

# China / Hong Kong Company Update

## BYD Company

Bloomberg: 1211 HK EQUITY | 002594 CH Equity | Reuters: 1211.HK | 002594.SZ

Refer to important disclosures at the end of this report

DBS Group Research . Equity

31 Mar 2022

### H: BUY

Last Traded Price (30 Mar 2022): HK\$223.80 (HSI : 22,232)  
Price Target 12-mth: HK\$330 (47.5% upside) (Prev HK\$360)

### A: HOLD

Last Traded Price (30 Mar 2022): RMB237.02 (CSI300 Index : 4,254)  
Price Target 12-mth: RMB250 (5.5% upside) (Prev RMB299)

#### Analyst

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### What's New

- FY21 net earnings below expectations; higher raw material costs dragged margins
- NEV's robust growth supported by strong pure electric and hybrid technology
- Anticipate raw material costs to ease - positive to earnings
- Maintain BUY with TP of HK\$330 based on SOTP

### NEV strategy built on twin pillars

#### Investment Thesis

Pure electric and hybrid technology to support NEV's long-term growth. BYD chalked up fantastic NEV sales growth of 220%+ in FY21 and is expected to post CAGR of 60% (FY21-23F) to c.1.6m units, underpinned by its twin NEV technology capabilities. Further expansion of its Dynasty and Marine series are important volume drivers. The incorporation of DM-i technology, e3.0 smart features and blade battery will enable BYD to achieve higher ASP, which should help to partly mitigate raw material pricing pressure. We expect at least five new models to be launched in 2022.

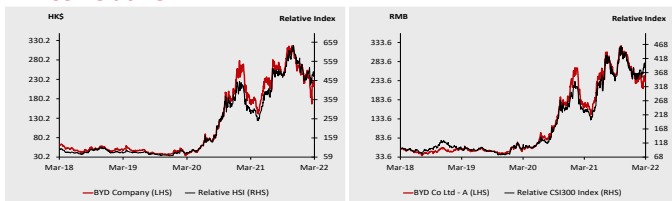
**Margin erosion expected to ease.** Supply chain improvement should support margin recovery. FY21 GP margins fell by about 6.6ppts to c.11%, but we expect this to recover to 15% by FY23 on easing commodity inflation. Inhouse production of certain key components and expanded capacity should also help to manage production cost better.

**Sufficient funding to support growth.** BYD has stockpiled raw materials (+200% in FY21) to support its anticipated robust business growth. The Rmb36bn proceeds from the sale of shares in FY21 will help to finance both working capital and capex. We forecast annual capex of Rmb25bn in FY22/23F to support growth. As of end Dec-21, BYD had net cash of Rmb17bn (FY20 net debt of Rmb37bn).

#### Valuation:

Our TP is based on SOTP to arrive at HK\$330. The sector was sold down recently and as a result, reduced our target auto P/S ratio to 4x from 4.5x previously. The stock is currently trading at 71x FY22F PE, which is slightly below its historical average. Given the strong fundamentals, we reiterate our BUY rating.

#### Price Relative



#### Forecasts and Valuation (H Shares)

FY Dec (RMBm)	2020A	2021A	2022F	2023F
Turnover	153,469	211,300	308,348	382,864
EBITDA	22,497	20,047	29,705	38,281
Pre-tax Profit	6,883	4,518	11,516	18,103
Net Profit	4,018	3,026	7,428	11,608
Net Pft (Pre Ex) (core profit)	4,018	3,026	7,428	11,608
Net Profit Gth (Pre-ex) (%)	196.2	(24.7)	145.5	56.3
EPS (RMB)	1.47	1.06	2.55	3.99
EPS (HK\$)	1.82	1.31	3.15	4.92
EPS Gth (%)	196.2	(28.0)	140.7	56.3
Diluted EPS (HK\$)	1.82	1.31	3.15	4.92
DPS (HK\$)	0.18	0.13	0.31	0.49
BV Per Share (HK\$)	25.71	41.07	43.29	47.89
PE (X)	123.2	171.2	71.1	45.5
P/Cash Flow (X)	10.9	7.9	24.2	26.3
P/Free CF (X)	12.6	9.3	292.8	5380.0
EV/EBITDA (X)	24.0	25.5	17.8	14.1
Net Div Yield (%)	0.1	0.1	0.1	0.2
P/Book Value (X)	8.7	5.4	5.2	4.7
Net Debt/Equity (X)	0.6	CASH	CASH	CASH
ROAE (%)	7.1	4.0	7.5	10.8
Earnings Rev (%)			0	7
Consensus EPS (RMB)			2.55	3.82
Other Broker Recs:		B:25	S:1	H:3

