CHINA WEEKLY KICKSTART

Markets lost 2%; Targeted fiscal and monetary easing measures follow State Council call; Higher PMIs in September

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MXCN/CSI300 lost 1.9%/1.8% in the shortened trading week. Our US economists pushed back their rate hike forecast to Dec from Oct on softer Aug core PCE. At the State Council meeting on Sep 28, Premier Li pledged incremental measures and reaffirmed the commitment to achieve the full-year growth targets. On Sep 29, policymakers announced a combination of targeted fiscal and monetary easing measures, including a 25bp cut in the PSL rate and an expansion of PSL support to the "Six Networks" projects, higher quotas for various relending programs, and the first-ever mortgage interest subsidy for eligible first-home purchases. Both industrial profits and revenue edged up sequentially in Aug. Manufacturing, construction and services PMIs all rose in Sep. A-share markets will resume trading on Oct 8 after the National Day holiday.

Performance (Pages 10-14)

- H: Real Estate (3.4%) & Value (4.4%) outperformed, IT (-5.3%) & Momentum (-4.8%) lagged
- A: Real Estate (8.9%) & Growth (2.5%) outperformed, IT (-2.5%) & New China (-2.9%) lagged

Earnings and valuations (Pages 15-19)

- MXCN/CSI300 12m forward P/Es are 10.0x/12.9x
- I/B/E/S consensus 2026/27E EPS growth is 17%/17% and 25%/17% for MXCN and CSI300, respectively
- Real Estate/Health Care were revised up the most off/onshore

Flows (Pages 20)

- Southbound: US$56bn ytd

Key reports

- China Data Insights: China GDP Tracking: A Real-Time Nowcasting Framework

Policies and news

- China unveils FYP for the new-type battery industry.

Key charts: National Day, US Rates, Mortgage Subsidy & Barometers



Investors should consider this report as only a single factor in making their investment decision. For Reg AC certification and other in
see the Disclosure Appendix, or go to www.gs.com/research/hedge.html.

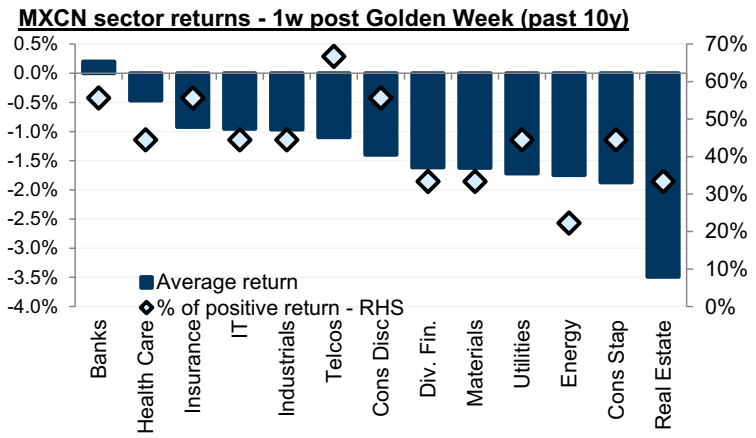
Charts of the Week: National Day Seasonality

Exhibit 1: 1-week performance after the National Day holiday by year

	1-week returns after the National Day over the past 10 years												
	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	Average	Median	Probability of increase
CSI300	2%	2%	-8%	4%	5%	1%	1%	-1%	-1%	-2%	0.2%	1.0%	60%
Banks	0%	1%	-5%	6%	3%	3%	-2%	0%	3%	3%	1.3%	2.0%	80%
Comm. Svcs.	10%	0%	-14%	3%	3%	2%	1%	0%	-1%	-7%	-0.4%	0.7%	60%
Cons. Disc.	1%	4%	-8%	3%	5%	6%	0%	-1%	0%	-4%	0.5%	0.5%	50%
Cons. Stap.	2%	5%	-8%	2%	6%	5%	-5%	-2%	-7%	0%	-0.1%	1.0%	60%
Energy	2%	-1%	-4%	2%	2%	-5%	-1%	-2%	-3%	5%	-0.7%	-1.5%	40%
Health Care	2%	3%	-8%	4%	7%	-2%	7%	2%	-5%	-7%	0.4%	2.0%	60%
Industrials	4%	2%	-8%	3%	6%	-1%	5%	-3%	-2%	-3%	0.3%	0.6%	50%
Info Tech.	2%	5%	-13%	2%	4%	0%	1%	2%	3%	-8%	-0.2%	2.2%	80%
Insurance	1%	4%	-6%	4%	6%	6%	1%	0%	2%	3%	2.1%	2.3%	90%
Materials	1%	0%	-7%	2%	7%	-1%	0%	0%	-4%	3%	0.1%	0.0%	50%
Real Estate	0%	1%	-9%	7%	0%	-2%	-4%	-3%	-5%	-1%	-1.8%	-1.8%	30%
Utilities	2%	2%	-7%	1%	0%	-10%	4%	1%	-4%	4%	-0.6%	0.9%	70%
MSCI China	-3%	0%	-4%	3%	3%	2%	-6%	1%	-9%	-6%	-1.8%	-1.3%	50%
Banks	-5%	0%	-2%	5%	5%	1%	-5%	4%	-2%	2%	0.4%	0.7%	60%
Comm. Svcs.	-2%	0%	0%	2%	6%	2%	-9%	1%	-10%	-8%	-1.8%	0.1%	60%
Cons. Disc.	-1%	0%	-2%	2%	3%	5%	-11%	1%	-10%	-9%	-2.1%	-0.2%	50%
Cons. Stap.	-2%	2%	-6%	2%	3%	2%	-6%	-2%	-10%	-1%	-1.8%	-1.3%	40%
Div. Fin.	0%	-1%	-5%	5%	3%	-4%	1%	0%	-14%	-2%	-1.7%	-0.5%	30%
Energy	-2%	-1%	-3%	3%	-2%	-3%	-2%	1%	-7%	2%	-1.3%	-1.9%	30%
Health Care	-3%	0%	-5%	4%	3%	-3%	5%	5%	-10%	-12%	-1.6%	-1.7%	40%
Industrials	-2%	1%	-5%	3%	2%	-1%	0%	-1%	-6%	-2%	-1.1%	-1.3%	40%
Info Tech.	-3%	0%	-4%	1%	4%	-2%	-2%	4%	-7%	-9%	-1.8%	-1.9%	40%
Insurance	-3%	1%	-2%	4%	3%	2%	-3%	3%	-14%	1%	-0.7%	1.1%	60%
Materials	-4%	-1%	-6%	3%	3%	-2%	-1%	0%	-6%	-2%	-1.6%	-1.5%	30%
Real Estate	0%	-4%	-4%	-7%	5%	-2%	1%	-9%	-12%	-2%	-3.3%	-2.8%	30%
Utilities	-3%	1%	-2%	3%	1%	-7%	0%	0%	-9%	4%	-1.2%	-0.1%	50%

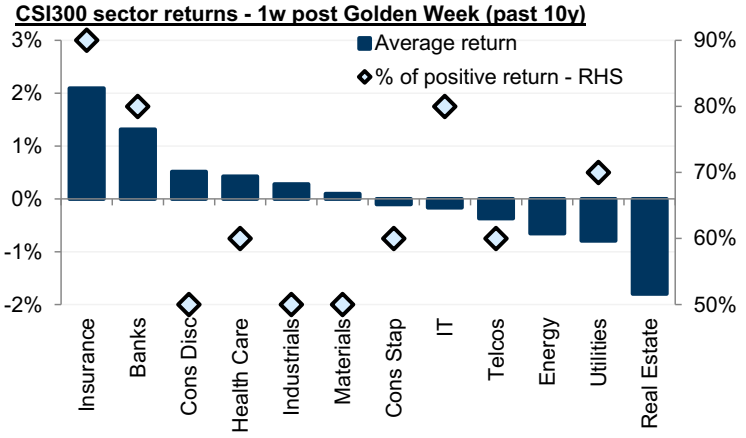
Source: Wind, FactSet, Goldman Sachs Global Investment Research

Exhibit 2: MXCN Consumer Staples and Real Estate tended to underperform during the week after the National Day holiday



Source: FactSet, MSCI

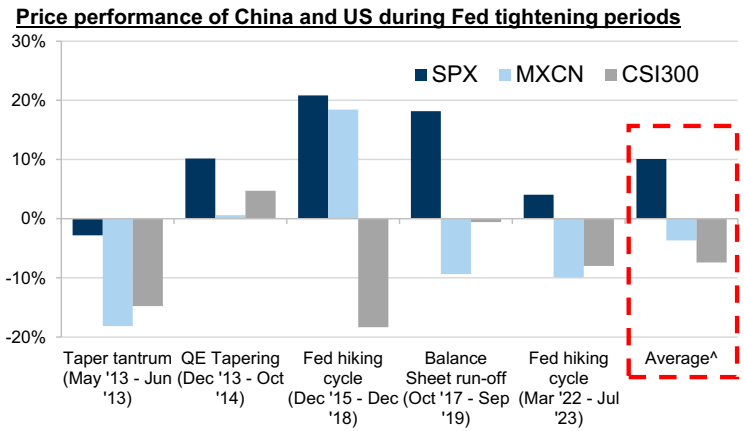
Exhibit 3: Non-bank Financials in CSI300 outperformed during the same period



Source: Wind

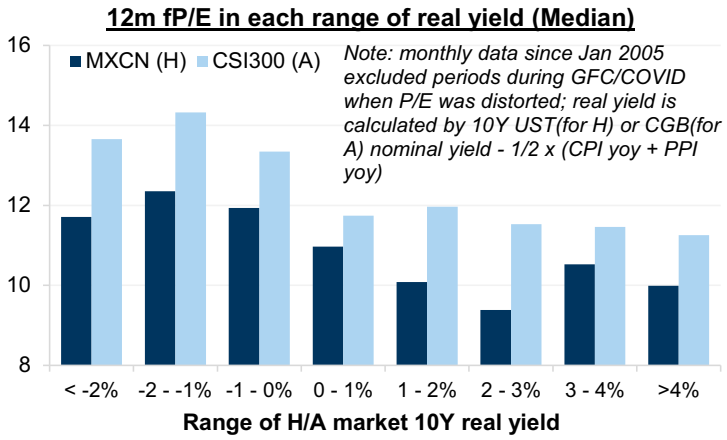
Charts of the Week: US Rates

Exhibit 4: US policy tightening was historically a headwind to Chinese equity returns



Source: Federal Reserve, FactSet, Bloomberg, Goldman Sachs Global Investment Research

Exhibit 5: Higher US real rates tend to put pressure on valuations of offshore Chinese equities



Source: Federal Reserve, FactSet, Wind, Goldman Sachs Global Investment Research

Exhibit 6: Tech and Materials have underperformed during the most recent Fed hiking cycle in 2022-23

	MXCN Style		MXCN Sector										
Episodes	Growth	Value	IT	Energy	Health Care	Cons Stap	Utilities	Telco	Materials	Real Estate	Financials	Cons Dics	Industrials
Taper tantrum (May '13 - Jun '13)	-13.3%	-22.1%	0.6%	-20.9%	-9.4%	-8.1%	-18.7%	-12.6%	-25.5%	-22.9%	-22.2%	-19.0%	-17.9%
QE Tapering (Dec '13 - Oct '14)	1.3%	4.5%	27.5%	-5.8%	17.4%	-16.4%	9.0%	13.9%	-9.4%	-13.0%	-5.1%	-3.3%	-3.1%
Fed hiking cycle (Dec '15 - Dec '18)	20.3%	7.5%	53.1%	31.2%	9.6%	14.4%	13.3%	-14.2%	45.2%	45.0%	5.4%	-14.2%	-13.2%
Balance Sheet run-off (Oct '17 - Sep '19)	-10.4%	-14.6%	-4.1%	-5.2%	9.6%	33.4%	6.5%	-8.6%	-19.4%	-9.7%	-6.5%	-23.2%	-19.8%
Fed hiking cycle (Mar '22 - Jul '23)	-17.5%	-11.2%	-21.0%	30.6%	-9.6%	-10.5%	-10.8%	-4.0%	-16.7%	-36.5%	-12.6%	-1.9%	-11.1%
Average	-3.9%	-7.2%	11.2%	6.0%	3.5%	2.6%	-0.1%	-5.1%	-5.2%	-7.4%	-8.2%	-12.3%	-13.0%

Source: Federal Reserve, MSCI, FactSet, Goldman Sachs Global Investment Research

Exhibit 7: Offshore Chinese equities are negatively correlated with both short- and long-end US rates

