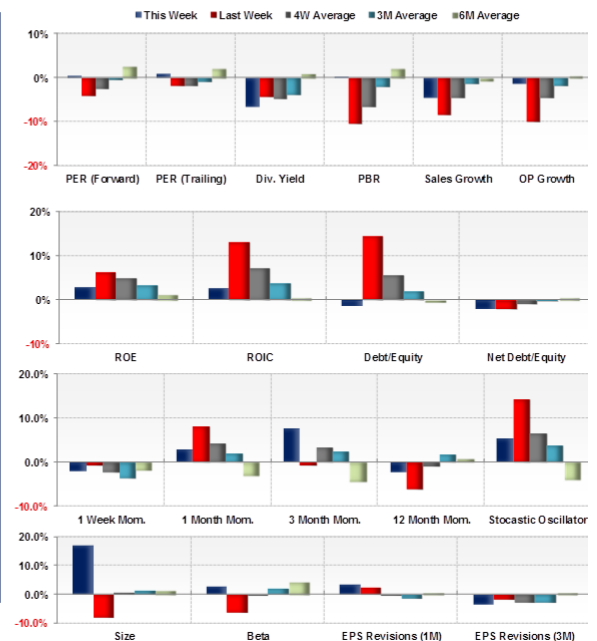
148 names moved on volume this week. Almost half of the volume spikes came in India and Taiwan. At the Sector level, the Financial and Producer Manufacturing sectors pick up a good number of volume spikes. On the positive side, China Touyun Tech Group is up 21%, Hanmi Pharma is up 20% and Emerson Pacific is up 14%. On the other side, Taokaenoi Food & Marketing is down 15%, Ginko International is down 11% and Universal Robina is down 11%.

### Summary

Week Ending 12 May 2017

Universe: Asia ex Japan

Signal	This Week		Last Week		4W Average		3M Average		6M Average	
	IC	Spread	IC	Spread	IC	Spread	IC	Spread	IC	Spread
Index Return: 0.1%    -0.9%    -1.7%    1.2%    3.3%										
<b>Value &amp; Growth</b>										
PER (Forward)	0.5%	1.1%	-4.2%	-1.6%	-2.5%	-1.0%	-0.5%	1.0%	2.5%	6.9%
PER (Trailing)	0.9%	1.2%	-1.8%	-1.2%	-1.8%	-0.9%	-0.9%	0.1%	2.1%	4.7%
Div. Yield	-6.7%	0.6%	-4.4%	-1.1%	-4.7%	-1.8%	-3.9%	-4.7%	0.9%	-3.6%
PBR	0.3%	0.9%	-10.5%	-2.4%	-6.6%	-3.0%	-2.0%	-1.8%	2.1%	3.3%
Sales Growth	-4.5%	0.9%	-3.5%	-2.0%	-4.5%	-1.8%	-1.3%	-1.6%	-0.6%	-2.1%
OP Growth	-1.5%	0.9%	-10.0%	-2.4%	-4.5%	-1.7%	-1.7%	-1.8%	0.4%	-2.3%
<b>Quality</b>										
ROE	2.9%	1.8%	6.5%	-1.3%	5.0%	2.2%	3.4%	2.9%	1.1%	1.8%
* ROIC	2.6%	2.3%	13.3%	-0.8%	7.2%	2.6%	3.8%	2.2%	0.3%	1.8%
* Debt/Equity	-1.3%	2.1%	14.6%	-0.9%	6.8%	1.5%	2.1%	-0.1%	-0.5%	-3.5%
* Net Debt/Equity	-2.0%	0.7%	-2.1%	-1.0%	-0.9%	-0.2%	-0.1%	-1.2%	0.4%	-1.3%
<b>Momentum &amp; Technical</b>										
1 Week Mom.	-2.0%	1.8%	-0.6%	-1.2%	-2.3%	0.4%	-3.7%	0.2%	-1.9%	-0.7%
1 Month Mom.	3.0%	2.1%	8.1%	-1.1%	4.2%	2.6%	2.1%	7.3%	-3.1%	5.7%
3 Month Mom.	7.8%	2.0%	-0.8%	-1.2%	3.5%	2.2%	2.4%	5.9%	-4.3%	0.7%
12 Month Mom.	-2.4%	0.8%	-6.1%	-1.5%	-0.9%	-0.2%	1.7%	4.0%	0.7%	4.1%
Stochastic Oscillator	5.4%	2.3%	14.3%	-1.1%	6.6%	2.8%	3.8%	7.0%	-4.0%	3.5%
<b>Other</b>										
Size	17.0%	1.7%	-8.0%	-1.6%	0.6%	-0.5%	1.3%	-2.6%	1.2%	-3.9%
Beta	2.7%	1.7%	-6.2%	-1.3%	-0.2%	0.8%	2.1%	6.2%	4.1%	13.1%
EPS Revisions (1M)	3.2%	1.6%	2.2%	-1.4%	-0.6%	-0.1%	-1.6%	-1.6%	0.7%	-0.3%
EPS Revisions (3M)	-3.4%	0.7%	-1.9%	-2.1%	-2.9%	-1.0%	-3.0%	-3.8%	0.6%	-2.7%



\* ex Financials  
+ Compound weekly spread return over the specified period  
Spread is defined as the Long/Short return of the quintiles (i.e. top 20% - bottom 20%, equal weighted)



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