Source of all data on this page: Company, DBS Bank (Hong Kong) Limited ("DBS HK"), Thomson Reuters

#### Where we differ:

The advanced technology capability is expected to support stronger than expected earnings outlook in FY23F.

#### Key Risks to Our View:

Outbreak of pandemic could hurt its factory operations. Intense NEV market competition, slowdown in demand for smartphones and photovoltaic products could also hurt earnings.

#### At A Glance

Issued Capital - H shares (m shs)	1,098
- Non H shrs (m shs)	1,813
H shs as a % of Total	38
Total Mkt Cap (HK\$m/US\$m)	775,656 / 99,097
Major Shareholders (%)	
Wang (Chuanfu)	28.3
Lv (Xiangyang)	13.2
Youngy Investment Holding Group Co., Ltd.	8.6
Major H Shareholders (As % of H shares)	
Berkshire Hathaway Energy Company	20.5
H Shares-Free Float (%)	79.5
3m Avg. Daily Val. (US\$m)	224.79
GICS Industry: Consumer Discretionary / Automobiles & Components	



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**BYD Company****WHAT'S NEW****Expect strong product offerings to boost earnings**

**Twin NEV growth pillars.** BYD has chalked up fantastic NEV sales growth of 220%+ in FY21 to about 600k units. The sales momentum has remained solid so far this year, rising by about 500% increase in 2M22. Leveraging on its DM-i technology, BYD is rapidly expanding its product offerings, including Qing PLUS, Song PLUS, Tang DM-i series, Song Pro to ride on the strong sales of PHEVs in the country. Besides, its e-platform 3.0 is expected to create more robust intelligent smart EVs to support the launch of Marine series. BYD is ahead of the curve in technology capability and volume sales. We forecast the company to post CAGR of 60% (FY21-23F) in volume sales to c.1.6m units, underpinned by its strong twin NEV technology capabilities. Further expansion of its Dynasty and Marine series are important volume drivers. In 2022, over five new models are scheduled for launch.

**Margin erosion expected to ease.** Supply chain improvement should support margin recovery. FY21 GP margins fell by about 7ppts to c.11%, but on a quarterly basis, it hovered around 11-12% during 1/2/4Q. We forecast it will recover to 15% by FY23 on easing commodity inflation. The incorporation of DM-i technology, e3.0 smart features and the blade battery will enable BYD to raise ASPs, partly mitigating raw material pricing pressure. Inhouse production of certain key components and expanded capacity should also help to manage production cost better.

**Globalisation strategy.** BYD is accelerating its overseas roadmap to enter the European market with its BEVs. The Tang, Han, and Yuan EV series will be the main products aimed for overseas markets. In 2021, the company had shipped 1,000 EVs to European customers. Underpinned by the company's strong R&D capability in BEV and PHEV development, the globalisation strategy is expected to be a long-term volume driver.

**Solid balance sheet after share placement.** BYD stockpiled raw materials (+200% in FY21) to support its anticipated robust business growth. The Rmb36bn proceeds from sale of shares in FY21 will help to finance both working capital

and capex. We forecast annual capex of Rmb25bn in FY22/23 to support business expansion. As of end Dec-21, BYD had net cash of Rmb17bn.

BYD's plan to list BYD Semiconductor is progressing. This exercise will help to lessen the huge funding costs required and accelerate core business expansion pace.

**FY21 results below; but business outlook expected to improve.** Total revenue rose by c.38% to Rmb211bn, attributable to growth across all business segments. However, net profit declined c.28% to Rmb3bn, largely due to sharp increase in raw materials costs especially in 2H. FY21 GP margin slipped c.6.6ppts to 11%, resulting in a 11% decrease in gross profit. We believe 2021 should be the trough and looking forward, we anticipate some improvements following better mix and control over production costs. While supply chain is expected to remain volatile in the near-term, the company is taking measures to ensure a more stable production and shipment flows.

