Nexchip (688249.SS)

China Semis Capex upcycle to drive growth ahead; TP up to Rmb70, maintain Neutral on fair valuation

688249.SS	12m Price Target: **Rmb70.00**	Price: **Rmb54.12**	Upside: **29.3%**

We remain positive on China Semi supply chain riding on rising advanced node capacity expansion and the generative AI trend to support China semis ecosystem development. We expect strong earnings growth ahead for Nexchip, supported by:

- **Capacity expansion:** The company announced its capacity expansion plan on 40nm and 28nm chipset manufacturing (link), and the trial production is expected to begin in 4Q26, with a total capex budget of Rmb35.5bn. The company expects the new plant to reach full capacity in 2Q28, with a monthly capacity of 55k 12" wafers, covering diversified end products, such as AI smartphone, AI PC, smart automotive, etc. We raise Nexchip's capex and capacity in coming years, reflecting the contribution of the new plant, while the rising depreciation would weigh on the company's margin,
- **Price increase:** The company announced that a 10% price increase will be implemented starting Jun 2026 (link), offsetting the rising cost of raw materials, which is positive to the company's profitability.

We change the valuation methodology to 2030E discounted P/E (from near-term P/E previously) on better long-term visibility given customers' rising capex and increasing localization, which is same as our China Semi coverage. Maintain Neutral on fair valuation with TP up to Rm70.

Earnings revision: We raise our 2026-27E net incomes by 1% / 5%, mainly on higher revenues. Our 2026-27E revenues are revised up mainly on higher contribution from 40nm and 28nm business, supported by Nexchip's capacity expansion in coming years. Our 2026E GM is essentially unchanged, while 2027E GM is revised down, considering the rising depreciation cost from the new capacity weighing on margin. We introduce our 2028E estimates.

NEUTRAL

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Key Data

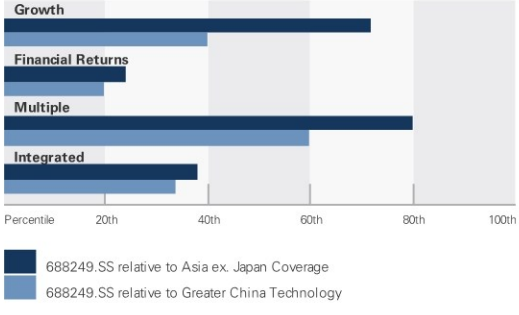
Market cap: Rmb108.6bn / $16.0bn
Enterprise value: Rmb136.9bn / $20.2bn
3m ADTV: Rmb2.4bn / $358.1mn
China
Greater China Technology
M&A Rank: 3
Leases incl. in net debt & EV?: Yes

GS Forecast

	12/25	12/26E	12/27E	12/28E
Revenue (Rmb mn) New	**10,885.4**	**14,953.9**	**18,723.5**	**20,685.3**
Revenue (Rmb mn) Old	11,353.0	14,853.9	17,295.3	–
EBITDA (Rmb mn)	4,951.2	6,314.5	7,964.2	9,139.7
EPS (Rmb) New	**0.35**	**0.68**	**1.11**	**1.90**
EPS (Rmb) Old	0.45	0.67	1.06	–
P/E (X)	71.1	79.5	48.7	28.5
P/B (X)	1.8	3.8	3.6	3.3
Dividend yield (%)	0.0	0.5	0.7	1.3
CROCI (%)	11.3	11.1	11.3	11.7

	3/26	6/26E	9/26E	12/26E
EPS (Rmb)	0.03	0.12	0.21	0.33

GS Factor Profile



Source: Company data, Goldman Sachs Research estimates.
See disclosures for details.

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NEUTRAL

Nexchip (688249.SS)