		T-stat of single linear regression (WoW changes)				
		US rates				
	Regression period	UST 1M	UST 3M	UST 2Y	UST 10Y	UST 10Y-3M
MXCN	1Y	-0.8	-1.0	-0.1	0.5	1.1
	3Y	-0.1	-0.8	0.3	-0.9	-0.6
	5Y	-1.1	-1.8	-0.6	-1.7	-0.5
	10Y	-0.6	-0.9	0.9	-0.3	0.4
	15Y	-0.8	-1.3	1.5	1.5	2.2
	Average	-0.1	-0.3	0.4	-0.3	0.0
CSI300	1Y	-1.2	-0.1	0.1	-1.1	-1.0
	3Y	1.0	0.2	1.4	-0.1	-0.2
	5Y	-0.4	-0.7	0.2	-1.1	-0.6
	10Y	-0.2	-0.6	1.4	0.4	0.8
	15Y	-0.2	-0.9	2.3	1.5	2.0
	Average	-0.1	-0.4	0.9	0.7	0.9

Note: single linear regression t-stat of WoW index returns on WoW interest rate changes

Source: Federal Reserve, PBoC, Wind, FactSet, Bloomberg, Goldman Sachs Global Investment Research

Charts of the Week: Mortgage Interest Subsidy

Exhibit 8: Our property team roughly estimates aggregate mortgage interest subsidies of ~Rmb15bn to households on an annual basis

New mortgage		Oct-26 ~ Sep-27
Home sales - primary	(Rmb tn)	7.2
-- % Eligible home purchases	(%)	*20%*
-- % Applying for mortgage	(%)	*90%*
Home sales - secondary	(Rmb tn)	5.6
-- % Eligible home purchases	(%)	*18%*
-- % Applying for mortgage	(%)	*60%*
Total home sales applying for mortgage	**(Rmb tn)**	**1.9**
LTV*	(%)	80%
New mortgage issuance	**(Rmb tn)**	**1.5**
Interest subsidy	*(bps)*	*100*
Mortgage interest subsidy to households	**(Rmb bn)**	**15**

*Assume 80% LTV, which is below the max 85% LTV ceiling, mainly to reflect the Rmb1mn eligible principal cap; we apply 5.8%/5.2% yoy growth rate for household income in 2026E/2027E, aligning with GS economist's for nominal GDP growth forecasts

Source: NBS, Goldman Sachs Global Investment Research

Exhibit 9: A mortgage rate of 2% (though only applicable for 5 years under this program) would suggest headroom for price appreciation especially for lower tier cities and under longer-tenor mortgage scenarios from a price-to-fair-value perspective

Derivation of gap of housing price to fair value based on our real mortgage rate vs. rental yield framework

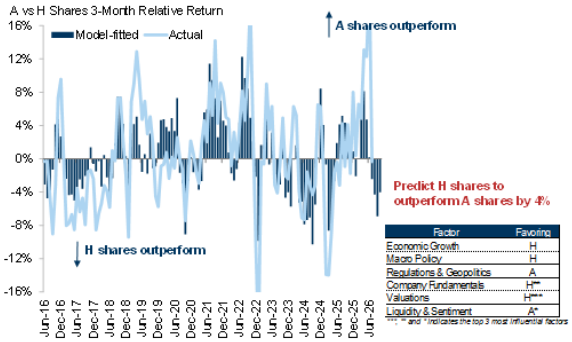
Gap to "fair value" ASP									
Mortgage assumption	**Tier-1**	**Tier-2**	**Tier-3**	**Tier-1**	**Tier-2**	**Tier-3**	**Tier-1**	**Tier-2**	**Tier-3**
Nominal mortgage rate	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%	2.00%
LT Inflation rate	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%	1.50%
Real mortgage rate	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%	0.50%
LTV	60%	60%	60%	60%	60%	60%	60%	60%	60%
Mortgage duration (years)	*20*	*20*	*20*	*30*	*30*	*30*	*40*	*40*	*40*
Real debt service %	**3.15%**	**3.15%**	**3.15%**	**2.15%**	**2.15%**	**2.15%**	**1.66%**	**1.66%**	**1.66%**
Aug-26 rental yield	1.8%	2.9%	3.0%	1.8%	2.9%	3.0%	1.8%	2.9%	3.0%
Implied ASP gap to "fair value"	***-44%***	***-9%***	***-6%***	***-18%***	***33%***	***37%***	***7%***	***73%***	***79%***

GS economist forecast on inflation rate: 1.02%/1.01%/1.38% for 26E-28E and 1.5% in 29E-36E, as of 9/29/2026; the team uses 60% LTV here as a common case per banks' observations. More detailed explanation of \"fair value\" available in our report \"2025 Outlook: Bottoming in sight\" published on 10/22/2024.

Source: Wind, Goldman Sachs Global Investment Research

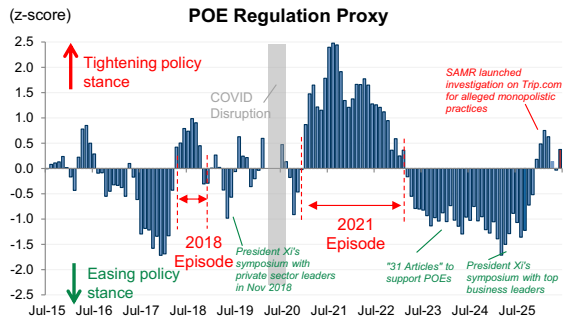
Charts of the Week: Proprietary Models and Barometers

Exhibit 10: Our A-H rotation model suggests that H shares are likely to modestly outperform A shares in the next three months



Source: Bloomberg, FactSet, Goldman Sachs Global Investment Research

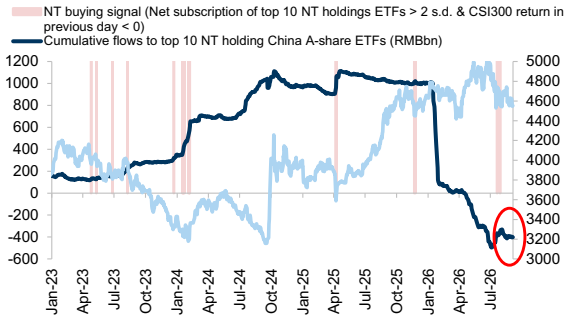
Exhibit 11: Our news search-based proxy indicates that policy towards POEs is now in a slightly restrictive zone



Note: POE Regulation Proxy reflects the text-mining results of news among POE-heavy sectors. Data points during Mar-Jun 2020 have been removed due to COVID disruptions. The latest bar shows the reading of Jun 2026

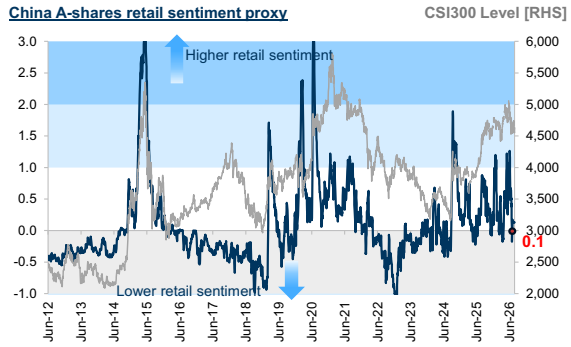
Source: Factiva, MSCI, Goldman Sachs Global Investment Research

Exhibit 12: Our top 10 National Team favorite ETFs tracker



Source: Wind, Goldman Sachs Global Investment Research

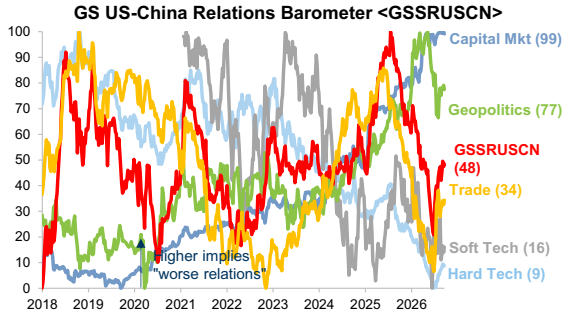
Exhibit 13: Our revamped A-share Retail Sentiment Proxy is not stretched compared to previous periods of strong sentiment



we now take 1Y average of z-scores for readings since 2023

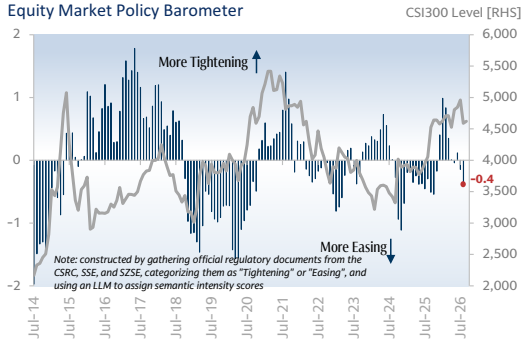
Source: Wind, CSF, SSE, SZSE, SIPF, ICBC, Goldman Sachs Global Investment Research

Exhibit 14: US-China Relations Barometer (GSSRUSCN) at 48



Source: Goldman Sachs Global Investment Research

Exhibit 15: The equity market policy stance based on our Equity Market Policy Barometer



Source: Wind, FactSet, Goldman Sachs Global Investment Research

Goldman Sachs' China strategy and economic view at a glance

Market stance

Price	MSCI China		CSI300		MSCI Hong Kong	
Current Level	71		4,358		15,372	
Index Target	12M	2027E	12M	2027E	12M	
	85	115	5,500	6,000	17,800	
Potential Upside	19%	62%	26%	38%	16%	
EPS Growth Forecast (%)	2026E	2027E	2026E	2027E	2026E	2027E
GS Top Down	8%	12%	20%	13%	10%	7%
Consensus	17%	17%	25%	17%	19%	4%
Consensus Valuations	2026E	12M	2026E	12M	2026E	12M
P/E (X)	11.5	10.0	14.3	12.5	14.3	13.8
P/B (X)	1.3	1.2	1.6	1.5	1.2	1.1
D/Y (%)	2.6	2.9	2.7	3.0	4.0	4.1

Source: Bloomberg, FactSet, Goldman Sachs Global Investment Research

Sector stance

Allocation	MSCI China Industry Group	25-27E EPS CAGR	26E P/E (X)	26E P/B (X)	26E PEG
Overweight	Materials	45.4	9.6	1.8	0.8
	Tech Hardware	35.7	21.4	2.9	0.5
	Capital Goods	28.1	11.7	1.2	0.6
	Retailing	24.9	14.0	1.5	0.3
	Insurance	5.4	5.1	0.8	2.6
Marketweight	Semis	335.1	83.4	6.6	1.0
	Autos	53.6	16.9	1.7	0.3
	Cons Svcs	50.3	19.4	1.8	0.3
	Div Financials	22.9	8.0	0.8	0.8
	HC Equip & Svcs	20.2	29.2	3.5	2.0
	Energy	16.9	9.7	1.0	6.6
	Banks	8.9	6.6	0.6	0.7
	Media & Ent	8.9	12.9	2.1	1.0
	Utilities	3.2	-	0.9	1.3
Underweight	Food Bev	19.5	16.3	2.5	0.7
	Telecom Svcs	19.0	10.0	0.6	1.1
	Cons Durables	10.7	11.0	1.8	0.7
	Transportation	10.3	10.3	1.1	2.3
	Real Estate	7.4	13.9	0.7	0.7

Source: FactSet, MSCI, Goldman Sachs Global Investment Research

Global GDP and China macro forecasts

GS Macro Forecasts			
Real GDP (%, yoy)	2025	2026	2027
China	4.9	4.5	4.6
United States	2.1	2.2	2.2
Europe	1.3	0.9	1.1
Japan	1.2	0.9	1.2
Asia-Pacific	4.5	4.4	4.1
World	2.8	2.6	2.7
World ex-China	2.3	2.2	2.3
Output and Prices (%, yoy)			
Industrial Production	5.9	5.8	5.6
CPI	0.1	1.0	1.0
Policy Rate	1.4	1.4	1.3
USDCNY	7.00	6.70	6.41

Source: Goldman Sachs Global Investment Research

China real GDP forecasts

GS China Real GDP Forecasts		YoY%	QoQ%, SAAR
2023		5.4	
2024		5.0	
2025		4.9	
2026		4.5	
2027		4.6	
2025	**Q1**	5.4	4.5
	Q2	5.2	4.9
	Q3	4.8	4.5
	Q4	4.5	4.5
2026	**Q1**	5.0	5.3
	Q2	4.3	3.6
	Q3	4.4	4.0
	Q4	4.4	4.5