**Reiterate BUY.** Our HK\$330 TP is based on SOTP, which translates to FY23F PE of c.64x. The stock is currently trading at 71x FY22F PE, which is slightly below its historical average. The sector was sold down recently and as a result, reduced our target auto P/S ratio to 4x from 4.5x previously. Given the strong fundamentals, we reiterate our BUY rating on BYD.

**Company Background**

BYD's main businesses include the development, manufacture, and sales of vehicles (both gasoline and new energy vehicles) and rechargeable batteries. The cars are sold under the "BYD" brand. It also provides handset and component assembly services for global/domestic mobile phone companies such as Samsung, Huawei, LG, Vivo, etc. BYD started the monorail business in 2017 and this is expected to become an important revenue contributor going forward.

## BYD Company

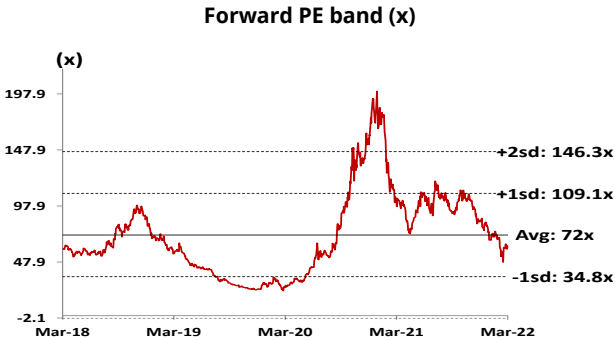
### BYD FY21 results performance

(RMBm)	1H20	2H20	1H21	2H21	2H21 vs 2H20 Y-o-Y chg	2H21 vs 1H21 H-o-H chg.	FY20	FY21	Y-o-Y chg. (%)
Revenue	58,028	95,441	89,131	122,169	28.0%	37.1%	153,469	211,300	37.7%
Cost of sales	(47,553)	(78,672)	(79,210)	(108,457)	37.9%	36.9%	(126,226)	(187,667)	48.7%
<b>Gross profit</b>	<b>10,475</b>	<b>16,769</b>	<b>9,921</b>	<b>13,712</b>	<b>-18.2%</b>	<b>38.2%</b>	<b>27,244</b>	<b>23,633</b>	<b>-13.3%</b>
Other income	976	724	1,280	1,730	138.9%	35.1%	1,700	3,010	77.0%
Govt grants and subsidies	726	962	957	1,307	35.8%	36.5%	1,688	2,263	34.1%
Selling and distribution costs	(2,005)	(3,050)	(2,652)	(3,429)	12.4%	29.3%	(5,056)	(6,082)	20.3%
R&D expenses	(2,525)	(4,940)	(2,996)	(4,995)	1.1%	66.7%	(7,465)	(7,991)	7.0%
Administrative expenses	(2,070)	(2,326)	(2,419)	(3,323)	42.9%	37.4%	(4,396)	(5,742)	30.6%
Other (expense)/income	(821)	(2,702)	(788)	(1,732)	-35.9%	119.6%	(3,522)	(2,520)	-28.5%
<b>Operating profit</b>	<b>4,755</b>	<b>5,438</b>	<b>3,302</b>	<b>3,269</b>	<b>-39.9%</b>	<b>-1.0%</b>	<b>10,193</b>	<b>6,571</b>	<b>-35.5%</b>
Finance costs	(1,732)	(1,392)	(1,020)	(888)	-36.2%	-12.9%	(3,124)	(1,908)	-38.9%
Share of JCE & asso profits	(95)	(92)	(78)	(67)	-26.9%	-14.6%	(187)	(145)	-22.2%
<b>Profit before tax</b>	<b>2,928</b>	<b>3,955</b>	<b>2,204</b>	<b>2,314</b>	<b>-41.5%</b>	<b>5.0%</b>	<b>6,883</b>	<b>4,518</b>	<b>-34.4%</b>
Income tax expense	(545)	(324)	(393)	(157)	-51.4%	-60.0%	(869)	(551)	-36.6%
