

Zijin: China boosted their holdings of the precious metal

DIGITAL ENGAGEMENT TEAM

12 APRIL 2023

**TRADING MATTERS SERIES:
STOCK HIGHLIGHT**

Features a single stock and zooms in on its performance in the market

KEY METRICS	
Current Price	14.06
Latest Dividend	0.20
Dividend Ex-Date	N/A
Indicated Dividend Yield	1.62%
14 Day RSI	67.39
Analysts 12M Target Price	15.61

**REFINITIV STOCKREPORTS+
AVERAGE SCORE**

7/10
As of 12 Apr 2023

Refer to page 3 for indicator components

Zijin Mining Group (2899 HK) Price Chart



Any red lines drawn on the price charts are trendlines, which are visual representations of support & resistance levels. They are drawn by connecting a series of prices together to help indicate the data's best fit or the presence of any trend over a time frame, and are for illustration purposes only.

As of 11 Apr 2023 closing

KEY MARKET EVENTS

- 17 Apr**
China GDP Release (2023Q1)
- 21 Apr**
US PMI Release (Apr)
- 24 Apr**
SG CPI Release (Mar)
- 25 Apr**
US Consumer Confidence (Apr)
- 27 Apr**
US GDP Release (2023Q1)

Hang Seng Index Price Chart



As of 11 Apr 2023 closing

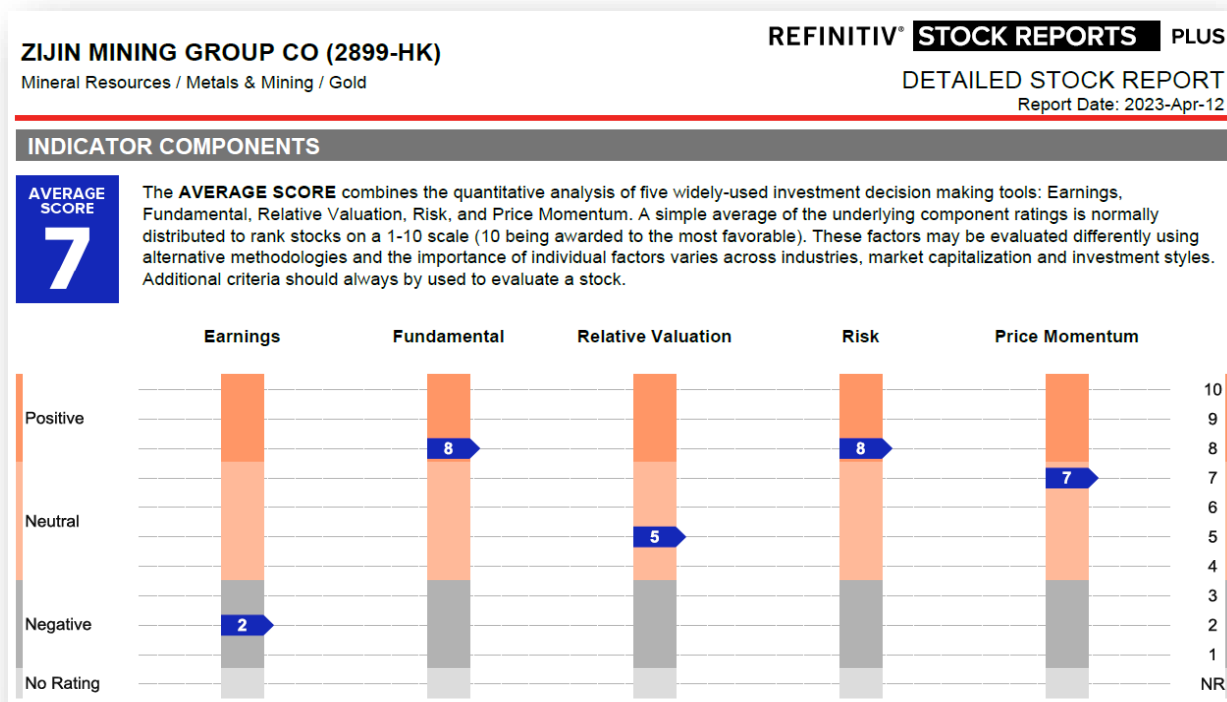
Headline News & Information

- Zijin Mining Group Company Limited operates metal mineral resources exploration and mining businesses. The company produces gold, copper, zinc, iron, and other base metals. Zijin Mining Group also conducts metal trade and investment businesses domestically and internationally (Bloomberg)
- Gold climbs as dollar pauses ahead of US inflation data (12 Apr 2023, Reuters)
 - Gold climbed back up above the key US\$2,000 level on 11 Apr 2023 as the dollar came off last session's peak, while traders hunkered down for U.S. inflation data for cues on future interest rate hikes
 - Bullion found some respite from a pause in the dollar, following a bounce in the previous session, also helping offset pressure from higher Treasury yields
- China expands gold reserves at central bank for fifth month (07 Apr 2023, Bloomberg)
 - China boosted its gold reserves for a fifth straight month, extending efforts by the world's central banks to boost their holdings of the precious metal
 - The People's Bank of China raised its holdings by about 18 tons in Mar 2023. Total stockpiles now sit at about 2,068 tons, after growing by about 102 tons in the four months before Mar 2023
 - Nations have been building up stockpiles of bullion amid heightened geopolitical risks and high inflation
 - Central banks demand rose for a second year in 2022, and the biggest buyers in January of this year, according to the World Gold Council

