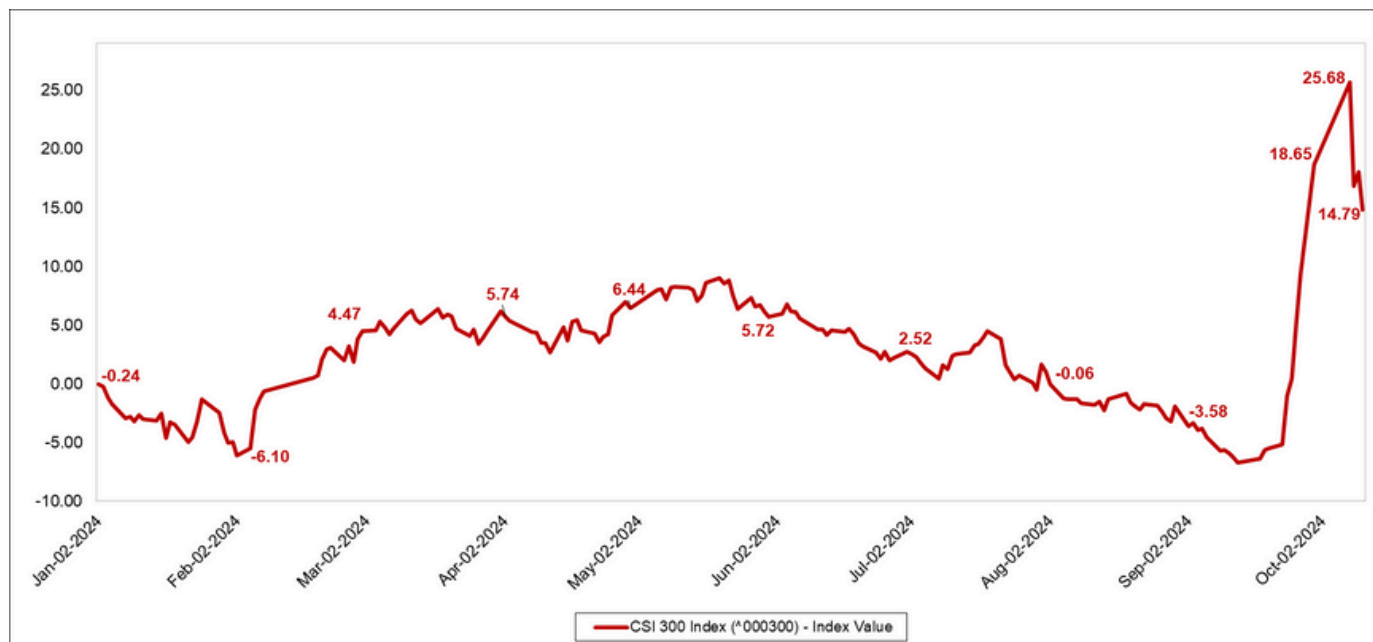


# NEWSLETTER

CHINA 2024 YTD: STIMULUS SPARKS A RALLY, BUT LONG-TERM HURDLES REMAIN



**China's economic landscape in 2024 has been shaped by its substantial stimulus efforts, a mixed stock market performance, and broader macroeconomic trends.**

**Stimulus Measures:** Facing economic headwinds from a sluggish real estate market and weakening consumer confidence, China introduced significant stimulus packages in 2024.

The People's Bank of China (PBOC) implemented monetary easing, including interest rate cuts and reductions in the reserve requirement ratio for banks, aiming to increase liquidity and support lending.

The government also injected liquidity into the stock market, with RMB 800 billion in support, including RMB 500 billion for brokers and funds to boost market sentiment. The property sector, central to the economy, received targeted support aimed at stabilizing housing markets, though its long-term recovery remains uncertain.

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**Stock Market Performance:** The stimulus has had a positive but volatile impact on China's stock market. Following the announcements, major indexes, such as the CSI 300, saw significant rallies, with some of the largest gains since 2008. Despite this, China's equity markets have remained fragile throughout the year, with the CSI 300 index still down about 1% year-to-date as of late September.

While short-term boosts were achieved, especially in the aftermath of stimulus announcements, investor confidence is still cautious, with concerns over long-term structural issues.

