CSSD (601512 CH)

華泰金融控股(香港)有限公司

Main business stable, industrial investment paying off

Huatai Research

8 May 2022 China (Mainland)

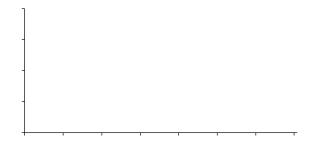
Quarterly Results Review Park & Zone Development Rating (Maintain): BUY Target price (RMB): 12.27

Main business stable, industrial investment paying off

CSSD released its 1Q22 results on 27 April, reporting revenue of RMB1.49bn

Fig.1: CSSD PE-Bands

Fig.2: CSSD PB-Bands



Source: Wind, Huatai Research

Source: Wind, Huatai Research

Full financials

Balance sheet								
YE 31 Dec (RMBmn)	2020	2021	2022E	2023E				
Current assets	14,398	15,756	20,991	27,429				
Cash & equivalents	3,917	3,119	7,153	11,941				
Account receivables	982.40							

2024E

36,302

20,120

YE 31 Dec (RMBmn)	2020	2021	2022E	2023E	2024E
Revenue	3,414	3,917	4,410	5,127	6,046
Operating costs	1,223	1,572	1,745	2,077	2,531

Disclaimers

Analyst Certification

I/We, CHEN Shen, LIU Lu, LIN Zhengheng, hereby certify that the views expressed in this report accurately reflect the personal views of the analyst(s) about the subject securities or issuers; and no part of the compensation of the analyst(s) was, is, or will be, directly or indirectly, related to the inclusion of specific recommendations or views in this report.

General Disclaimers and Disclosures

This report is not intended for any institution or individual investor of any region, country or other jurisdiction in which Huatai would violate local law or regulation; or subject Huatai to relevant law or regulation, due to the sending, publishing, or use of this report.

The copyright of this report is exclusively owned by HFHL. No organizations or individuals shall infringe the copyright of HFHL by any means, such as duplicating, reproducing, publishing, quoting or redistributing (in whole or in part) to any other person without the written consent of HFHL. Where HFHL agrees to quote or distribute, it shall be used within the permitted scope and obtain independent local advice to comply with applicable laws and regulations before distribution, and indicate the source as "Huatai HK Research". Any reference, deletion or modification inconsistent with the original intention of this report shall not be made. HFHL reserves the right to pursue legal actions against relevant infringement. All trademarks, service marks and marks used herein are trademarks, service marks and marks of HFHL.

Hong Kong, China

In Hong Kong, this research report is prepared and distributed by HFHL, which is regulated by the Hong Kong Securities and Futures Commission and is the wholly owned subsidiary of Huatai International Financial Holdings Company Limited (

) which is a wholly-owned subsidiary of Huatai Securities Co., Ltd., a joint stock company incorporated in the People s Republic of China with limited liability under the Chinese corporate name . This research report is intended for use only by institutional and professional investors as defined in the Hong Kong Securities and Futures Ordinance and its subsidiary legislation. Recipients of this research in Hong Kong may contact HFHL in respect of any matter arising from or in connection with this research.

Important HK Regulatory Disclosures

• HFHL does not have an individual employed by or #BBJ ()]108(S)14(e)-7(c)-6(u)-3(r)13(i)-4(ti)7(e)-3(s)-6()-3(n)---

Guide to Investment Rating

The investment rating system is based on total return potential including all paid or anticipated dividends relative to that of the benchmark over the next 6-12 months after the release of the report.

The benchmark: CSI-300 Index for A share market. Hang Seng index for Hong Kong market. S&P 500 index for US market.

Industry Rating Definitions

OVERWEIGHT: The industry index is expected to outperform the benchmark **NEUTRAL:** Performance of the industry index is expected to be in line with the benchmark **UNDERWEIGHT:** The industry index is expected to significantly underperform the benchmark

Stock Rating Definitions

BUY: The stock price is expected to outperform the benchmark by more than 15%

OVERWEIGHT: The stock price is expected to outperform the benchmark by 5%~15%

HOLD: The performance of the stock relative to that of the benchmark is expected to be within -15%~5%

SELL: The stock price is expected to underperform the benchmark by more than 15%

Rating suspended: The rating, target price and estimates have been suspended temporarily to comply with applicable regulations and/or firm policies

Not rated: Stocks are not in regular research coverage. Investors should not expect continuing or additional information from Huatai relating to such securities and/or companies

Legal Entity Disclosures

China: Huatai Securities Co., Ltd is approved by the China Securities Regulatory Commission under a qualification to carry out

Hong Kong: Huatai Financial Holdings (Hong Kong) Limited holds a license issued by the Securities and Futures Commission in Hong

USA: Huatai Securities (USA) Inc. is a registered broker-dealer and member of FINRA. License no.: CRD#: 298809/SEC#: 8-70231.

Huatai Securities Co., Ltd

Nanjing Building 1, Huatai Securities Plaza, No. 228 Jiangdong M Rd, Jianye District, Nanjing, 210019 Tel: 86 25 83389999/Fax: 86 25 83387521 Email: ht-rd@htsc.com

Shenzhen

10F, South Bosera Fund Building, No. 5999 Yitian Rd, Futian District, Shenzhen, 518017 Tel: 86 755 82493932/Fax: 86 755 82492062 Email: ht-rd@htsc.com

Huatai Financial Holdings (Hong Kong) Limited

Unit 5808-12, 58/F, The Center, 99 Queens Road Central, Central, HONG KONG Tel: +852 3658 6000/Fax: +852 2169 0770 Email: research@htsc.com http://www.htsc.com.hk/

Huatai Securities (USA) Inc.

41st Floor, 10 Hudson Yards, New York, NY 10001, UNITED STATES Tel: 212-763-8160/Fax: 917-725-9702 Email: Huatai@htsc-us.com http://www.htsc-us.com

© 2022 Huatai Securities Co., Ltd. All Rights Reserved

Beijing

18F, Building A, No. 28 Fengsheng Hutong, Taipingqiao St, Xicheng District, Beijing, 100032 Tel: 86 10 63211166/Fax: 86 10 63211275 Email: ht-rd@htsc.com

Shanghai

23F, Building E, Poly Plaza, No. 18 Dongfang Rd, Pudong District, Shanghai, 200120 Tel: 86 21 28972098/Fax: 86 21 28972068 Email: ht-rd@htsc.com