Source: Goldman Sachs Global Investment Research

Macro indicators summary

Indicators		Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep
GS Proprietary Indicators																			
Activity	GS China CAI (% mom annualized)	4.8	4.2	4.7	5.0	4.8	5.6	4.2	4.7	4.7	6.3	6.5	5.6	2.6	4.2	5.0	4.6	4.9	-
Money/Credit	GS China FCI*	101.9	101.7	101.5	101.3	101.4	101.5	101.7	102.0	102.0	102.1	102.1	102.7	102.7	102.7	103.2	103.4	103.1	-
Macro																			
Activity	Industrial Production (yoy %)	6.1	5.8	6.8	5.7	5.2	6.5	4.9	4.8	5.2	6.3	6.3	5.7	4.1	4.5	5.3	4.5	5.2	-
	FAI (yoy %)	3.6	2.9	0.8	(5.2)	(6.8)	(6.7)	(11.4)	(10.7)	(13.0)	1.8	1.8	1.6	(8.2)	(10.6)	(9.3)	(6.7)	(1.9)	1.3
	Retail Sales (yoy %)	5.1	6.4	4.8	3.7	3.4	3.0	2.9	1.3	0.9	-	2.8	1.7	0.2	(0.6)	1.0	0.6	0.4	-
Trade	Exports (yoy %)	8.0	4.7	5.7	7.0	4.2	8.2	(1.3)	5.8	6.4	10.0	39.6	2.5	14.0	19.2	26.9	23.9	25.0	-
	Imports (yoy %)	(0.3)	(3.3)	1.3	4.2	1.7	8.0	1.8	2.6	6.4	26.9	14.7	28.4	25.3	27.4	35.8	27.5	28.2	-
Prices	CPI (yoy %)	(0.1)	(0.1)	0.1	0.0	(0.4)	(0.3)	0.2	0.7	0.8	0.2	1.3	1.0	1.2	1.2	1.0	0.5	0.8	-
	PPI (yoy%)	(2.7)	(3.3)	(3.6)	(3.6)	(2.9)	(2.3)	(2.1)	(2.2)	(1.9)	(1.4)	(0.9)	0.5	2.8	3.9	4.1	3.5	3.8	-
Activity Survey	NBS Construction PMI	51.9	51.0	52.8	50.6	49.1	49.3	49.1	49.6	52.8	48.8	48.2	49.3	48.0	48.8	49.0	47.0	46.9	50.3
	NBS Manufacturing PMI	49.0	49.5	49.7	49.3	49.4	49.8	49.0	49.2	50.1	49.3	49.0	50.4	50.3	50.0	50.3	49.2	49.8	50.1
	Caixin Manufacturing PMI	50.4	48.3	50.4	49.5	50.5	51.2	50.6	49.9	50.1	50.3	52.1	50.8	52.2	51.8	51.7	50.9	51.5	52.1
	NBS Service PMI	50.1	50.2	50.1	50.0	50.5	50.1	50.2	49.5	49.7	49.5	49.7	50.2	49.6	50.3	50.4	49.3	49.3	50.2
Money & Credit	M2 Growth (yoy %)	8.0	7.9	8.3	8.8	8.8	8.4	8.2	8.0	8.5	9.0	9.0	8.5	8.6	8.6	8.0	7.7	7.5	-
	New RMB Loans (RMB bn)	280	620	2240	(50)	590	1290	220	390	910	4710	900	2990	(10)	520	1610	(340)	60	-
	TSF Stock (yoy %)	8.7	8.7	8.9	9.0	8.8	8.7	8.5	8.5	8.3	8.2	8.2	7.9	7.8	7.7	7.4	7.4	7.2	-
Industry																			
Profits	Industrial Profits (yoy %)	3.1	(7.7)	(4.7)	(0.5)	17.7	22.6	(8.1)	(14.2)	4.7	15.3	15.3	17.1	25.7	22.0	18.2	10.7	4.3	-
Investment Related	Infrastructure FAI (yoy %)	6.8	5.5	3.2	(4.3)	(8.3)	(8.1)	(13.7)	(12.4)	(16.2)	7.3	7.3	5.8	(5.6)	(11.5)	(9.4)	(7.0)	0.0	-
	Manufacturing FAI (yoy %)	8.2	7.8	5.6	(0.2)	(2.0)	(1.8)	(6.9)	(3.8)	(7.7)	3.1	3.1	4.8	(4.8)	(4.1)	(2.8)	(3.6)	(3.6)	(3.6)
	Excavator Sales (yoy %)	17.6	2.1	13.3	25.2	12.8	25.4	7.8	13.9	19.2	49.5	(10.6)	26.4	29.8	36.2	35.3	13.9	19.3	-
	Electricity Production (yoy %)	0.9	0.5	1.7	3.1	1.6	1.5	7.9	2.7	0.1	-	-	1.4	2.6	4.2	2.0	(0.1)	(0.8)	-
	Cement Production (yoy %)	(5.3)	(8.1)	(5.3)	(5.6)	(6.2)	(8.6)	(15.8)	(8.2)	(6.6)	-	-	(21.0)	(10.8)	(8.1)	(5.6)	(11.6)	(11.7)	-
	Steel Production (yoy %)	0.0	(6.9)	(9.2)	(4.0)	(0.7)	(4.6)	(12.1)	(10.9)	(10.3)	-	-	(6.3)	(2.8)	(2.7)	0.4	(3.6)	(3.7)	-
Land & Housing	Average Land Price (Nationwide, yoy %)	14.9	32.1	19.6	12.6	(19.5)	(5.0)	(12.1)	(15.7)	(10.7)	(18.0)	(14.1)	(27.5)	(13.0)	(10.9)	(2.8)	21.7	54.4	-
	Average Housing Price (70-City, yoy %)	(4.0)	(3.5)	(3.1)	(2.7)	(2.4)	(2.1)	(2.1)	(2.4)	(2.8)	(3.2)	(3.3)	(3.5)	(3.6)	(3.5)	(3.3)	(3.2)	(3.2)	(3.2)
	Property Sales (yoy %)	(7.1)	(7.1)	(11.5)	(14.1)	(14.8)	(12.4)	(25.1)	(26.1)	(24.2)	-	(20.2)	(13.9)	(8.0)	(9.8)	(15.5)	(10.3)	(12.8)	-
	Property FAI (yoy %)	(11.3)	(12.0)	(12.9)	(17.1)	(19.4)	(21.1)	(23.2)	(29.7)	(36.8)	(11.1)	(11.1)	(11.3)	(20.1)	(24.3)	(24.2)	(21.0)	(12.0)	(10.0)
Retail	Domestic Car Retail Volumes (yoy %)	14.5	13.7	18.2	7.3	5.9	6.4	(0.5)	(8.1)	(14.0)	(13.9)	(25.4)	(15.0)	(21.5)	(22.1)	(23.2)	(20.9)	(23.6)	-
	Online Retail Sales (yoy %)	1.3	(4.2)	4.3	(2.0)	3.4	3.4	2.6	(0.1)	1.5	-	43.0	27.8	39.0	37.6	26.2	31.6	35.1	-
	Express Delivery Sales (yoy %)	10.8	8.2	9.0	8.9	4.2	7.2	4.7	(3.7)	0.7	14.4	0.0	4.7	6.3	9.5	7.7	8.1	6.9	-

Note: Green = Equal or above 3M moving average; Red = Below 3M moving average; * Higher means tighter financial conditions

Green: Number of data points above or below 3m trend
Red: Number of data points below 3m trend



Source: Wind, NBS, CEIC, Bloomberg, Goldman Sachs Global Investment Research

Performance snapshot: Global markets, commodities, FX and rates

Global Equities (Local Currency)

Index	Ticker	Level	Price Return (%) WTD	YTD	Total (US$)	RSI
Nikkei 225	NKY	68,309	2.9	35.7	32.6	67.5
NASDAQ	CCMP	26,872	(0.7)	15.6	16.1	57.0
S&P500	SPX	7,666	(1.0)	12.0	12.9	48.0
Euro STOXX 50	SX5E	6,240	(1.0)	7.7	5.9	42.9
MXAPJ	MXAPJ	880	(1.2)	21.9	24.2	45.7
MSCI AC World	MXWD	1,134	(1.2)	11.8	13.3	40.9
MSCI EM	MXEF	1,708	(1.4)	21.6	23.8	45.4

China Major Indices (Local Currency)

Index	Ticker	Level	Price Return (%) WTD	YTD	Total (US$)	RSI
SHCOMP	SHCOMP	3,842	(1.2)	(3.2)	2.7	36.9
HSCEI	HSCEI	8,031	(1.7)	(9.9)	(8.5)	30.5
CSI300	SHSZ300	4,358	(1.8)	(5.9)	(0.0)	28.8
MSCI China	MXCN	71	(1.9)	(14.3)	(13.3)	27.5
Hang Seng	HSI	23,972	(2.2)	(6.5)	(4.7)	26.4
HSTECH	HSTECH	4,158	(3.6)	(24.6)	(24.6)	21.8
ChiNext	SZ399006	3,135	(4.7)	(2.1)	2.9	27.3
MSCI Overseas China	MXOCN	3,209	(5.2)	(6.7)	(5.8)	53.6
STAR50	STAR50	1,530	(5.7)	13.8	18.9	34.0

Global Commodities

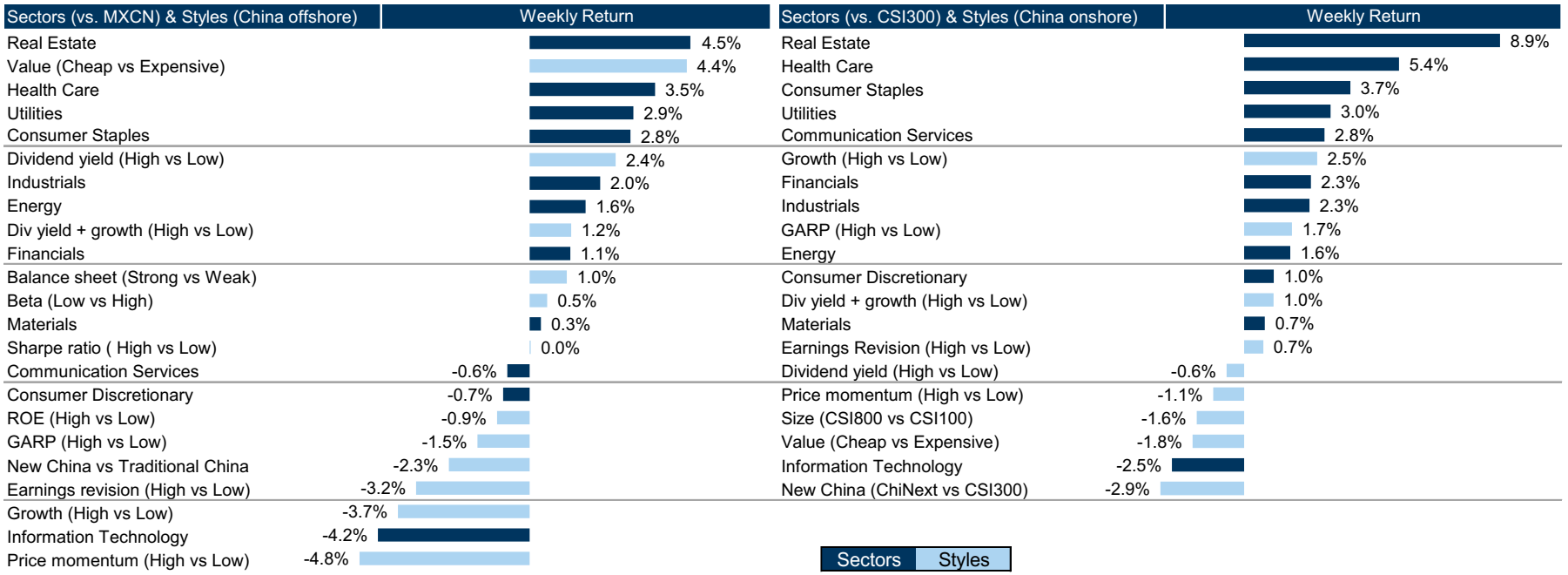
Commodity	Ticker	Level	Price Return (%) WTD	MTD	YTD	RSI
Brent	EUCRBRDT Comdty	127	3.1	5.6	103.2	63.7
Thermal Coal	XW1 Comdty	149	2.4	1.9	38.9	58.9
WTI	CL1 Comdty	93	0.5	2.7	61.7	39.9
Steel (Rebar)	CDSPDRAV Index	3,214	0.1	0.0	(0.8)	92.6
Palm Oil	KO1 Comdty	4,374	(2.3)	(1.1)	9.4	21.9
LME Copper	LMCADS03 Comdty	14,244	(2.6)	(1.2)	14.7	38.8
CMX Gold	GC1 Comdty	4,173	(2.7)	0.4	(3.9)	34.8
Iron Ore	IORA Comdty	92	(2.9)	(1.0)	(9.1)	21.1
Aluminum	LA1 Comdty	3,122	(4.7)	(1.7)	4.8	22.3
Baltic Dry Bulk	BDIY Index	3,140	(8.3)	0.9	67.3	32.5