<b>Profit for the period</b>	<b>2,383</b>	<b>3,631</b>	<b>1,811</b>	<b>2,156</b>	<b>-40.6%</b>	<b>19.1%</b>	<b>6,014</b>	<b>3,967</b>	<b>-34.0%</b>
Minority Interest	(721)	(1,059)	(637)	(285)	-73.1%	-55.3%	(1,780)	(922)	-48.2%
<b>PATMI</b>	<b>1,662</b>	<b>2,572</b>	<b>1,174</b>	<b>1,872</b>	<b>-27.2%</b>	<b>59.5%</b>	<b>4,234</b>	<b>3,045</b>	<b>-28.1%</b>
<b>EPS (RMB)</b>	<b>0.56</b>	<b>0.91</b>	<b>0.41</b>	<b>0.65</b>	<b>-28.4%</b>	<b>60.7%</b>	<b>1.47</b>	<b>1.06</b>	<b>-28.0%</b>
<b>Margin Analysis</b>					<b>ppts chg.</b>	<b>ppts chg.</b>			<b>ppts chg.</b>
Gross Profit Margin	18.1%	17.6%	11.1%	11.2%	(6.3)	0.1	17.75%	11.18%	(6.6)
Operating Profit Margin	8.2%	5.7%	3.7%	2.7%	(3.0)	(1.0)	6.64%	3.11%	(3.5)
Net Profit Margin	2.9%	2.7%	1.3%	1.5%	(1.2)	0.2	2.76%	1.44%	(1.3)
<b>Revenue breakdown</b>									
Batteries & other products	4,619	7,086	7,874	7,528	6.2%	-4.4%	11,705	15,402	31.6%
Mobile handset components	22,991	36,363	42,822	42,723	17.5%	-0.2%	59,354	85,546	44.1%
Automobile & related prods	30,418	51,540	38,146	71,513	38.8%	87.5%	81,958	109,659	33.8%
Total revenue	58,028	94,989	88,843	121,765	28.2%	37.1%	153,017	210,607	37.6%
<b>Segment profit</b>									
Batteries & other products	201	609	33	400	-34.4%	1115.8%	810	433	-46.6%
Mobile handset components	2,630	3,631	1,245	608	-83.3%	-51.2%	6,261	1,853	-70.4%
Automobile & related prods	2,934	(27)	1,928	1,259	-4830.5%	-34.7%	2,907	3,188	9.7%
<b>Sales Volume ('000)</b>									
PV - Battery Electric Vehicle	46.3	84.7	93.4	227.4	168.4%	143.3%	131.0	320.8	144.9%
PV - Plug-in Hybrid Electric Vehicle	11.2	36.9	56.8	216.2	485.9%	280.8%	48.1	272.9	467.6%
PV - Traditional Vehicle	98.0	139.3	92.1	44.2	-68.2%	-52.0%	237.3	136.3	-42.5%
<b>Total PV</b>	<b>155.4</b>	<b>260.9</b>	<b>242.3</b>	<b>487.8</b>	<b>86.9%</b>	<b>101.3%</b>	<b>416.3</b>	<b>730.1</b>	<b>75.4%</b>
CV - New Energy Vehicle	3.2	7.4	4.1	5.2	-30.4%	27.0%	10.6	9.2	-13.3%
<b>Total Sales</b>	<b>158.6</b>	<b>268.3</b>	<b>246.4</b>	<b>492.9</b>	<b>83.7%</b>	<b>100.1%</b>	<b>427.0</b>	<b>739.3</b>	<b>73.2%</b>

Source: Company

**BYD Company**

**Historical PE and PB band**



Source: Thomson Reuters, DBS HK

## BYD Company

### Key Assumptions

FY Dec	2019A	2020A	2021A	2022F	2023F
NEV sales ('000 units)	219.4	179.1	593.7	1,128.1	1,579.4
Traditional vehicle sales ('000 units)	231.9	237.3	136.3	68.2	34.1