Rating since Sep 17, 2025

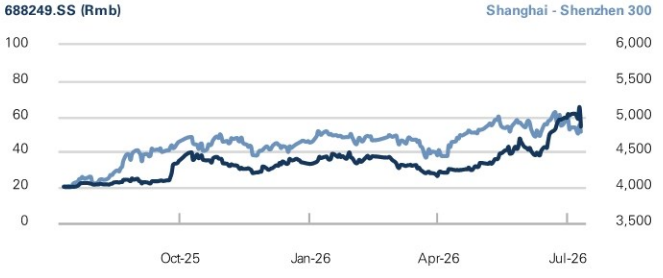
Ratios & Valuation

	12/25	12/26E	12/27E	12/28E
P/E (X)	71.1	79.5	48.7	28.5
P/B (X)	1.8	3.8	3.6	3.3
FCF yield (%)	(11.7)	(8.2)	(3.9)	0.0
EV/EBITDAR (X)	14.0	21.7	17.8	15.6
EV/EBITDA (excl. leases) (X)	14.0	21.7	17.8	15.6
CROCI (%)	11.3	11.1	11.3	11.7
ROE (%)	3.3	6.2	9.6	15.1
Net debt/equity (%)	68.6	98.1	109.7	104.6
Net debt/equity (excl. leases) (%)	68.6	98.1	109.7	104.6
Interest cover (X)	2.2	3.0	4.1	5.8
Days inventory outst, sales	54.0	50.9	50.9	49.2
Receivable days	36.5	35.5	34.5	33.5
Days payable outstanding	87.9	80.0	86.0	86.0
DuPont ROE (%)	2.5	4.7	7.4	11.7
Turnover (X)	0.2	0.2	0.2	0.2
Leverage (X)	1.9	2.4	2.8	2.9
Gross cash invested (ex cash) (Rmb)	51,464.5	65,918.5	77,515.9	86,262.1
Average capital employed (Rmb)	43,401.8	52,275.2	60,247.7	64,909.8
BVPS (Rmb)	14.00	14.38	15.04	16.19

Growth & Margins (%)

	12/25	12/26E	12/27E	12/28E
Total revenue growth	17.7	37.4	25.2	10.5
EBITDA growth	22.0	27.5	26.1	14.8
EPS growth	32.1	94.1	63.3	70.7
DPS growth	(100.0)	NM	63.3	70.7
EBIT margin	7.5	10.7	13.2	17.4
EBITDA margin	45.5	42.2	42.5	44.2
Net income margin	6.5	9.1	11.9	18.4

Price Performance



	3m	6m	12m
Absolute	79.5%	47.4%	170.9%
Rel. to the Shanghai - Shenzhen 300	74.1%	46.8%	127.2%

Source: FactSet. Price as of 10 Jul 2026 close.

Income Statement (Rmb mn)

	12/25	12/26E	12/27E	12/28E
Total revenue	10,885.4	14,953.9	18,723.5	20,685.3
Cost of goods sold	(8,107.3)	(10,663.3)	(13,228.1)	(13,945.9)
SG&A	(465.8)	(640.3)	(674.0)	(703.3)
R&D	(1,453.4)	(1,980.3)	(2,265.5)	(2,337.4)
Other operating inc./(exp.)	(41.3)	(64.3)	(80.7)	(89.2)
EBITDA	**4,951.2**	**6,314.5**	**7,964.2**	**9,139.7**
Depreciation & amortization	(4,133.5)	(4,708.8)	(5,489.2)	(5,530.1)
EBIT	**817.7**	**1,605.7**	**2,475.1**	**3,609.5**
Net interest inc./(exp.)	(339.6)	(515.9)	(480.2)	(329.5)
Income/(loss) from associates	1.4	10.4	–	–
Pre-tax profit	**466.7**	**1,285.3**	**2,143.2**	**3,748.4**
Provision for taxes	(0.2)	(6.3)	(10.7)	(37.5)
Minority interest	237.7	88.6	100.0	100.0
Preferred dividends	–	–	–	1.0
Net inc. (pre-exceptionals)	**704.2**	**1,367.5**	**2,232.5**	**3,811.9**
Post-tax exceptionals	–	–	–	–
Net inc. (post-exceptionals)	**704.2**	**1,367.5**	**2,232.5**	**3,810.9**
EPS (basic, pre-except) (Rmb)	**0.35**	**0.68**	**1.11**	**1.90**
EPS (diluted, pre-except) (Rmb)	**0.35**	**0.68**	**1.11**	**1.90**
EPS (basic, post-except) (Rmb)	**0.35**	**0.68**	**1.11**	**1.90**
EPS (diluted, post-except) (Rmb)	**0.35**	**0.68**	**1.11**	**1.90**
DPS (Rmb)	0.00	0.25	0.41	0.69
Div. payout ratio (%)	0.0	36.5	36.5	36.5

Balance Sheet (Rmb mn)