Currencies / Rates

Currency/Rate	Level	Change (% for Currencies/Net for Rates) WTD	MTD	YTD	RSI
USD Index	102.1	1.1	0.6	3.8	76.0
USDCNY	6.8	0.6	0.7	(3.4)	43.6
USDJPY	158.1	0.5	0.4	0.9	54.2
USDCNH	6.8	0.4	0.6	(3.2)	43.7
EURUSD	1.1	(1.3)	(0.8)	(4.3)	11.8
AUDUSD	0.7	(1.3)	(0.2)	3.9	20.6
US Treasury 10Y	5.2	0.08	(0.0)	1.1	71.5
China 5Y Swap Rate	1.5	0.01	0.0	(0.1)	53.3
China 10Y Govt Bond	1.7	0.01	0.0	(0.2)	47.2
China 7D Repo	1.4	(0.04)	0.0	(0.8)	27.0

Source: Bloomberg, Refinitiv, Data compiled by Goldman Sachs Global Investment Research

Weekly performance summary



Source: FactSet, Wind, MSCI, Goldman Sachs Global Investment Research

Weekly top and bottom performers in MSCI China

	A			HK			ADR		
	Ticker	Name	Weekly Return	Ticker	Name	Weekly Return	Ticker	Name	Weekly Return
Top 5 performer	600418 CG	Jianghuai Automobile	20%	9926 HK	Akeso	13%	BZ UW	Kanzhun	6%
	000513 CS	Livzon Pharma	19%	1908 HK	C&D International	10%	BEKE UN	KE Holdings, Inc.	2%
	601238 CG	Guangzhou Automobile	15%	2202 HK	China Vanke	9%	TAL UN	TAL Education	1%
	000002 CS	China Vanke	13%	902 HK	Huaneng Power	7%	YUMC UN	YUMC UN	1%
	300413 CS	Mango Excellent Media	11%	1093 HK	CSPC	6%	LEGN UW	Legend Biotech	1%
Bottom 5 performers	600487 CG	Hengtong Optic-Electric	-18%	881 HK	Zhongsheng Group	-11%	QFIN UW	360 DigiTech, Inc.	-11%
	601567 CG	Sanxing Medical Electric	-16%	9868 HK	Xpeng	-8%	TME UN	Tencent Music	-7%
	300316 CS	Jingsheng Mechanical	-12%	1810 HK	China Unicom	-7%	IQ UW	iQIYI	-4%
	300502 CS	Eoptolink Technology	-10%	966 HK	China Taiping Insurance	-6%	ATHM UN	Autohome	-2%
	600522 CG	Zhongtian Technology	-10%	2015 HK	Li Auto	-6%	HTHT UW	Huazhu Group	0%

Source: FactSet

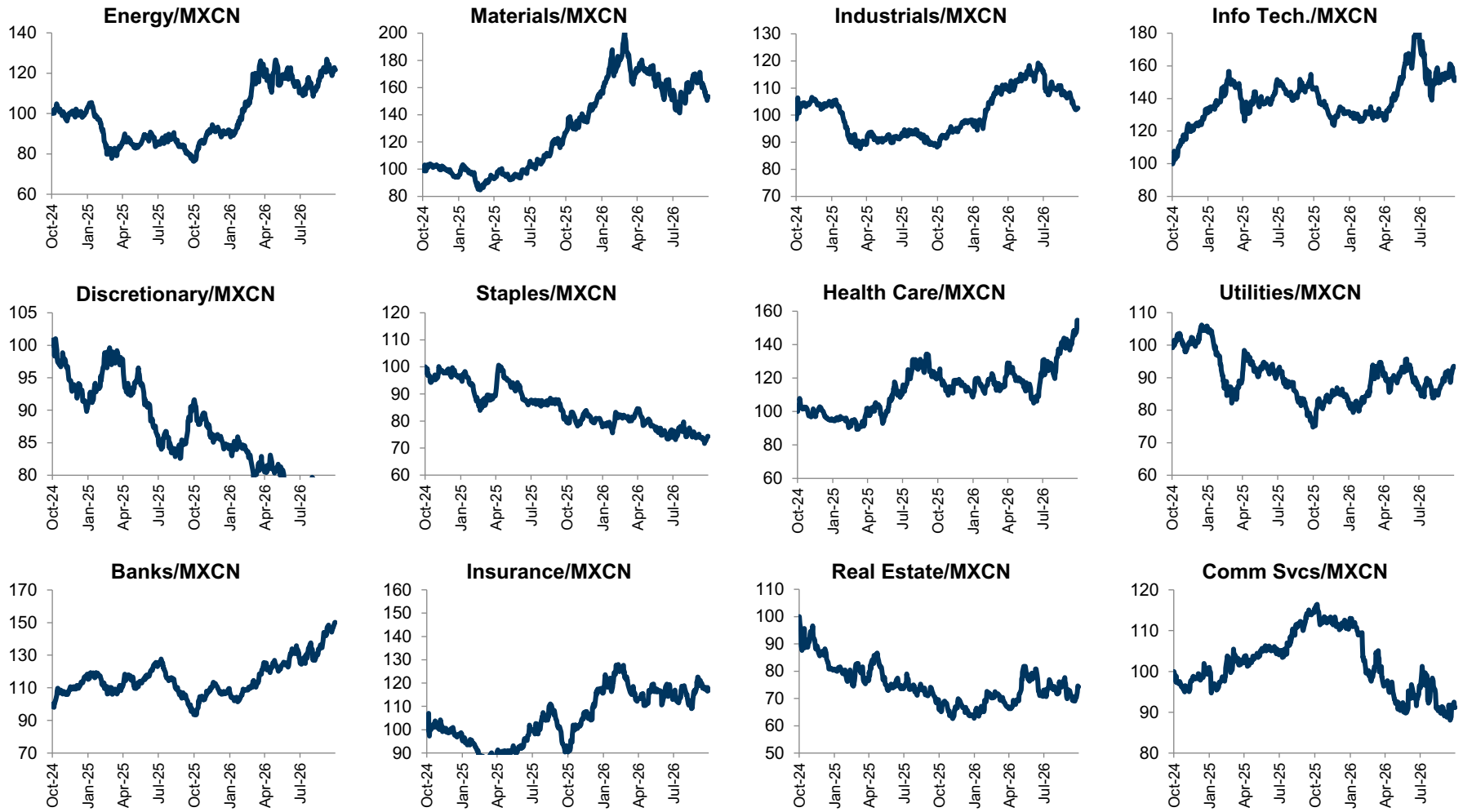
Sector performance

		MSCI China										CSI 300									
		1W	MTD	Sep-26	Aug-26	Jul-26	Jun-26	May-26	Apr-26	Mar-26	YTD	1W	MTD	Sep-26	Aug-26	Jul-26	Jun-26	May-26	Apr-26	Mar-26	YTD
	Market	**-1.9%**	**-1.7%**	**-4.7%**	**-0.4%**	**8.6%**	**-7.5%**	**-3.4%**	**3.5%**	**-7.5%**	**-5.9%**	**-1.8%**	**0.0%**	**-5.8%**	**0.8%**	**-7.9%**	**1.8%**	**1.8%**	**8.0%**	**-5.5%**	**-5.9%**
Cyclicals	Tech Hardware	-6.6%	-1.9%	-4.5%	8.0%	-2.6%	-6.6%	19.0%	7.8%	-8.8%	1.6%	-3.9%	0.0%	-10.0%	9.0%	-20.6%	13.4%	13.3%	21.1%	-11.1%	8.7%
	Semiconductors	-5.3%	-0.3%	-9.2%	1.8%	-31.1%	26.3%	18.9%	26.9%	-18.6%	14.6%	-5.3%	0.0%	-9.6%	3.9%	-32.6%	31.7%	20.8%	18.0%	-16.0%	11.2%
	Capital Goods	0.2%	-0.7%	-7.1%	-2.8%	1.4%	-10.0%	0.1%	7.9%	-6.2%	-6.3%	0.3%	0.0%	-9.9%	-4.9%	-2.5%	-9.1%	-1.9%	5.2%	-1.5%	-18.8%
	Consumer Services	-1.5%	-1.6%	-9.6%	-7.8%	24.5%	-8.2%	-12.2%	2.0%	-4.1%	-29.7%	0.1%	0.0%	-5.8%	-1.7%	8.3%	-11.9%	-20.1%	-4.9%	-5.0%	-28.6%
	Retailing	-3.2%	-2.2%	-6.8%	-4.1%	23.5%	-19.5%	-5.3%	4.0%	-13.3%	-27.1%	0.0%	0.0%	-2.0%	-9.5%	8.0%	-9.9%	-9.2%	-6.8%	-12.7%	-45.6%
	Consumer Durables	1.6%	-0.4%	-5.4%	-6.6%	11.3%	-7.7%	-6.0%	3.7%	-14.5%	-19.3%	-1.8%	0.0%	-6.2%	-3.4%	14.9%	-5.8%	-1.6%	5.0%	-4.3%	-4.9%
	Autos & Components	-4.2%	-1.7%	-10.3%	-9.6%	15.4%	-16.5%	-10.7%	0.1%	4.7%	-32.4%	1.0%	0.0%	-3.0%	-7.4%	13.0%	-13.4%	-8.8%	-1.3%	-2.6%	-27.0%
	Software & Services	-2.2%	-0.3%	-10.3%	0.2%	13.3%	-11.6%	-7.9%	3.6%	-16.9%	-30.1%	-1.9%	0.0%	-6.7%	-2.8%	11.5%	-12.5%	-6.0%	4.9%	-17.6%	-22.9%
	Media & Entertainment	-2.8%	-2.4%	-4.8%	-5.7%	8.9%	-0.9%	-5.6%	-1.6%	-8.9%	-30.5%	1.5%	0.0%	-2.1%	-7.9%	8.5%	-9.0%	-11.7%	-1.5%	-10.2%	-31.0%
	Commercial Services	1.3%	0.0%	-5.4%	-2.9%	6.0%	-3.9%	-10.8%	-8.9%	-10.2%	-25.7%	2.1%	0.0%	-3.7%	-0.8%	13.4%	-10.5%	-6.1%	-2.9%	-7.3%	-17.4%
	Transportation	-0.2%	-0.6%	-2.5%	-2.6%	17.2%	-10.7%	-3.2%	1.5%	-3.1%	-2.5%	0.9%	0.0%	-2.2%	-3.3%	11.0%	-9.5%	-1.7%	-1.8%	-4.8%	-15.0%
Commods	Energy	-0.3%	-1.1%	-4.8%	7.1%	11.9%	-15.4%	-7.8%	7.9%	0.8%	14.2%	-0.2%	0.0%	-4.0%	8.0%	16.8%	-14.6%	-6.8%	1.9%	4.6%	15.2%
	Materials	-1.6%	-1.2%	-11.6%	5.5%	8.1%	-11.9%	-8.5%	3.9%	-18.2%	-18.1%	-1.1%	0.0%	-11.5%	4.0%	0.4%	-6.2%	-11.8%	8.2%	-13.0%	-15.0%
Financials	Banks	0.0%	-2.2%	2.8%	2.7%	13.9%	-5.1%	-2.5%	2.6%	4.6%	16.3%	1.6%	0.0%	2.6%	0.3%	11.3%	-5.7%	-2.5%	-1.2%	4.2%	-0.3%
	Real Estate	2.6%	-2.7%	1.2%	-5.2%	12.3%	-16.0%	3.1%	11.2%	-12.2%	-1.8%	7.0%	0.0%	19.5%	-4.1%	11.1%	-20.9%	-6.1%	3.4%	-15.5%	-9.1%
	Insurance	-2.6%	-2.1%	-5.9%	-0.2%	13.3%	-10.7%	-3.5%	7.1%	-14.8%	-14.5%	-0.2%	0.0%	-4.1%	0.6%	13.8%	-8.9%	-10.0%	3.6%	-11.2%	-21.9%
	Diversified Financials	-2.3%	-1.1%	-8.9%	-0.5%	-0.1%	4.1%	-2.4%	8.8%	-13.6%	-17.1%	-1.8%	0.0%	-7.4%	-1.5%	-2.5%	9.4%	-4.2%	6.7%	-12.4%	-16.9%
Defensives	Telecom	-0.2%	-1.5%	-1.5%	-8.9%	13.8%	-11.2%	-10.4%	3.8%	-4.6%	-23.8%	0.7%	0.0%	-2.1%	-0.2%	15.4%	-11.9%	-0.3%	3.7%	-4.2%	-7.6%
	Food Beverage & Tobacco	1.3%	-0.8%	-3.8%	-4.6%	13.5%	-11.2%	-6.4%	0.1%	-3.3%	-14.7%	1.8%	0.0%	-1.8%	-4.3%	13.2%	-11.3%	-6.9%	-2.3%	-1.6%	-15.8%
	Utilities	1.0%	-1.1%	0.5%	-1.0%	10.2%	-16.7%	2.2%	1.1%	-3.2%	-5.5%	1.2%	0.0%	2.3%	-3.1%	7.6%	-7.1%	3.2%	-0.7%	4.3%	4.2%
	Pharma & Biotech	1.6%	-2.7%	7.7%	14.0%	11.3%	-3.2%	-5.4%	1.9%	-5.2%	27.8%	3.5%	0.0%	4.7%	0.8%	6.7%	5.5%	-8.8%	1.9%	-2.4%	9.5%
	Health Care Equip & Svcs	1.7%	-0.9%	-1.2%	-5.5%	10.4%	-7.2%	-6.1%	-2.5%	-9.7%	-19.5%	3.4%	0.0%	-1.8%	-2.7%	11.8%	-8.5%	-10.8%	3.0%	-9.0%	-20.4%

Note: Bottom-up calculation based on current constituents and weights. Light blue = top 5 outperforming industries, black = bottom 5 underperforming industries. Industries with number of stocks less than 5 for both markets are not covered.