Source: Company, DBS HK

### Segmental Breakdown (RMB m)

FY Dec	2019A	2020A	2021A	2022F	2023F
<b>Revenues (RMB m)</b>					
Batteries & other products	9,719	11,705	15,402	21,563	28,032
Mobile handset components	52,522	59,354	85,546	111,209	129,003
Automobile & related prods	59,537	81,958	109,659	174,745	224,832
Others	0	452	693	831	998
<b>Total</b>	<b>121,778</b>	<b>153,469</b>	<b>211,300</b>	<b>308,348</b>	<b>382,864</b>

### EBIT (RMB m)

Batteries & other products	399	810	433	755	1,121
Mobile handset components	1,765	6,261	1,853	4,448	6,450
Automobile & related prods	2,785	2,907	3,188	5,767	8,993
Others	2	1	35	50	55
<b>Total</b>	<b>4,950</b>	<b>9,979</b>	<b>5,509</b>	<b>11,020</b>	<b>16,620</b>

### EBIT Margins (%)

Batteries & other products	4.1	6.9	2.8	3.5	4.0
Mobile handset components	3.4	10.5	2.2	4.0	5.0
Automobile & related prods	4.7	3.5	2.9	3.3	4.0
Others	N/A	0.3	5.1	6.0	5.5
<b>Total</b>	<b>4.1</b>	<b>6.5</b>	<b>2.6</b>	<b>3.6</b>	<b>4.3</b>

Source: Company, DBS HK

## BYD Company

### Income Statement (RMB m)

FY Dec	2019A	2020A	2021A	2022F	2023F
Revenue	121,778	153,469	211,300	308,348	382,864
Cost of Goods Sold	(103,702)	(126,226)	(187,667)	(266,681)	(325,382)
<b>Gross Profit</b>	<b>18,076</b>	<b>27,244</b>	<b>23,633</b>	<b>41,668</b>	<b>57,482</b>
Other Opng (Exp)/Inc	(10,879)	(13,742)	(15,174)	(24,365)	(32,609)
<b>Operating Profit</b>	<b>7,197</b>	<b>13,501</b>	<b>8,459</b>	<b>17,303</b>	<b>24,873</b>
Other Non Opng (Exp)/Inc	(1,210)	(3,522)	(2,520)	(3,677)	(4,566)
Associates & JV Inc	(423)	(187)	(145)	(131)	(118)
Net Interest (Exp)/Inc	(3,134)	(2,909)	(1,276)	(1,979)	(2,087)
Dividend Income	0	0	0	0	0
Exceptional Gain/(Loss)	0	0	0	0	0
<b>Pre-tax Profit</b>	<b>2,431</b>	<b>6,883</b>	<b>4,518</b>	<b>11,516</b>	<b>18,103</b>
Tax	(312)	(869)	(551)	(1,612)	(2,625)
Minority Interest	(504)	(1,780)	(922)	(2,476)	(3,869)
Preference Dividend	(258)	(217)	(19)	0	0
<b>Net Profit</b>	<b>1,357</b>	<b>4,018</b>	<b>3,026</b>	<b>7,428</b>	<b>11,608</b>
Net Profit before Except.	1,357	4,018	3,026	7,428	11,608
EBITDA	15,828	22,497	20,047	29,705	38,281
<b>Growth</b>					
Revenue Gth (%)	0.0	26.0	37.7	45.9	24.2
EBITDA Gth (%)	(8.7)	42.1	(10.9)	48.2	28.9
Opg Profit Gth (%)	(18.3)	87.6	(37.3)	104.6	43.8
Net Profit Gth (%)	(46.6)	196.2	(24.7)	145.5	56.3
<b>Margins &amp; Ratio</b>					
Gross Margins (%)	14.8	17.8	11.2	13.5	15.0
Opg Profit Margin (%)	5.9	8.8	4.0	5.6	6.5
Net Profit Margin (%)	1.1	2.6	1.4	2.4	3.0
ROAE (%)	2.4	7.1	4.0	7.5	10.8
ROA (%)	0.7	2.0	1.2	2.4	3.5
ROCE (%)	4.6	8.9	5.5	9.5	12.0
Div Payout Ratio (%)	12.1	10.0	10.1	10.0	10.0
Net Interest Cover (x)	2.3	4.6	6.6	8.7	11.9