	12/25	12/26E	12/27E	12/28E
Cash & cash equivalents	2,276.6	6,220.0	14,429.7	19,534.2
Accounts receivable	1,187.5	1,725.4	1,819.2	1,983.5
Inventory	1,714.9	2,459.5	2,759.3	2,819.1
Other current assets	2,365.8	2,365.8	2,365.8	2,365.8
Total current assets	**7,544.7**	**12,770.7**	**21,373.9**	**26,702.6**
Net PP&E	30,655.0	41,338.0	47,987.8	51,852.3
Net intangibles	1,322.8	1,040.0	724.0	462.0
Total investments	549.7	549.7	549.7	549.7
Other long-term assets	13,225.7	13,225.7	13,225.7	13,225.7
Total assets	**53,298.0**	**68,924.1**	**83,861.2**	**92,792.3**
Accounts payable	1,709.3	2,965.0	3,268.5	3,303.3
Short-term debt	2,026.1	2,026.1	2,026.1	2,026.1
Short-term lease liabilities	–	–	–	–
Other current liabilities	1,526.1	2,116.4	2,432.0	3,007.9
Total current liabilities	**5,261.4**	**7,107.5**	**7,726.6**	**8,337.2**
Long-term debt	19,519.7	32,519.7	45,519.7	51,519.7
Long-term lease liabilities	–	–	–	–
Other long-term liabilities	429.1	429.1	429.1	429.1
Total long-term liabilities	**19,948.8**	**32,948.8**	**45,948.8**	**51,948.8**
Total liabilities	**25,210.3**	**40,056.4**	**53,675.5**	**60,286.1**
Preferred shares	–	–	–	–
Total common equity	21,768.5	22,637.1	24,055.1	26,475.6
Minority interest	**6,319.2**	**6,230.6**	**6,130.6**	**6,030.6**
Total liabilities & equity	**53,298.0**	**68,924.1**	**83,861.2**	**92,792.3**
Net debt, adjusted	19,269.2	28,325.8	33,116.1	34,011.6

Cash Flow (Rmb mn)

	12/25	12/26E	12/27E	12/28E
Net income	704.2	1,367.5	2,232.5	3,810.9
D&A add-back	4,133.5	4,708.8	5,489.2	5,530.1
Minority interest add-back	(237.7)	(88.6)	(100.0)	(100.0)
Net (inc)/dec working capital	(890.9)	(26.9)	(90.0)	(189.4)
Other operating cash flow	133.7	0.0	0.0	–
Cash flow from operations	**3,842.9**	**5,960.9**	**7,531.6**	**9,051.6**
Capital expenditures	(9,707.7)	(14,917.5)	(11,723.0)	(9,032.6)
Acquisitions	–	–	–	–
Divestitures	–	–	–	–
Others	(572.3)	(100.0)	(100.0)	(100.0)
Cash flow from investing	**(10,280.0)**	**(15,017.5)**	**(11,823.0)**	**(9,132.6)**
Repayment of lease liabilities	–	–	–	–
Dividends paid (common & pref)	(778.6)	0.0	(498.9)	(814.5)
Inc/(dec) in debt	2,360.4	13,000.0	13,000.0	6,000.0
Other financing cash flows	1,304.1	0.0	0.0	0.0
Cash flow from financing	**2,885.9**	**13,000.0**	**12,501.1**	**5,185.5**
Total cash flow	**(3,551.1)**	**3,943.4**	**8,209.7**	**5,104.5**
Free cash flow	(5,864.8)	(8,956.6)	(4,191.3)	19.0

Source: Company data, Goldman Sachs Research estimates.

Exhibit 1: Earnings revision

	2026E			2027E			2028E		
Rmb mn	Old	New	Chg	Old	New	Chg	Old	New	Chg
Revenue	14,854	14,954	1%	17,295	18,723	8%		20,685	
GP	4,238	4,291	1%	5,232	5,495	5%		6,739	
OP	1,589	1,606	1%	2,380	2,475	4%		3,610	
Net income	1,350	1,368	1%	2,136	2,233	5%		3,811	
Margins									
GM	28.5%	28.7%	0.2%	30.3%	29.4%	-0.9%		32.6%	
OPM	10.7%	10.7%	0.0%	13.8%	13.2%	-0.5%		17.4%	
NM	9.1%	9.1%	0.1%	12.3%	11.9%	-0.4%		18.4%	

Source: Company data, Goldman Sachs Global Investment Research

GSe vs. Bloomberg consensus: Our 2026-27E revenues are 12% / 14% higher than consensus, reflecting our more positive view on Nexchip's shipments growth ahead. Our 2026-27E GMs are higher than consensus, considering the manufacturing efficiency improvement as shipments ramp up. Our 2026E opex ratio is lower than consensus, mainly on the higher revenue scale. Overall, our 2026-27E net incomes are 15% / 28% higher than consensus.