**Macroeconomic Trends:** The overall economic growth target for 2024 has been around 5%, but reaching this has been challenging due to weak domestic demand, high household debt, and a cooling real estate sector.

Real estate, a key driver of China's economy, continues to struggle despite government support, leading to a broader slowdown in investment.

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Additionally, consumer spending, crucial for sustained economic recovery, remains tepid due to concerns over employment and future income, particularly among the younger population.

**In conclusion, while China's stimulus measures have provided short-term boosts to both stock markets and certain economic sectors, the long-term effectiveness of these policies remains under scrutiny. Weak consumer demand, real estate challenges, and broader global tensions continue to cast a shadow over China's economic outlook for the remainder of 2024 and beyond.**

## Our recent blogs

- Understanding cybersecurity protecting the digital world
- Solar Energy Soars: A Decade of Unprecedented Growth
- Bitcoin's Big Cut: How Halving Impacts MARA and RIOT
- The E-commerce Maze: Let's look beyond the click and understand the "why" behind the "buy"

## ESG Company Reports

- ESG Report September 2024 – Coca-Cola Co. (CO)
- ESG Report September 2024 – Enphase Energy, Inc (ENPH)
- ESG Report September 2024 – Veeva Systems Inc (VEEV)
- ESG Report September 2024 – PepsiCo Inc. (PEP)
- ESG Report September 2024 – SolarEdge Technologies, Inc (SEDG)










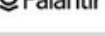
## Launching QoM™ Framework

**In the coming weeks, our research team will publish a detailed analysis of the Quality of Management of various listed companies.**

**Stay tuned for more details on how this innovative tool can provide valuable insights.**



## Month in review

Date		Company Name	Report name	CMP	TP	Rating
Sep-24		Costco Wholesale Corp.	Expands and enhances member value	\$892.38	\$978.00	BUY
Sep-24		Amazon.com, Inc.	From cloud to commerce, Amazon is leading the way	\$189.87	\$210.00	BUY
Oct-24		Broadcom Inc.	Vmware synergies and AI demand driving growth	\$172.50	\$190.00	BUY
Oct-24		Cisco System Inc.	Splunk boosts whereas networking struggles	\$52.85	\$57.00	HOLD
Sep-24		UBER Technologies, Inc.	"Uber's Strategic Expansion in Autonomous Driving and	\$84.94	\$80.00	HOLD
Sep-10		DoorDash, Inc.	Expanding Beyond Food Delivery to Drive Customer Engagement	\$150.02	\$137.70	BUY
Sep-24		First Solar	Positioning for Future Growth	\$241.72	\$267.20	BUY
Sep-24		Volkswagen AG	Strengthening BEV Momentum Amid Global Market Shift	\$96.10	\$113.58	BUY
Sep-24		Novartis AG	Strong pipeline with impressive growth and strategic execution	\$116.90	\$127.50	HOLD
Oct-24		Boston Scientific Corp	Silk Road Medical acquisition and soundCath purchase	\$83.08	\$90.58	HOLD
Oct-24		Palantir Technologies Inc.	Solving complex problems, one insight at a time	\$37.95	\$42.00	BUY
Oct-24		UiPath Inc.	A need for diamond hands	\$12.47	\$13.50	HOLD

## Up coming coverage

	Company Name	CMP
	Pandora A/S	DKK1064.50
	Alibaba Group Holdings Ltd	RMB99.850
	NVIDIA	\$138.07
	Micron Technology	\$108.34
	Airbnb	\$134.79
	Warner Bros. Discovery	\$7.54
	Siemens	\$182.88
	Next Era Energy	\$80.58
	AstraZeneca PLC	\$78.10
	Agilent Technologies Inc	\$144.25
	Alphabet Inc	\$166.90

## Sector report – Sept 2024

- Macro Trends Germany – 1H2024 – Half-Year Horizon: German Economic Shifts Unveiled
- Macro Trends Japan – 1H2024 – Shaping Futures: Macro Trends Unveiled
- Macro Trends China – 1H2024 – Mapping Macro Trends and Shifts for the Future
- E-COMMERCE INDUSTRY REPORT 2024 – AI-Driven Commerce, Human-Centered Experience


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