Source: Company, DBS HK

### Interim Income Statement (RMB m)

FY Dec	2H2019	1H2020	2H2020	1H2021	2H2021
Revenue	62,563	58,028	95,441	89,131	122,169
Cost of Goods Sold	(53,668)	(47,553)	(78,672)	(79,210)	(108,457)
<b>Gross Profit</b>	<b>8,895</b>	<b>10,475</b>	<b>16,769</b>	<b>9,921</b>	<b>13,712</b>
Other Oper. (Exp)/Inc	(5,437)	(4,899)	(8,629)	(5,830)	(8,712)
<b>Operating Profit</b>	<b>3,459</b>	<b>5,576</b>	<b>8,140</b>	<b>4,091</b>	<b>5,000</b>
Other Non Opng (Exp)/Inc	(685)	(821)	(2,702)	(788)	(1,732)
Associates & JV Inc	(330)	(95)	(92)	(78)	(67)
Net Interest (Exp)/Inc	(1,886)	(1,732)	(1,392)	(1,020)	(888)
Exceptional Gain/(Loss)	0	0	0	0	0
<b>Pre-tax Profit</b>	<b>557</b>	<b>2,928</b>	<b>3,955</b>	<b>2,204</b>	<b>2,314</b>
Tax	(87)	(545)	(324)	(393)	(157)
Minority Interest	(311)	(721)	(1,059)	(637)	(285)
<b>Net Profit</b>	<b>23</b>	<b>1,527</b>	<b>2,491</b>	<b>1,154</b>	<b>1,872</b>
Net profit bef Except.	23	1,527	2,491	1,154	1,872
<b>Growth</b>					
Revenue Gth (%)	(10.5)	(2.0)	52.6	53.6	28.0
Opg Profit Gth (%)	(43.3)	36.3	135.3	(26.6)	(38.6)
Net Profit Gth (%)	(99.0)	14.4	10,940.8	(24.4)	(24.9)
<b>Margins</b>					
Gross Margins (%)	14.2	18.1	17.6	11.1	11.2
Opg Profit Margins (%)	5.5	9.6	8.5	4.6	4.1
Net Profit Margins (%)	0.0	2.6	2.6	1.3	1.5

Source: Company, DBS HK

## BYD Company

### Balance Sheet (RMB m)

FY Dec	2019A	2020A	2021A	2022F	2023F
Net Fixed Assets	55,296	58,202	75,545	82,000	86,772
Invt in Associates & JVs	4,060	5,466	7,905	9,774	11,657
Other LT Assets	29,319	25,745	46,220	46,686	46,940
Cash & ST Invt	12,650	14,445	50,457	54,977	52,245
Inventory	25,572	31,396	43,355	52,026	59,830
Debtors	40,135	39,308	35,593	39,152	43,068
Other Current Assets	28,610	26,456	36,705	41,384	45,427
<b>Total Assets</b>	<b>195,642</b>	<b>201,017</b>	<b>295,780</b>	<b>325,999</b>	<b>345,938</b>
ST Debt	54,062	27,645	22,939	32,939	37,939
Creditors	35,341	49,792	79,044	85,367	81,099
Other Current Liab	18,626	28,994	69,321	73,618	78,091
LT Debt	21,916	23,626	10,790	10,790	10,790
Other LT Liabilities	3,095	6,507	9,442	9,442	9,442
Shareholder's Equity	56,762	56,874	95,070	102,192	113,057
Minority Interests	5,839	7,580	9,175	11,650	15,520
<b>Total Cap. &amp; Liab.</b>	<b>195,642</b>	<b>201,017</b>	<b>295,780</b>	<b>325,999</b>	<b>345,938</b>
Non-Cash Wkg. Capital	40,349	18,374	(32,712)	(26,423)	(10,865)
Net Cash/(Debt)	(63,328)	(36,826)	16,728	11,247	3,516
Debtors Turn (avg days)	126.4	94.5	64.7	44.2	39.2
Creditors Turn (avg days)	156.6	136.6	135.5	119.7	98.8
Inventory Turn (avg days)	100.9	91.4	78.6	69.5	66.4
Asset Turnover (x)	0.6	0.8	0.9	1.0	1.1
Current Ratio (x)	1.0	1.0	1.0	1.0	1.0
Quick Ratio (x)	0.5	0.5	0.5	0.5	0.5
Net Debt/Equity (X)	1.0	0.6	CASH	CASH	CASH
Net Debt/Equity ex MI (X)	1.1	0.6	CASH	CASH	CASH
Capex to Debt (%)	12.5	11.6	29.2	45.7	41.0
Z-Score (X)	NA	NA	NA	NA	NA