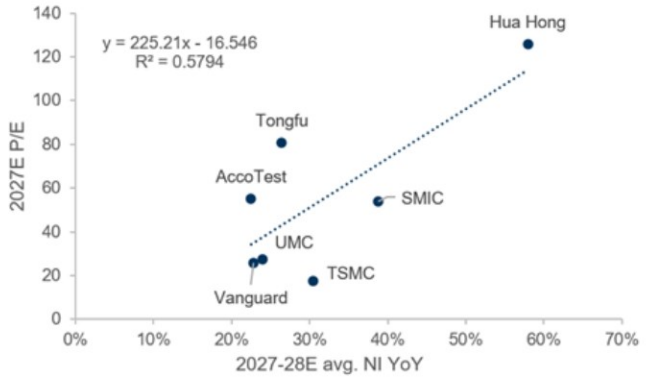
Exhibit 2: GSe vs. Bloomberg consensus

	2026E			2027E		
Rmb mn	G S	BBG	Diff %	G S	BBG	Diff %
Revenue	14,954	13,389	12%	18,723	16,359	14%
GP	4,291	3,749	14%	5,495	4,467	23%
OP	1,606	1,188	35%	2,475	1,758	41%
Net income	1,368	1,187	15%	2,233	1,750	28%
Margins						
GM	28.7%	28.0%		29.4%	27.3%	
OPM	10.7%	8.9%		13.2%	10.7%	
NM	9.1%	8.9%		11.9%	10.7%	

Source: Bloomberg, Goldman Sachs Global Investment Research

Valuation: We change the valuation methodology from near-term P/E to 2030E discounted P/E to capture long-term growth opportunities and consistent with our China Semis coverage. **Our 12-month target price is Rmb70.0 (up from Rmb41.7 previously)**. Our target multiple is derived from peers' correlation of forward year trading P/E and NI growth, which is 31x 2030E discounted P/E target multiple, based on the company's 2030-31E avg. NI YoY at 21%. We apply the 31x target P/E and discount it back to 2027E with a COE of 9%. Our new TP implied 2027E P/E at 63x is in line with the company's recent forward trading P/E range at ~64x. **Maintain Neutral.**