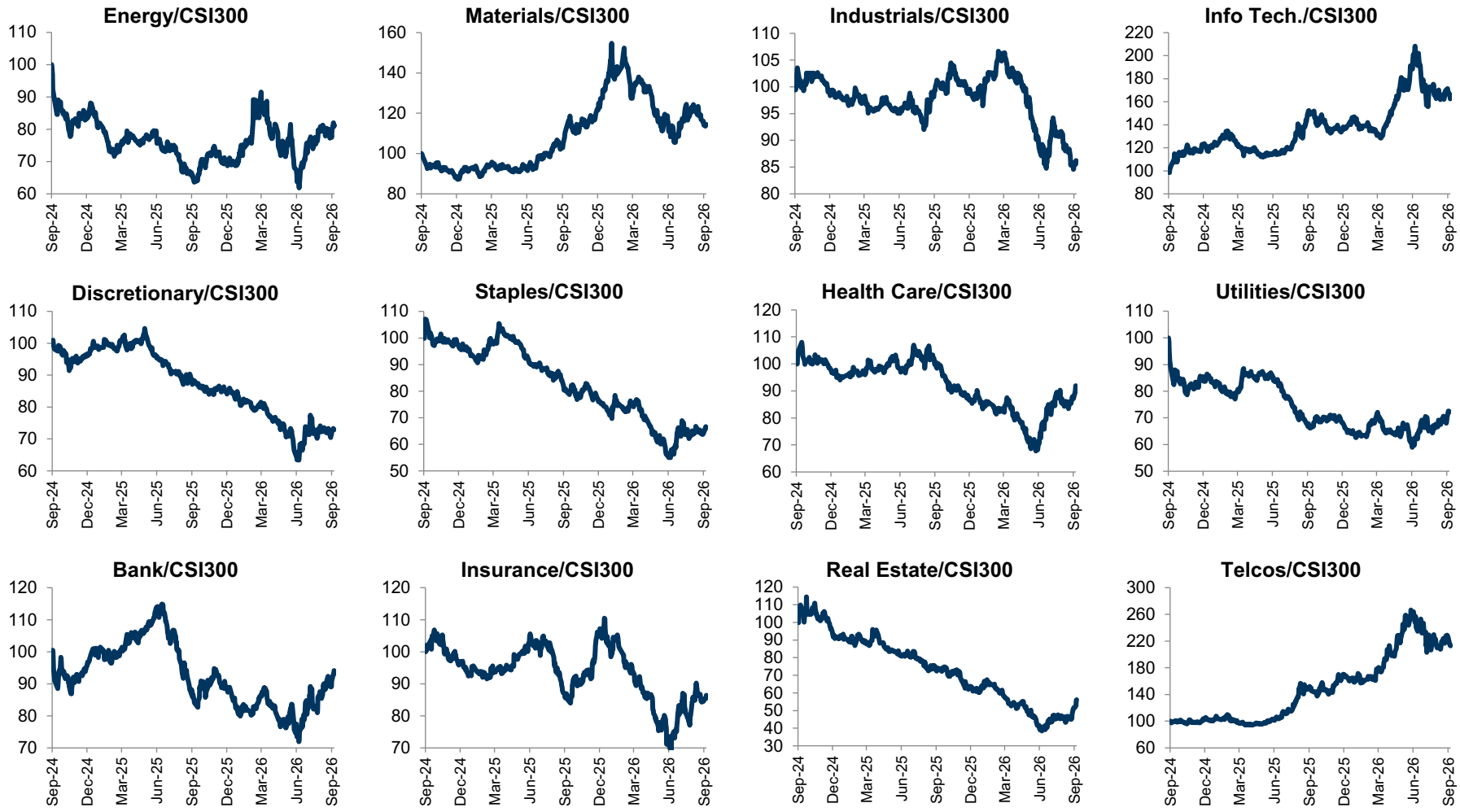
Source: Bloomberg, FactSet, MSCI, CSI

Relative performance of offshore China sectors



Source: FactSet, MSCI

Relative performance of onshore China sectors



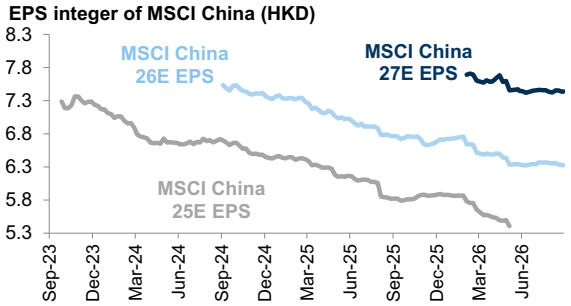
Based on CSI classification.

Source: Wind, CSI

Earnings momentum and revisions

EPS integer of MSCI China (HKD)

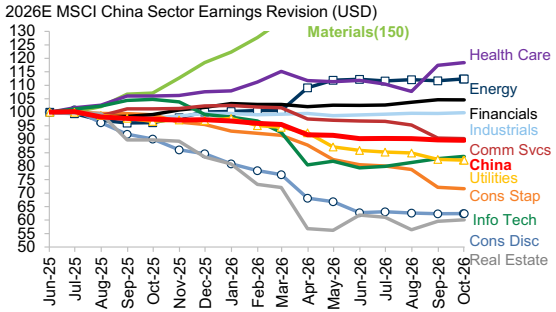
based on historical constituents; subject to index rebalancing



Source: FactSet, IBES, MSCI

MSCI China sector earnings revision (USD)

Based on latest index constituents



Source: FactSet, MSCI, Goldman Sachs Global Investment Research

MSCI China 4-week sector earnings revision (USD)

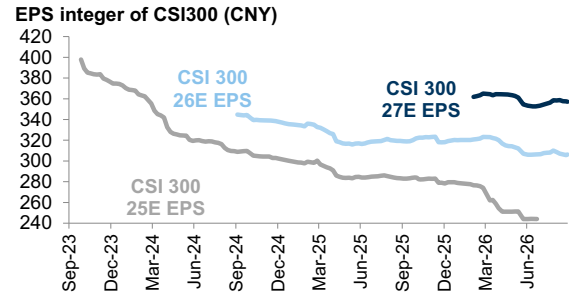
Based on latest index constituents



Source: FactSet, MSCI, Goldman Sachs Global Investment Research

EPS integer of CSI300 (CNY)

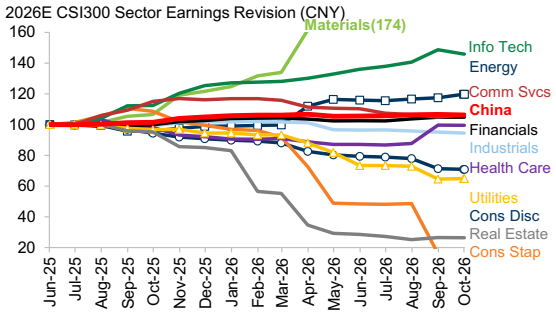
based on historical constituents; subject to index rebalancing



Source: FactSet, IBES, CSI300

CSI300 sector earnings revision (CNY)

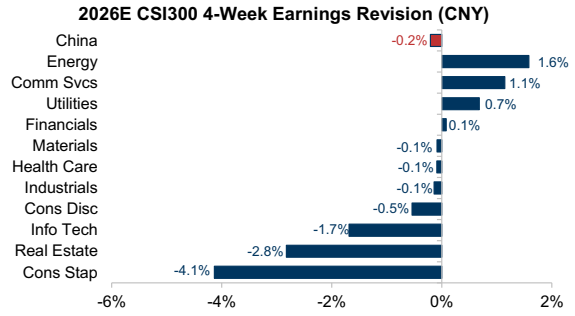
Based on latest index constituents



Source: FactSet, CSI, Goldman Sachs Global Investment Research

CSI300 4-week sector earnings revision (CNY)

Based on latest index constituents

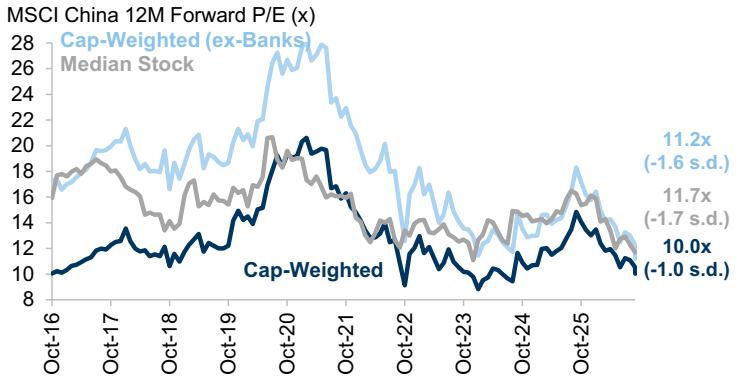


Cons Stap driven by Hog/Food Products.

Source: FactSet, CSI, Goldman Sachs Global Investment Research

China valuations

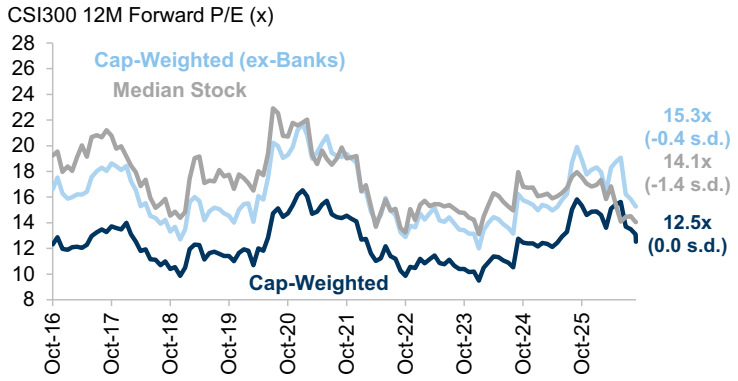
12-month forward P/E for MSCI China, past 10 years



Note: Based on latest constituents; z-score over past 10 years (monthly)

Source: FactSet, I/B/E/S, MSCI

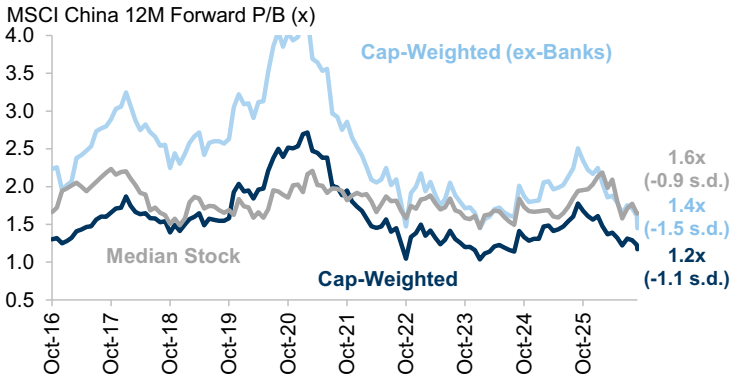
12-month forward P/E for CSI300, past 10 years



Note: Based on latest constituents; z-score over past 10 years (monthly)

