

Dear SRS Members,










SGX will be expanding their suite of HK SDRs to include 3 new names with the launch of **Meituan, Xiaomi and Ping An Insurance, on Wednesday, 5 March 2025!**

The suite of 8 HK SDR provides thematic exposures to evolving global trends in AI transformation, EV transition, e-commerce, and financials, allowing investors to flexibly diversify their portfolios. **HK SDR differentiates from traditional route of access with key benefits** being:

1. **Bite-sized investment sums** – participate in the rallying China tech stocks in small investment amounts. For example, **investing in BYD would only require minimum sum of S\$700 via SDR** compared to **S\$34,000 via HK shares**.
2. **Pre and post market access** – manage positions ahead and after HK market hours during the 9-930am and 4-5pm windows. For example, on 21Feb25 morning, **post Alibaba results announcement** during US trading hours, **investors took positions in SDR to capture price action at HK open**. Trades done during 9-930am accounted for **>8%** of the day's volumes.
3. **Trade in Singapore dollars on SGX** – SDR are available on SGX via local brokers and are custodised with CDP with dividends paid in **Singapore dollars**.

SDR trades in board lot size of **100 units**, and are **fungible** with the underlying shares listed in Hong Kong. SDR are traded on all Singapore trading days, including on days where the Hong Kong market is closed. You may find more information on SDR and the underlying stocks in the enclosed deck or visit <https://www.sgx.com/campaign/sdr>.

(See attached file: HK SDR Info Deck_Mar25.pdf)

Growth	Company	Highlights*	Avg. Daily Trading	SDR Underlying	SGX Trading	Minimum Trading Size		
			Range	Ratio	Code	SDR	HK Shares	
	 XIAOMI	World's 3rd largest smartphone vendor	<ul style="list-style-type: none"> +46% YTD returns, P/E ratio of 52.8x Record revenue (+31%) in 3Q, FY24 Strong EV and IoT momentum to drive further growth 	3.9%	2:1	HXXD	\$S\$385	\$S\$1,539
	 Meituan	Biggest online food delivery platform in China	<ul style="list-style-type: none"> +5% YTD returns, P/E ratio of 30.6x Robust 3Q revenue (+22%) beat quarterly estimates Global expansion of food delivery services as growth driver 	4.7%	5:1	HMTD	\$S\$585	\$S\$2,924
	 Tencent	China's leading social media platform provider, capturing 90% of China's population	<ul style="list-style-type: none"> +21% YTD returns, P/E ratio of 20.5x Q3 FY4 net profit (+47%) beat estimates 	2.7%	10:1	HTCD	\$S\$817	\$S\$8,171
	 Alibaba.com	Largest e-commerce platform company in China	<ul style="list-style-type: none"> +60% YTD returns, P/E ratio of 21.4x Revenue growth diversified across all business lines 	2.8%	5:1	HBBD	\$S\$427	\$S\$2,136
	 BYD	Global leader in Electric Vehicle (EV) industry	<ul style="list-style-type: none"> +45% YTD returns, P/E ratio of 29.1x Revenue quadrupled over 5 years, surpassing Tesla 	3.3%	10:1	HYDD	\$S\$627	\$S\$31,339
	 PING AN	Leading integrated financial, healthcare and elderly care service provider in China	<ul style="list-style-type: none"> 6% 1Y Dividend Yield, with P/B at 0.9x. Cross-sell of health and senior care service offerings acting as new drivers of value growth 	3.6%	2:1	HPAD	\$S\$398	\$S\$3,984
	 HSBC	World's number one trade bank, serves as key East-West connector	<ul style="list-style-type: none"> +14% YTD returns, 7% 1Y Dividend Yield FY23 revenue highest in 5Y 	1.2%	5:1	HSHD	\$S\$291	\$S\$5,817
	 中国银行 BANK OF CHINA	One of China's largest state-owned commercial banks	<ul style="list-style-type: none"> +12% YTD returns, 9% 1Y Dividend Yield Resilient net margins at 43% 	2.2%	1:1	HBND	\$S\$73	\$S\$733
Value								

Warmest regards,
S Nallakaruppan
 President
 The Society of Remisiers (Singapore)