Exhibit 3: Peers' correlation of forward year trading P/E and net income growth



Source: Company data, Refinitiv Eikon, Goldman Sachs Global Investment Research

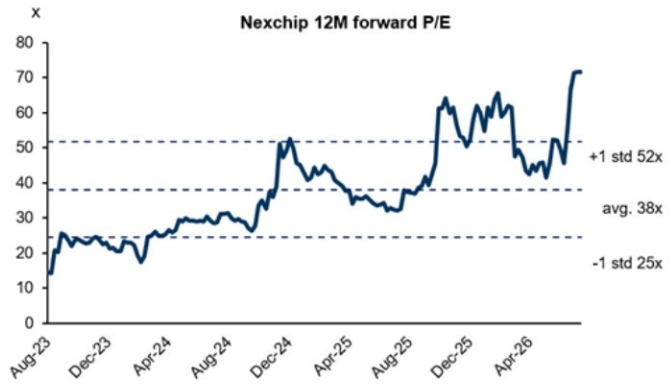
Exhibit 4: Nexchip discounted P/E

Rmb mn	2023	2024	2025	2026E	2027E	2028E	2029E	2030E	2031E
Revenue	**7,244**	**9,249**	**10,885**	**14,954**	**18,723**	**20,685**	**22,754**	**25,029**	**27,532**
Rev YoY %	*-28%*	*28%*	*18%*	*37%*	*25%*	*10%*	*10%*	*10%*	*10%*
Gross margin	21.6%	25.5%	25.5%	28.7%	29.4%	32.6%	34.6%	36.2%	37.2%
Gross profit	1,565	2,359	2,778	4,291	5,495	6,739	7,873	9,061	10,242
Opex	**1,411**	**1,712**	**1,960**	**2,685**	**3,020**	**3,130**	**3,186**	**3,254**	**3,304**
Opex ratio	19%	19%	18%	18%	16%	15%	14%	13%	12%
OP income	**155**	**647**	**818**	**1,606**	**2,475**	**3,610**	**4,687**	**5,807**	**6,938**
OPM	*2%*	*7%*	*8%*	*11%*	*13%*	*17%*	*21%*	*23%*	*25%*
Non-op gains	(35)	(165)	(351)	(320)	(332)	139	139	139	139
Pre-tax profit	**119**	**482**	**467**	**1,285**	**2,143**	**3,748**	**4,826**	**5,946**	**7,077**
Tax expense	0	0	0	6	11	37	48	59	71
Minority interest	(92)	(51)	(238)	(89)	(100)	(100)	(100)	(100)	(100)
Net profit	**212**	**533**	**704**	**1,368**	**2,233**	**3,811**	**4,778**	**5,886**	**7,006**
YoY	-93%	152%	32%	94%	63%	71%	25%	23%	19%
EPS	0.11	0.27	0.35	0.68	1.11	1.90	2.38	2.93	3.49
2030 Target P/E								31.0x	
12M target price (Rmb)					**70**				
TP implied P/E					**63**	**37**	**29**		

COE assumption	
Beta	0.90
Risk free	3.5%
Market risk premium	6.5%
COE	**9%**

Source: Company data, Goldman Sachs Global Investment Research

Exhibit 5: Nexchip 12M forward P/E



Source: Refinitiv Eikon

Exhibit 6: Nexchip P&L summary

Rmb m	1Q25	2Q25	3Q25	4Q25	1Q26	2Q26E	3Q26E	4Q26E	2022	2023	2024	2025	2026E	2027E	2028E
Revenues	2,568	2,631	2,931	2,756	2,912	3,356	4,131	4,556	10,051	7,244	9,249	10,885	14,954	18,723	20,685
GP	700	640	766	673	619	808	1,315	1,549	4,639	1,565	2,359	2,778	4,291	5,495	6,739
OP	249	165	246	158	170	304	491	641	3,404	155	647	818	1,606	2,475	3,610
Pretax income	86	146	163	71	29	217	404	636	3,156	119	482	467	1,285	2,143	3,748
Net income	135	197	218	154	51	238	425	655	3,045	212	533	704	1,368	2,233	3,811
EPS (Rmb)	0.07	0.10	0.11	0.08	0.03	0.12	0.21	0.33	2.02	0.11	0.27	0.35	0.68	1.11	1.90
Margins															
GM	27.2%	24.3%	26.1%	24.4%	21.3%	24.1%	31.8%	34.0%	46.2%	21.6%	25.5%	25.5%	28.7%	29.4%	32.6%
OPM	9.7%	6.3%	8.4%	5.7%	5.8%	9.0%	11.9%	14.1%	33.9%	2.1%	7.0%	7.5%	10.7%	13.2%	17.4%
NM	5.3%	7.5%	7.4%	5.6%	1.7%	7.1%	10.3%	14.4%	30.3%	2.9%	5.8%	6.5%	9.1%	11.9%	18.4%
Ratios															
S&M ratio	0.6%	0.6%	0.6%	0.6%	0.6%	0.7%	0.7%	0.7%	0.6%	0.7%	0.6%	0.6%	0.7%	0.6%	0.6%
G&A ratio	3.0%	3.0%	3.0%	3.0%	3.0%	3.5%	3.5%	3.5%	2.9%	3.7%	3.7%	3.7%	3.6%	3.0%	2.8%
R&D ratio	13.2%	13.6%	13.1%	13.6%	10.4%	10.4%	15.3%	15.3%	8.5%	14.6%	13.9%	13.4%	13.2%	12.1%	11.3%
Opex ratio	17.6%	18.0%	17.7%	18.7%	15.4%	15.0%	19.9%	19.9%	12.3%	19.5%	18.5%	18.0%	18.0%	16.1%	15.1%
YoY															
Revenues	15%	21%	23%	11%	13%	28%	41%	65%	85%	-28%	28%	18%	37%	25%	10%
GP	26%	24%	20%	4%	-12%	26%	72%	130%	89%	-66%	51%	18%	54%	28%	23%
OP	62%	68%	15%	-13%	-32%	84%	100%	305%	95%	-95%	319%	26%	96%	54%	46%
Net income	71%	83%	137%	-39%	-63%	21%	95%	325%	76%	-93%	152%	32%	94%	63%	71%
QoQ															
Revenues	4%	2%	11%	-6%	6%	15%	23%	10%							
GP	8%	-9%	20%	-12%	-8%	30%	63%	18%							
OP	37%	-34%	49%	-36%	7%	79%	62%	30%							
Net income	-47%	45%	11%	-29%	-67%	369%	79%	54%							