Source: FactSet, I/B/E/S, CSI

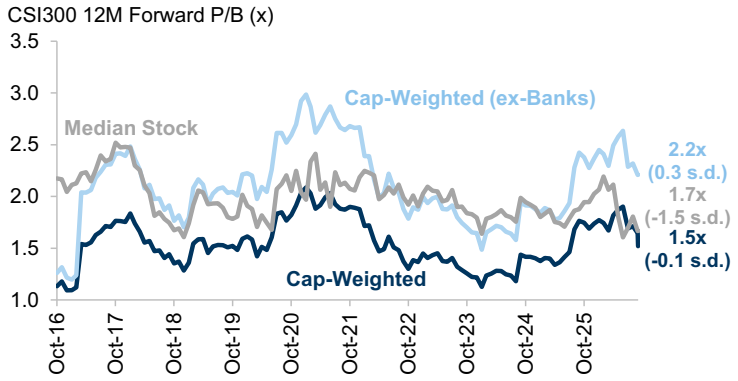
12-month forward P/B for MSCI China, past 10 years



Note: Based on latest constituents; z-score over past 10 years (monthly)

Source: FactSet, I/B/E/S, MSCI

12-month forward P/B for CSI300, past 10 years

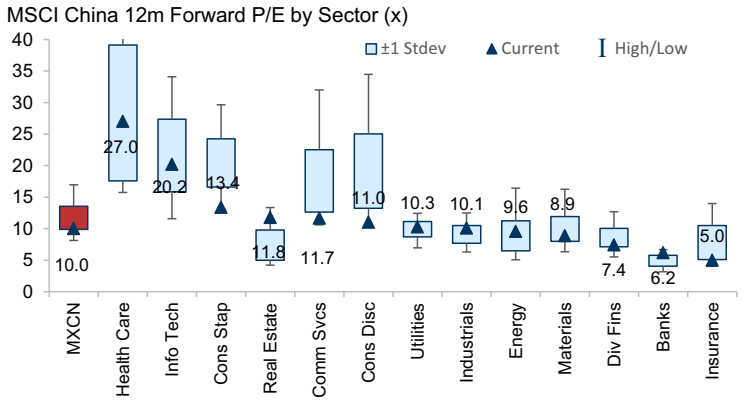


Note: Based on latest constituents; z-score over past 10 years (monthly)

Source: FactSet, I/B/E/S, CSI

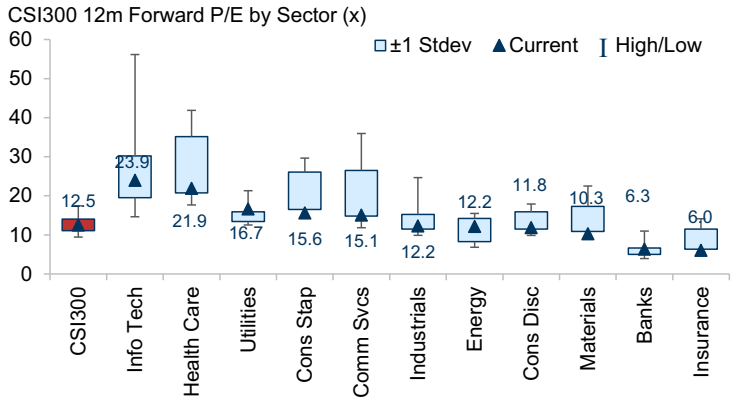
Sector valuations

Current 12-month forward P/E vs. 5-year range, based on MSCI China index



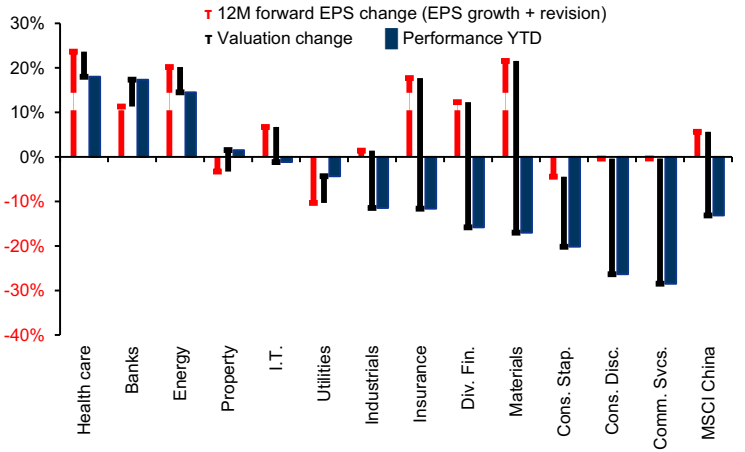
Source: FactSet, I/B/E/S, MSCI

Current 12-month forward P/E vs. 5-year range, based on CSI300 index



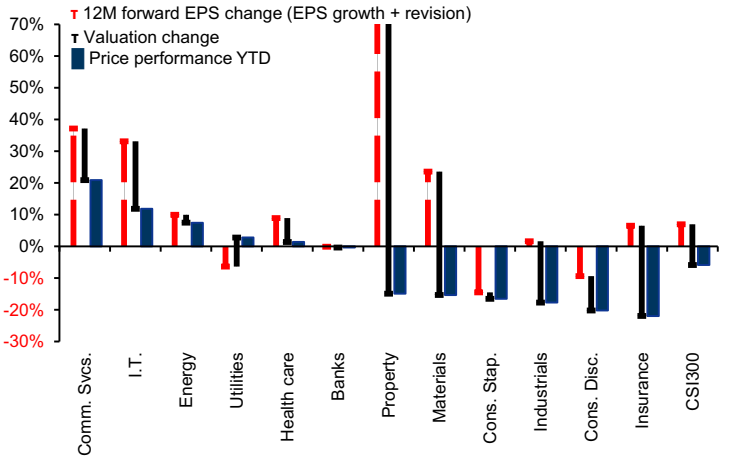
Source: FactSet, I/B/E/S, CSI

Price performance, 12M forward earnings and valuation changes of MSCI China index YTD (HKD)



Source: FactSet, IBES, MSCI

Price performance, 12M forward earnings and valuation changes of CSI300 index YTD (CNY)



Source: FactSet, IBES, CSI, Wind

Sector valuations and EPS growth of MSCI China and CSI300 (based on bottom-up consensus median estimates)

Valuations and EPS growth of MXCN

	P/E (X)		P/B (X)		EPS growth (%)	
	2026E	2027E	2026E	2027E	2026E	2027E
Energy	9.7x	9.5x	1.0x	0.9x	34.8	1.5
Materials	9.6x	8.6x	1.8x	1.5x	89.0	11.8
Industrials	11.2x	9.7x	1.2x	1.0x	28.4	15.3
Capital goods	11.7x	9.7x	1.2x	1.0x	36.3	20.4
Commercial services	11.3x	9.3x	1.9x	1.7x	15.5	21.5
Transportation	10.3x	9.8x	1.1x	1.0x	16.5	4.5
Cons Disc	14.9x	10.4x	1.6x	1.4x	18.3	43.1
Autos	16.9x	11.1x	1.7x	1.5x	54.8	52.4
Consumer Durables	11.0x	9.5x	1.8x	1.6x	6.2	15.3
Consumer services	19.4x	11.8x	1.8x	1.6x	37.9	63.7
Retailing	14.0x	10.0x	1.5x	1.3x	10.7	40.8
Cons Stap	15.7x	12.8x	2.3x	2.1x	13.0	23.0
Food/beverage/tobacco	16.3x	13.1x	2.5x	2.3x	14.3	24.9
Health Care	29.2x	25.4x	3.5x	3.1x	26.1	14.6
Health Care Equipment	10.7x	9.4x	1.0x	0.9x	7.8	13.0
Pharma Biotech	32.0x	27.8x	4.0x	3.5x	29.4	14.9
Financials	6.2x	5.8x	0.6x	0.6x	10.6	7.0
Banks	6.6x	6.0x	0.6x	0.5x	9.0	8.9
Insurance	5.1x	5.0x	0.8x	0.7x	8.9	1.9
Diversified Financials	8.0x	7.2x	0.8x	0.7x	37.5	9.9
Real estate	13.9x	11.4x	0.7x	0.6x	-4.9	21.3
IT	29.1x	19.2x	3.3x	2.8x	43.5	51.7
Software	-132.2x	-339.2x	2.6x	2.6x	-	-
Hardware	21.4x	14.6x	2.9x	2.5x	25.6	46.6
Semiconductors	83.4x	44.7x	6.6x	5.7x	910.8	87.2
Comm Svcs	12.9x	11.4x	2.0x	1.8x	5.8	12.5
Telecom Services	10.0x	9.1x	0.6x	0.6x	29.6	9.3
Media & Entertainment	12.9x	11.5x	2.1x	1.8x	5.4	12.5
Utilities	10.8x	10.0x	0.9x	0.9x	-1.6	8.2
MXCN	**11.4x**	**9.7x**	**1.3x**	**1.1x**	**17.0**	**17.4**

Valuations and EPS growth of CSI300

	P/E (X)		P/B (X)		EPS growth (%)	
	2026E	2027E	2026E	2027E	2026E	2027E
Energy	12.7x	12.1x	1.6x	1.5x	35.1	5.0
Materials	11.2x	10.1x	2.1x	1.9x	77.4	11.0
Industrials	14.3x	11.9x	1.5x	1.3x	17.5	20.2
Capital goods	14.0x	11.6x	1.5x	1.4x	20.6	20.6
Transportation	16.1x	13.7x	1.2x	1.1x	1.9	17.4
Cons Disc	13.3x	11.6x	1.7x	1.6x	2.2	15.0
Autos	17.6x	13.5x	1.5x	1.4x	0.7	30.0
Consumer Durables	10.6x	10.0x	1.9x	1.8x	1.6	6.5
Cons Stap	21.2x	14.8x	3.6x	3.3x	-15.9	43.2
Food/beverage/tobacco	21.2x	14.8x	3.6x	3.3x	-15.9	43.2
Health Care	24.9x	21.4x	3.5x	3.2x	32.5	16.7
Health Care Equipment	22.1x	18.9x	2.8x	2.6x	2.4	17.1
Pharma Biotech	25.9x	22.2x	3.8x	3.4x	47.0	16.6
Financials	7.3x	7.0x	0.7x	0.7x	7.9	4.9
Banks	6.6x	6.3x	0.6x	0.6x	3.0	5.2
Insurance	6.2x	6.0x	0.9x	0.8x	8.3	3.1
Real estate	-10.2x	-17.6x	0.5x	0.5x	-	-
IT	34.1x	22.6x	5.6x	4.6x	100.4	50.9
Software	56.3x	46.2x	4.4x	4.0x	12.1	21.9
Hardware	25.5x	17.4x	5.1x	4.1x	81.9	45.9
Telecoms	16.5x	14.8x	1.4x	1.3x	21.4	11.1
Media & Entertainment	17.2x	16.6x	0.9x	0.9x	-8.2	3.8
Utilities	17.9x	16.4x	1.8x	1.7x	-1.8	9.2
CSI300	**14.3x**	**12.2x**	**1.6x**	**1.5x**	**24.7**	**16.7**

Note: As of Oct 1, 2026; Industry groups with number of stocks less than 5 are excluded.