Source: Company, DBS HK

### Cash Flow Statement (RMB m)

FY Dec	2019A	2020A	2021A	2022F	2023F
Pre-Tax Profit	2,431	6,881	4,518	11,516	18,103
Dep. & Amort.	9,840	12,519	14,108	16,079	17,974
Tax Paid	(445)	(449)	(254)	(551)	(1,612)
Assoc. & JV Inc/(loss)	423	187	145	131	118
(Pft)/ Loss on disposal of FAs	0	0	0	0	0
Chg in Wkg.Cap.	(1,307)	21,386	44,160	(7,350)	(16,571)
Other Operating CF	3,799	4,870	2,790	1,979	2,087
<b>Net Operating CF</b>	<b>14,741</b>	<b>45,393</b>	<b>65,467</b>	<b>21,804</b>	<b>20,098</b>
Capital Exp.(net)	(9,528)	(5,964)	(9,862)	(20,000)	(20,000)
Other Invt.(net)	0	0	0	0	0
Invt in Assoc. & JV	(918)	(1,597)	(3,464)	(2,000)	(2,000)
Div from Assoc & JV	0	0	0	0	0
Other Investing CF	(10,435)	(6,883)	(32,078)	(2,502)	(2,348)
<b>Net Investing CF</b>	<b>(20,881)</b>	<b>(14,444)</b>	<b>(45,404)</b>	<b>(24,502)</b>	<b>(24,348)</b>
Div Paid	(707)	(218)	(609)	(306)	(743)
Chg in Gross Debt	9,872	(27,790)	(18,106)	10,000	5,000
Capital Issues	(23)	0	36,232	0	0
Other Financing CF	(2,531)	(899)	(1,453)	(2,477)	(2,739)
<b>Net Financing CF</b>	<b>6,610</b>	<b>(28,907)</b>	<b>16,063</b>	<b>7,217</b>	<b>1,519</b>
Currency Adjustments	53	23	(44)	0	0
Chg in Cash	523	2,064	36,081	4,519	(2,731)
Opg CFPS (RMB)	5.88	8.80	7.47	10.01	12.60
Free CFPS (RMB)	1.91	14.45	19.48	0.62	0.03

Source: Company, DBS HK

**BYD Company**

**H Share - Target Price & Ratings History**



S.No.	Date	Closing Price	12-mth Target Price	Rating
1:	22-Apr-21	HK\$177.80	HK\$280	Buy
2:	31-Aug-21	HK\$261.40	HK\$330.00	Buy
3:	2-Nov-21	HK\$287.20	HK\$360.00	Buy
4:	19-Jan-22	HK\$266.00	HK\$360	Buy

Source: DBS HK

Analyst: Rachel Miu

**A Share - Target Price & Ratings History**



S.No.	Date	Closing Price	12-mth Target Price	Rating
1:	22-Apr-21	RMB168.59	RMB187	Hold
2:	31-Aug-21	RMB281.97	RMB290.00	Hold
3:	2-Nov-21	RMB302.00	RMB299.00	Hold
4:	19-Jan-22	RMB266.08	RMB299	Hold

Source: DBS HK

Analyst: Rachel Miu



## BYD Company

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**STRONG BUY** (>20% total return over the next 3 months, with identifiable share price catalysts within this time frame)

**BUY** (>15% total return over the next 12 months for small caps, >10% for large caps)

**HOLD** (-10% to +15% total return over the next 12 months for small caps, -10% to +10% for large caps)

**FULLY VALUED** (negative total return, i.e., > -10% over the next 12 months)

**SELL** (negative total return of > -20% over the next 3 months, with identifiable share price catalysts within this time frame)

\*Share price appreciation + dividends

Completed Date: 31 Mar 2022 11:34:25 (HKT)

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Sources for all charts and tables are DBS HK unless otherwise specified.

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