Source: Company data, Goldman Sachs Global Investment Research

Exhibit 7: Nexchip balance sheet

Rmb mn	2022	2023	2024	2025	2026E	2027E	2028E
Balance sheet							
Cash and equivalents	7,895	6,526	5,828	2,277	6,220	14,430	19,534
Net receivables	507	857	993	1,187	1,725	1,819	1,983
Inventory	1,022	1,493	1,503	1,715	2,459	2,759	2,819
Other current assets	1,416	3,069	1,420	2,366	2,366	2,366	2,366
Current assets	**10,838**	**11,945**	**9,744**	**7,545**	**12,771**	**21,374**	**26,703**
Net PP&E/Fixed assets	21,437	22,873	24,791	30,655	41,338	47,988	51,852
Net intangibles	1,434	1,358	1,313	1,323	1,040	724	462
Long term investments	-	100	177	550	550	550	550
Other long-term assets	5,055	11,880	14,373	13,226	13,226	13,226	13,226
Long term assets	**27,926**	**36,211**	**40,655**	**45,753**	**56,153**	**62,487**	**66,090**
Total assets	**38,765**	**48,156**	**50,399**	**53,298**	**68,924**	**83,861**	**92,792**
Accounts payable	926	8,000	2,194	1,709	2,965	3,269	3,303
Short-term debt	6,936	4,904	2,796	2,026	2,026	2,026	2,026
Other current liabilities	1,349	1,113	2,436	1,526	2,116	2,432	3,008
Current liabilities	**9,211**	**14,017**	**7,426**	**5,261**	**7,108**	**7,727**	**8,337**
Long-term debt	8,227	11,510	16,389	19,520	32,520	45,520	51,520
Other long-term liabilities	3,276	491	495	429	429	429	429
Long term liabilities	**11,503**	**12,002**	**16,884**	**19,949**	**32,949**	**45,949**	**51,949**
Total liabilities	**20,715**	**26,018**	**24,310**	**25,210**	**40,056**	**53,675**	**60,286**
Common stock	1,505	2,006	2,006	2,008	2,008	2,008	2,008
Treasury stock	-	-	(892)	(892)	(892)	(892)	(892)
Retained earnings	406	617	1,150	1,660	2,529	3,947	6,367
Other common equity	11,214	18,786	18,606	18,993	18,993	18,993	18,993
Total common equity	13,124	21,410	20,870	21,769	22,637	24,055	26,476
Minority interest	4,926	728	5,219	6,319	6,231	6,131	6,031
Total equity	**18,050**	**22,138**	**26,089**	**28,088**	**28,868**	**30,186**	**32,506**
BVPS	8.72	10.67	10.40	10.85	11.28	11.98	13.19
Cash conversion cycle							
Net receivable days	26	34	36	37	36	35	34
Inventory days	61	81	79	72	71	72	73
Net payable days	115	287	270	88	80	86	86
Cash conversion cycle	(28)	(172)	(154)	21	27	21	21
Ratios							
Net debt	7,268	9,887	13,358	19,269	28,326	33,116	34,012
gearing ratios	40%	45%	51%	69%	98%	110%	105%
Net cash per share	(5)	(5)	(7)	(10)	(14)	(16)	(17)
Dupont analysis							
Asset turnover	0.29	0.17	0.19	0.21	0.24	0.25	0.23
Leverage (assets to equity)	3.13	2.52	2.33	2.43	2.75	3.27	3.50
Net margin	30%	3%	6%	6%	9%	12%	18%
ROE (common equity)	27%	1%	3%	3%	6%	10%	15%
ROA	9%	0%	1%	1%	2%	3%	4%