Source: FactSet, I/B/E/S, MSCI, CSI

Regional valuations

MSCI market and sector index valuations

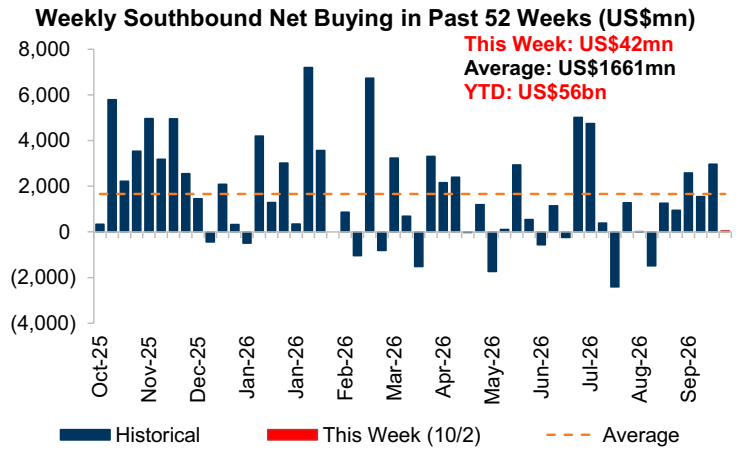
Based on bottom-up consensus median estimates

	Local Currency	Bloomberg Ticker	Consensus Estimates								
			P/E (X)		EPS Growth (%)		P/B (X)	D/Y (%)	ROE (%)	EBIT Margin (%)	P/CF (%)
			2026E	2027E	2026E	2027E	2026E	2026E	2026E	2026E	2026E
China Onshore											
CSI300	CNY	SHSZ300	14.3	12.2	24.8	16.7	1.6	2.7	12.0	14.9	10.9
CSI300 ex banks	CNY		17.0	14.1	35.2	20.9	2.2	2.4	13.4	11.7	10.9
CSI500	CNY	SH000905	21.3	17.3	52.3	23.8	2.1	0.8	10.0	8.8	-
CSI1000	CNY	SH000852	25.9	19.6	46.4	32.0	2.3	1.7	9.1	8.1	-
Shanghai Composite	CNY	SHCOMP	13.8	12.4	20.0	11.5	1.4	2.9	10.3	13.3	9.7
Shenzhen Composite	CNY	SZCOMP	21.3	16.3	60.3	30.7	2.4	2.0	12.1	10.3	12.6
SME Composite	CNY	SZSMEC	20.8	15.7	41.8	32.4	2.5	1.8	12.4	10.2	12.6
ChiNext Composite	CNY	SZ399102	27.9	20.0	65.3	39.9	4.1	1.3	16.1	13.0	19.4
China Offshore											
MSCI China	HKD	MXCN	11.5	9.8	16.9	17.1	1.3	2.6	12.0	14.2	8.7
MSCI China	CNY		11.3	9.9	10.2	13.7	1.3	2.7	12.0	14.2	8.6
MXCN ex banks	HKD		13.0	10.9	19.8	19.9	1.6	2.3	13.3	9.9	8.7
MXCN ex oils	HKD		10.4	9.1	21.3	14.6	1.1	3.2	11.6	18.0	8.6
MXCN ex oils, telcos	HKD		10.4	9.1	21.2	14.7	1.1	3.2	11.6	18.0	8.7
China H shares	HKD	HSCEI	10.5	9.1	14.2	15.5	1.1	3.2	11.1	16.2	7.9
Asia											
Hong Kong	HKD	MXHK	14.3	13.7	18.5	4.5	1.2	4.0	8.4	14.2	9.9
Hang Seng	HKD	HSI	11.5	10.1	15.4	14.0	1.2	3.3	11.2	15.8	8.3
Australia	AUD	MXAU	18.2	17.4	5.9	4.7	2.6	3.7	14.2	27.5	11.4
India	INR	MXIN	20.8	18.0	11.5	15.8	3.0	1.4	15.0	17.1	14.7
Indonesia	IDR	MXID	8.9	8.1	1.6	9.1	1.4	8.3	16.5	31.4	4.4
Japan	JPY	MXJP	17.4	15.2	22.2	14.4	2.0	1.9	11.8	11.9	12.3
Korea	KRW	MXKR	6.5	4.7	336.5	38.2	2.1	2.3	37.8	35.8	5.4
Malaysia	MYR	MXMY	14.0	13.2	9.2	6.4	1.5	4.5	10.7	26.4	9.2
Philippines	PHP	MXPH	10.2	9.2	3.2	10.8	1.5	3.6	14.9	33.9	8.0
Singapore Free	SGD	SGY	18.8	16.9	10.2	10.8	2.3	3.6	12.3	23.6	13.3
Taiwan	TWD	MXTW	22.9	17.7	66.0	29.3	5.6	1.7	27.1	16.6	21.0
Thailand	THB	MXTH	16.8	16.4	17.6	2.3	2.0	3.6	12.5	12.8	8.7
AC Asia Pacific	USD	MXAP	13.9	11.0	54.8	26.5	2.2	2.2	16.7	19.6	10.6
AC Asia Pacific ex Japan	USD	MXAPJ	12.8	9.9	73.4	29.6	2.3	2.4	19.5	23.3	10.1
AC Asia ex Japan	USD	MXASJ	12.4	9.4	81.2	31.8	2.2	2.2	20.0	22.9	9.9
AC Far East ex Japan	USD	MXFEJ	11.7	8.8	92.2	33.3	2.2	2.3	20.5	23.5	9.5
Global											
USA	USD	MXUS	21.7	18.7	33.0	16.4	5.4	1.1	26.9	19.8	17.5
Europe	USD	MSDUE15	14.6	13.5	21.5	7.7	2.3	3.2	16.2	18.1	10.0
EAFE	USD	MXEA	15.5	14.1	19.3	9.7	2.2	2.9	14.5	16.7	10.6
World (developed mkt.)	USD	MXWO	19.7	17.2	28.3	14.1	3.9	1.6	21.0	18.8	15.1
Emerging Markets	USD	MXEF	11.8	9.2	72.6	27.6	2.2	2.5	20.7	23.4	8.9
AC World	USD	MXWD	18.2	15.6	34.8	16.6	3.6	1.7	20.9	19.7	14.0

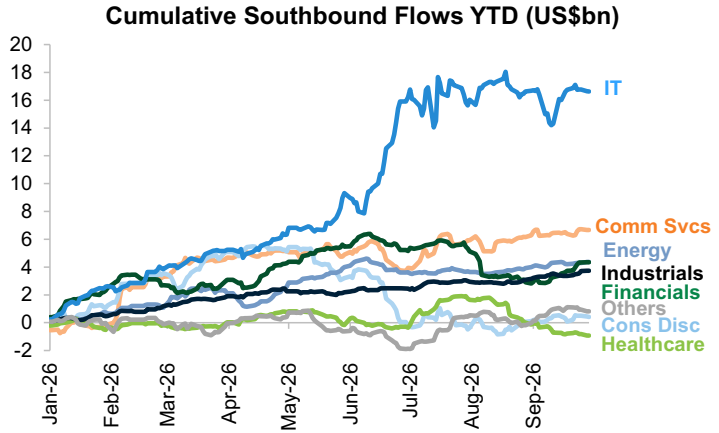
Note: As of Oct 1, 2026

Source: FactSet, I/B/E/S, MSCI, Worldscope

Stock Connect weekly flows



Source: Wind

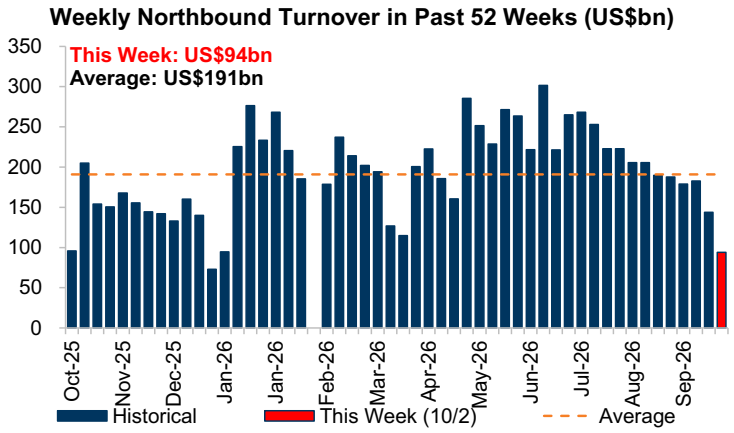


Source: Wind

	Southbound		
	Ticker	Name	Net buying (USD mn)
Top Buying	700 HK	Tencent	398
	1196 HK	Realord	191
	1299 HK	AIA	161
	883 HK	CNOOC	115
	1109 HK		84
Top Selling	981 HK	SMIC	-273
	1888 HK	Kingboard Laminates	-172
	3033 HK	Southern AM HSTECH ETF	-135
	2800 HK	HSI ETF	-105
	1801 HK	Innovent Biologics	-85
	Ticker	Name	Ownership change (%)
Top Positioning Increase	2591 HK	INNOGEN-B	6.5%
	699 HK	CAR	4.5%
	9973 HK	Chery Automobile Co.,Ltd. Class H	2.9%
	2650 HK	Zhida Tech	2.7%
	9927 HK	Seres Group Co. Ltd. Class H	1.9%
Top Positioning Decrease	3330 HK	Lingbao Gold	-3.8%
	1888 HK	Kingboard Laminates	-3.8%
	1787 HK	Shandong Gold Mining	-3.1%
	3858 HK	Jiaxin Int'l Resources	-2.8%
	189 HK	Dongyue	-2.7%

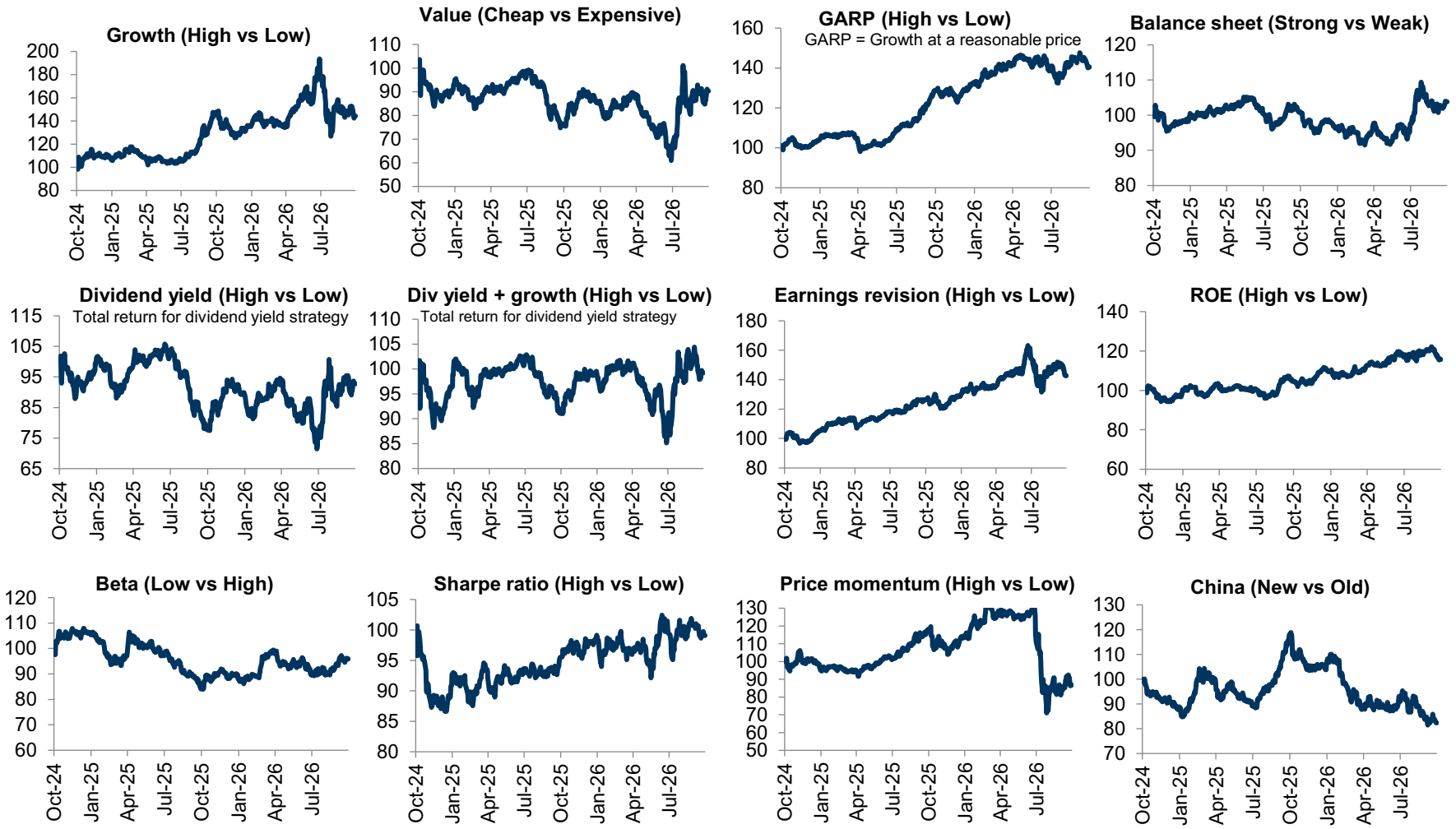
**Top buying and selling data is based on all Connect eligible stocks and positioning is as % of free-float; both are based on data from last Tues to this Tues due to time lag in HKEx data and southbound flows for the top 10 traded shares from this Wed to Friday.*

