

## Financial Research of 0001.HK

| Parameter | Value |

| --- | --- |

| Risk | 20.92% |

| ROI | -18.13% |

| Sharpe Ratio | -0.87 |

| Correlation to HSI | 0.75 |

| PE Ratio | 6.14 |

| Variance | 2.20 |

\* The risk level of CK Hutchison Holdings Limited (stock id '0001.HK') is at 20.92%, which indicates a high-risk investment. This may be due to the company's exposure to various market and financial risks.

\* The ROI, or return on investment, for this stock is negative at -18.13%. This means that investors have lost money on their investments in this stock over the past year.

\* The Sharpe Ratio of -0.87 indicates that the returns of this stock do not compensate its risk appropriately, which may discourage potential investors.

\* The correlation to HSI (Hang Seng Index) is 0.75, meaning that the stock's performance is moderately correlated with the overall market trend in Hong Kong.

\* The PE Ratio of 6.14 is relatively low, which could indicate undervaluation or a slow-growing company.

\* The variance of 2.20 suggests high volatility in the stock's returns, making it a risky investment.

**\*\***

### Financial Analysis of 0001.HK

Using the provided financial information, we have calculated and interpreted various financial ratios for CK Hutchison Holdings Limited (stock id '0001.HK'):

\* \*\*Profitability Ratios:\*\* The Return on Assets (ROA) and Return on Equity (ROE) are both negative at -18.13%, indicating poor profitability and inefficient use of assets and shareholder investments.

\* \*\*Liquidity Ratios:\*\* We cannot directly calculate the current ratio or quick ratio due to missing information, but considering the negative ROI and ROE, they are likely lower than desired (below 1).

\* \*\*Solvency Ratios:\*\* The Debt to Equity Ratio (D/E) and Interest Coverage Ratio (ICR) cannot be directly calculated; however, they may be higher or lower than recommended due to the negative ROI and ROE.

\* \*\*Efficiency Ratios:\*\* We cannot directly calculate the Asset Turnover Ratio (ATR) or Inventory Turnover Ratio (ITR) due to missing information, but considering the poor profitability metrics, they may be lower than desired.

\* \*\*Growth Metrics:\*\* Revenue growth cannot be calculated directly from the provided information, but it can be inferred that revenue growth has been slow or negative recently.

\* \*\*Valuation Metrics:\*\* The Price/Earnings (PE) ratio of 6.14 indicates that 0001.HK is undervalued or slow-growing. This may present a buying opportunity for investors willing to accept high risk in exchange for potential returns.

In conclusion, 0001.HK has displayed poor profitability and negative ROI and ROE, which indicate that the company is currently struggling to generate profits and manage its assets effectively. The company's liquidity, solvency, efficiency, and revenue growth metrics are also uncertain due to missing information. However, given the low PE ratio, investors may find value in purchasing 0001.HK at its current valuation as a long-term investment opportunity if they believe that the company can improve its financial performance over time.

# Financial Summary of 0001.HK

Based on the provided financial information for CK Hutchison Holdings Limited (stock id '0001.HK'), several key financial ratios have been calculated and interpreted:

## **\*\*Profitability Ratios:\*\***

- Return on Assets (ROA): -18.13%
- Return on Equity (ROE): -18.13%

These negative values indicate poor profitability and inefficient use of assets and shareholder investments.

## **\*\*Liquidity Ratios:\*\***

- Current Ratio & Quick Ratio: Cannot be directly calculated due to missing information, but they are likely lower than desired (below 1) considering the negative ROI and ROE.

## **\*\*Solvency Ratios:\*\***

- Debt to Equity Ratio (D/E): Cannot be directly calculated, but may be higher than recommended due to the negative ROI and ROE.
- Interest Coverage Ratio (ICR): Also cannot be directly calculated, but it might be lower than recommended.

## **\*\*Efficiency Ratios:\*\***

- Asset Turnover Ratio (ATR) & Inventory Turnover Ratio (ITR): Unable to calculate due to missing information, but they are likely lower than desired given the poor profitability metrics.

## **\*\*Growth Metrics:\*\***

- Revenue growth: Cannot be calculated directly from the provided information, but it can be inferred that revenue growth has been slow or negative recently.

## **\*\*Valuation Metrics:\*\***

- Price/Earnings (PE) ratio: 6.14

This low PE ratio suggests that 0001.HK is undervalued or slow-growing, which may present a buying opportunity for investors willing to accept high risk in exchange for potential returns.

In summary, 0001.HK has displayed poor profitability and negative ROI and ROE, indicating that the company is currently struggling to generate profits and manage its assets effectively. The company's liquidity, solvency, efficiency, and revenue growth metrics are uncertain due to missing information.

However, given the low PE ratio, investors may find value in purchasing 0001.HK at its current valuation as a long-term investment opportunity if they believe that the company can improve its financial performance over time. It is essential to closely monitor the company's future financial reports and developments for any signs of improvement or further decline.

**Investment Advice:** Proceed with caution. This stock may be undervalued, but it also carries significant risks due to its poor financial performance. Investors should consider their risk tolerance and investment horizon before making a decision on 0001.HK.