Source: Company data, Goldman Sachs Global Investment Research

Exhibit 8: Nexchip cash flow statement

Rmb mn	2022	2023	2024	2025	2026E	2027E	2028E
Cash flow statement							
Net income	3,045	212	533	704	1,368	2,233	3,811
Minority interest add-back	111	(92)	(51)	(238)	(89)	(100)	(100)
Depreciation and amortization add-back	2,644	3,159	3,410	4,134	4,709	5,489	5,530
Net loss/(gain) on asset sales	-	(0)	(0)	-	-	-	-
(Increase)/decrease in working capital	(1,354)	6,252	(5,952)	(891)	(27)	(90)	(189)
Other operating cash flow items	1,834	(9,691)	4,821	134	-	-	-
Cash flow from operating	**6,280**	**(161)**	**2,761**	**3,843**	**5,961**	**7,532**	**9,052**
Capital expenditure	(6,890)	(7,408)	(13,223)	(9,708)	(14,918)	(11,723)	(9,033)
Other investment cash flow items	(1,575)	(1,619)	1,416	(572)	(100)	(100)	(100)
Cash flow from investing	**(8,466)**	**(9,027)**	**(11,807)**	**(10,280)**	**(15,018)**	**(11,823)**	**(9,133)**
Dividends paid	(320)	(415)	(636)	(779)	-	(499)	(815)
Change in common stock	-	502	-	1	-	-	-
Increase/(decrease) in short-term debt	(2,004)	(2,032)	(2,107)	(770)	-	-	-
Increase/(decrease) in long-term debt	3,050	3,283	4,879	3,130	13,000	13,000	6,000
Change in minority interest	4,260	(4,197)	4,490	1,101	-	-	-
Other financing cash flow items	337	10,775	1,790	224	-	-	-
Cash flow from financing	**5,323**	**7,915**	**8,416**	**2,908**	**13,000**	**12,501**	**5,185**
Others	(538)	(96)	(69)	(22)	-	-	-
Net change in cash	2,599	(1,368)	(698)	(3,551)	3,943	8,210	5,105
Ratio							
Capex to revenues	69%	102%	143%	89%	100%	63%	44%

Source: Company data, Goldman Sachs Global Investment Research

Valuation: We are Neutral-rated on Nexchip with a 12-month target price of Rmb70, which is based on 31x 2030E discounted P/E (discounted back to 2027E). Our target P/E is derived from peers' correlation of forward year trading P/E and NI growth.

Key Risks: Slower-/faster-than-expected capacity expansion; weaker-/stronger-than-expected demand in DDIC and CIS; slower-/faster-than-expected R&D; more/less intense competition than expected.

Disclosure Appendix

Reg AC

We, Allen Chang, Verena Jeng and Yifan Hu, hereby certify that all of the views expressed in this report accurately reflect our personal views about the subject company or companies and its or their securities. We also certify that no part of our compensation was, is or will be, directly or indirectly, related to the specific recommendations or views expressed in this report.

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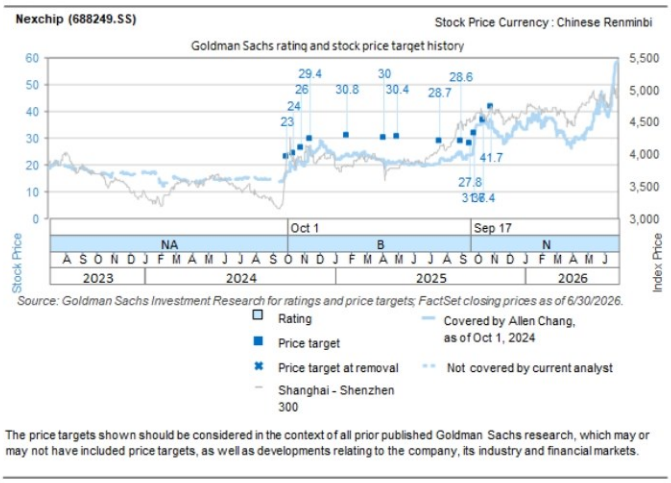
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Target price history table(s)

Nexchip (688249.SS)

Date of report	Target price (Rmb)	Closing price (Rmb)
30-Oct-25	41.70	36.03
14-Oct-25	36.40	36.33
26-Sep-25	31.70	32.90
17-Sep-25	27.80	23.82
31-Aug-25	28.60	24.28
22-Jul-25	28.70	21.80
02-May-25	30.40	21.32
06-Apr-25	30.00	21.91
25-Jan-25	30.80	24.18
15-Nov-24	29.40	25.16
30-Oct-24	26.00	20.01
13-Oct-24	24.00	19.42
02-Oct-24	23.00	17.51

Price targets shown in table(s) are unadjusted for corporate actions.

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