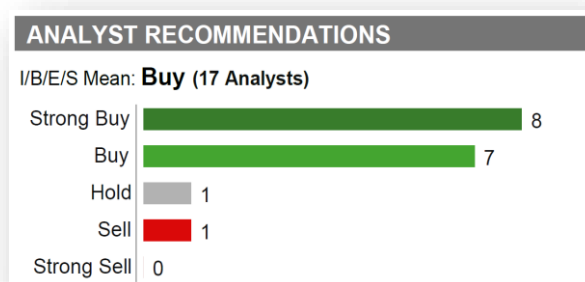
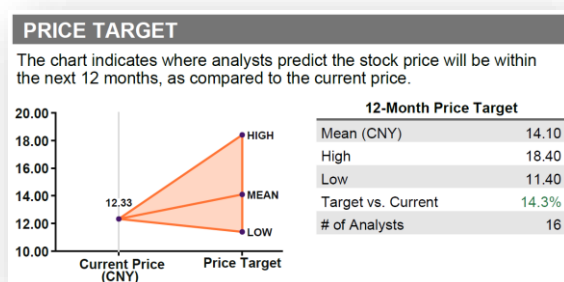
TRADING FLOWS	RESISTANCE LEVELS	SUPPORT LEVELS
• Shares rose 8% in the past 5 days and are up 20% in the past 30 days	• 15.61 (Consensus Analysts 12M Target Price)	• 12.58 (50 Day MA) • 11.70 (Mar 2023) • 10.50 (Dec 2022)

Fundamental Viewpoint

An Extract from STOCKREPORTS+



Analyst Price Target and Recommendations



Source: REFINITIV STOCKREPORTS+, extracted 12 Apr 2023

HK Peer Analysis (STOCKREPORTS+)

PEER ANALYSIS													Currency in HKD	
Average Score	Ticker	PRICE MOMENTUM				VALUATION		FUNDAMENTAL		ANALYSTS			# of Analysts	
		Price (2023-04-11)	1-Mo Return	3-Mo Return	1-Yr Return	Market Cap	Trailing PE	Forward PE	Dividend Yield	Net Margin	LTG Forecast	I/B/E/S Mean		
7	2899	14.06	19.6%	12.8%	10.9%	77.6B	15.6	13.3	1.8%	9.1%	2.1%	Buy	17	
7	1378	7.72	-5.7%	-5.0%	-24.0%	69.0B	6.8	4.5	6.6%	6.6%	--	Buy	10	
2	1818	12.96	53.7%	38.5%	65.3%	33.5B	160.5	40.1	0.35%	5.1%	210%	Buy	8	
6	1787	17.20	22.9%	11.3%	-1.6%	14.4B	77.5	32.4	0.34%	1.7%	--	Buy	4	
5	340	0.39	-9.3%	8.3%	-53.6%	1.3B	24.9	--	--	4.0%	--	--	--	
5	8299	0.14	0.00%	-9.4%	336%	880M	51.4	--	--	10.2%	--	--	--	
9	3330	1.62	43.4%	74.2%	68.8%	413M	4.4	--	--	2.4%	--	--	--	
5	621	0.02	-9.1%	-9.1%	-28.6%	399M	8.8	--	--	--	--	--	--	
5	274	0.13	-18.5%	-58.7%	-67.2%	198M	--	--	--	-18.6%	--	--	--	
9	1712	0.93	3.3%	-1.1%	-29.0%	142M	10.9	--	--	4.7%	--	--	--	
4	1182	0.24	-15.8%	-15.8%	-33.1%	86M	--	--	--	-2.4%	--	--	--	
5.8	Average	5.04	7.7%	4.2%	22.2%	18.0B	40.1	22.6	2.3%	2.3%	105.9%	Buy	9.8	

PEER COMPANIES			
1182	Success Dragon International	274	Renaissance Asia Silk Road
1378	China Hongqiao Group	3330	Lingbao Gold Group Co
1712	Dragon Mining	340	Tongguan Gold Group
1787	Shandong Gold Mining Co	621	Taung Gold International
1818	Zhaojin Mining Industry Co	8299	Grand T G Gold Holdings

Source: REFINITIV STOCKREPORTS+, extracted 12 Apr 2023

Global Peer Analysis (Bloomberg)

Ticker	Name	Mkt Cap (USD) (Millions)	Last Px	P/E	P/E 5Yr Avg	P/B	P/B 5Yr Avg	Indicated Yield (%)
Average		14,600	49,714.50	28.76	17.81	2.29	1.95	4.21
2899 HK	ZIJIN MINING GROUP CO LTD-H	50,434	14.06	16.16	11.33	3.64	2.75	1.62
000975 CH	YINTAI GOLD CO LTD-A	5,758	14.28	35.26	24.17	3.63	2.70	1.96
NCM AU	NEWCREST MINING LTD	17,707	29.74	20.02	14.83	1.53	1.37	1.72
PE&OLES MM	INDUSTRIAS PENOLES SAB DE CV	5,948	271.33	32.53	23.00	1.40	1.10	N/A
PAAS CN	PAN AMERICAN SILVER CORP	6,925	25.66	N/A	N/A	1.82	1.76	2.10
FNV CN	FRANCO-NEVADA CORP	29,321	206.34	43.39	38.42	4.57	4.22	0.91
1818 HK	ZHAOJIN MINING INDUSTRY - H	5,399	12.96	88.62	N/A	2.29	1.09	0.35
FRES LN	FRESNILLO PLC	7,242	790.40	26.66	24.61	1.96	2.41	1.71
5713 JP	SUMITOMO METAL MINING CO LTD	11,412	5,222.00	5.44	4.81	0.85	0.87	3.87
VEDL IN	VEDANTA LTD	12,348	272.75	7.00	6.60	N/A	N/A	24.20
010130 KS	KOREA ZINC CO LTD	8,110	540,000	12.48	12.51	1.19	1.24	3.70

Source: Bloomberg, extracted 11 Apr 2023 closing

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