Source: Wind, FactSet, data compiled by Goldman Sachs Global Investment Research



Source: Wind

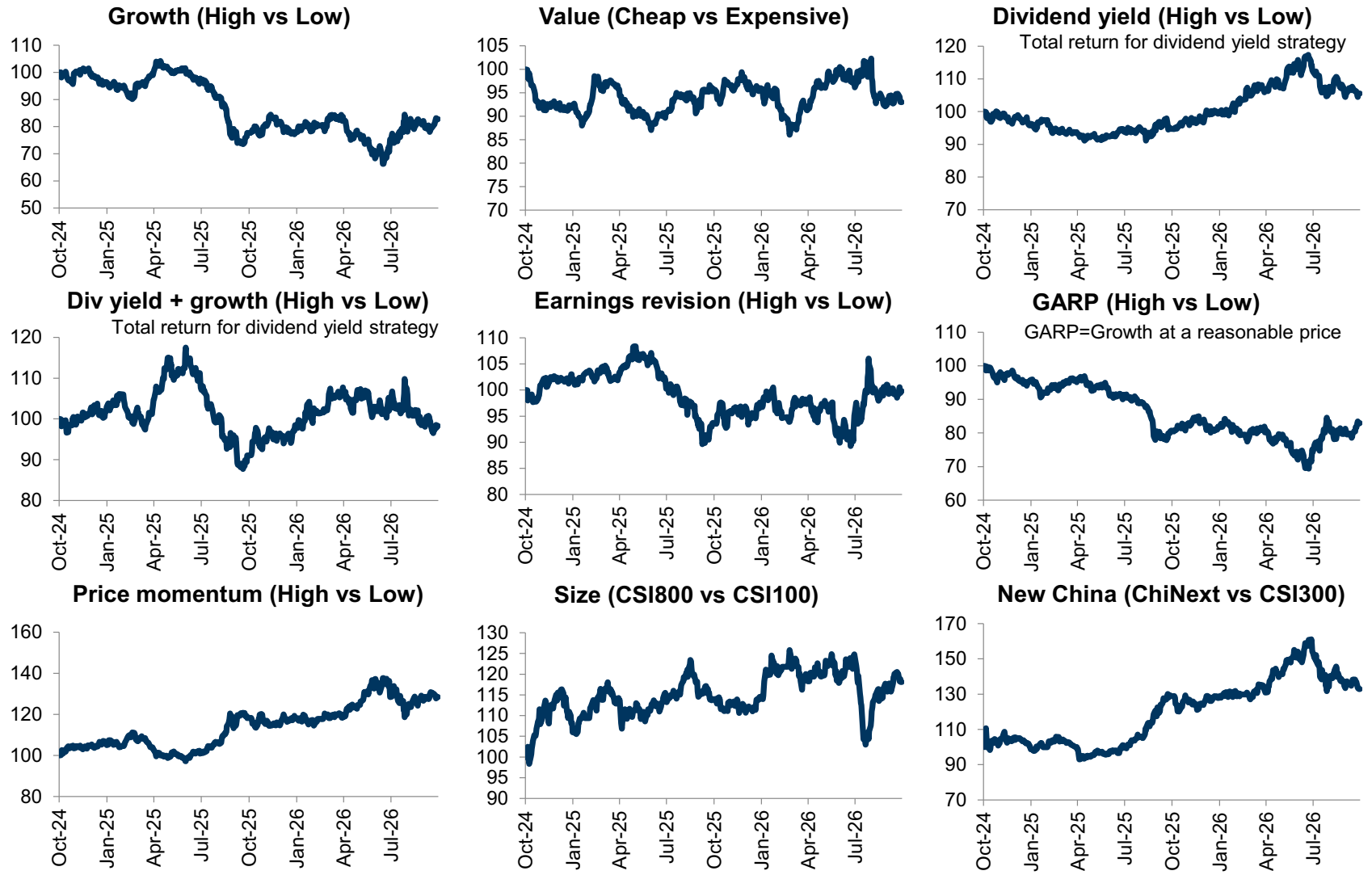
Style investing monitor (China Offshore)



Note: Constituents of MXCN are used for all strategies except the New vs Old which includes both A and H shares.

Source: FactSet, MSCI, Goldman Sachs Global Investment Research

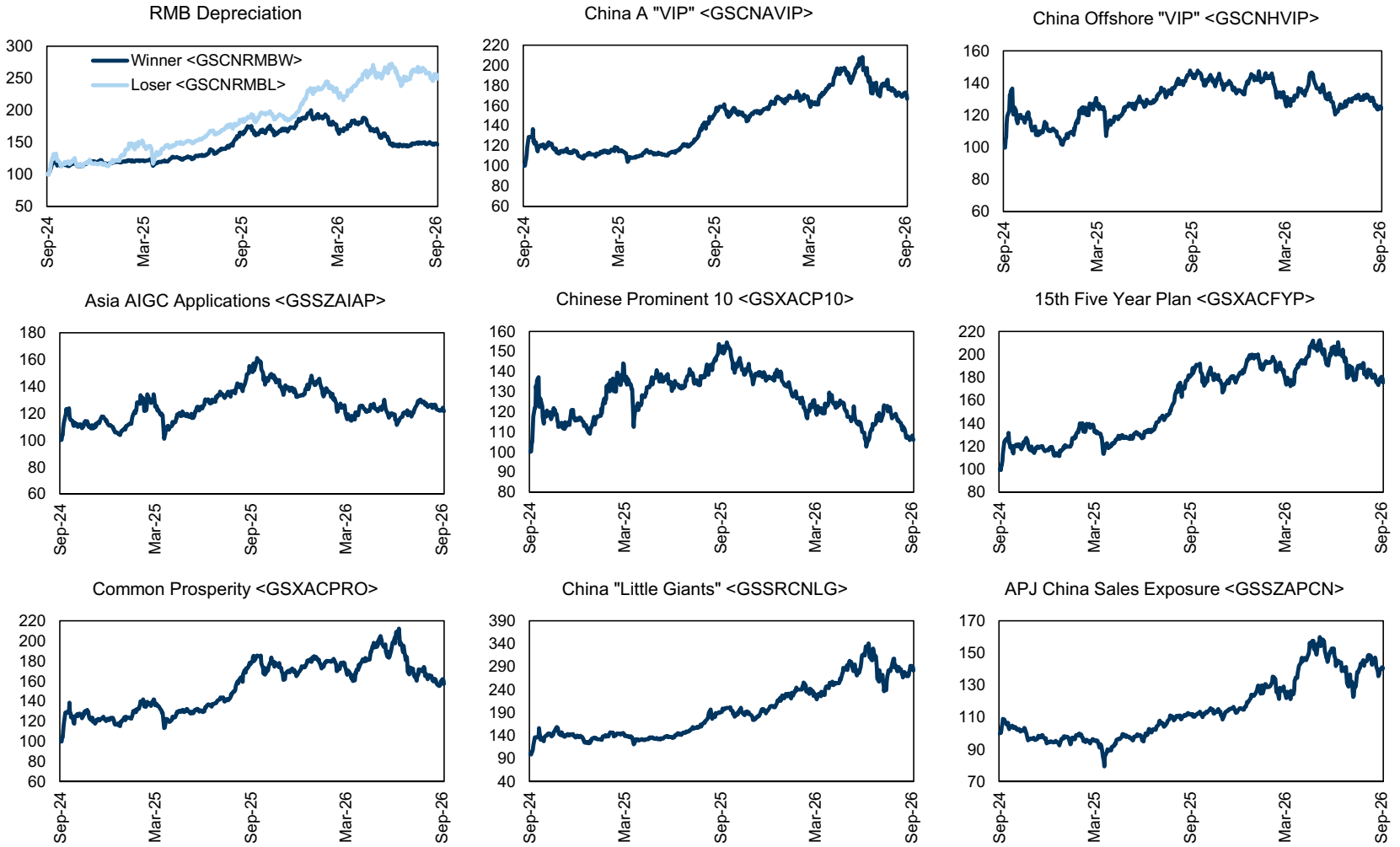
Style investing monitor (China Onshore)



Note: Constituents of CSI300 are used for all strategies except Size and New China strategies that use index as proxies.

Source: Wind, FactSet, Goldman Sachs Global Investment Research

China specific baskets performance

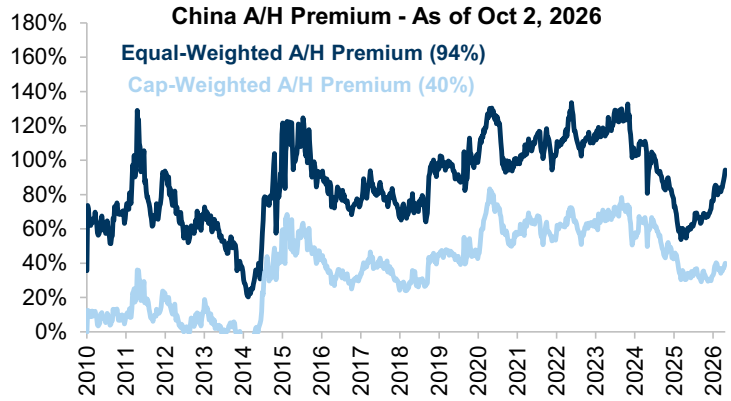


Note: "VIP" stands for "Very-Important Position"; Chinese Prominent 10 portfolio based on equal-weighted performance; APJ stands for Asia-Pacific ex-Japan

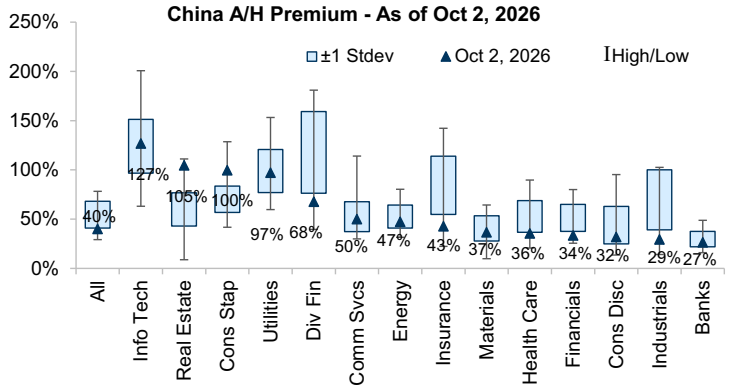
GSXACP10, GSXACFYP, GSXACPRO baskets developed by GBM.

Source: Goldman Sachs Global Investment Research, Goldman Sachs FICC and Equities

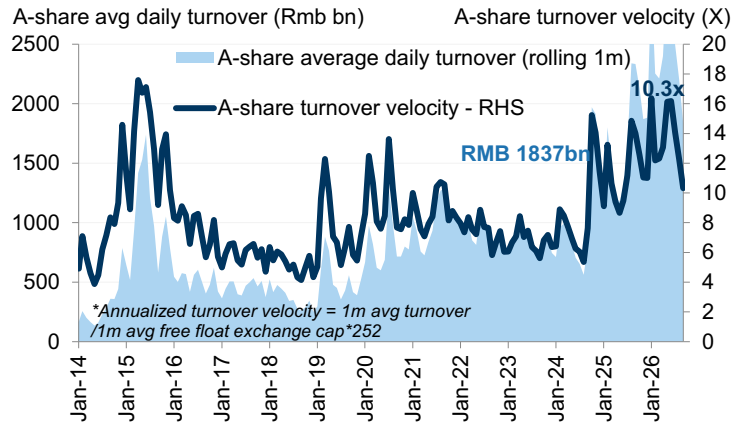
A/H premium and A-shares liquidity



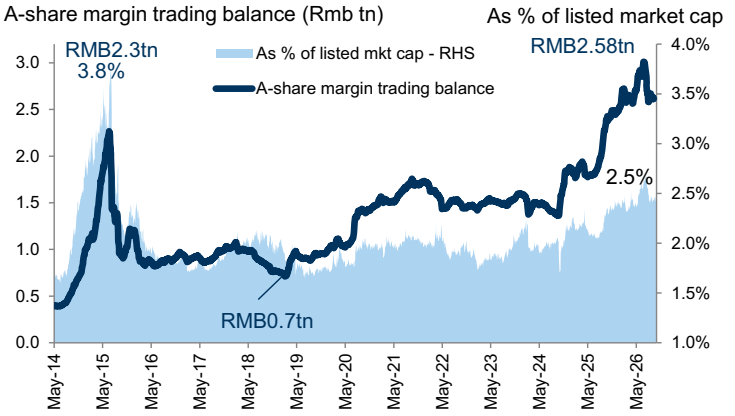
Source: FactSet, Wind



Source: FactSet, Wind



Source: Wind, Goldman Sachs Global Investment Research



Source: Wind, Goldman Sachs Global Investment Research

Breakdown of the Chinese alphabet soup

	# of active cos	US$ bn					Annualized Velocity--float (%)	% of 2025 GDP	
		Share class market cap	Freefloat market cap	6-month ADVT	Avg share class cap	Avg freefloat cap		Share class mkt cap	Free float mkt cap
Domestic listed	5,279	15,138	7,933	379.0	2.9	1.5	1,204	77.1%	40.4%
A shares	5,202	15,122	7,925	379.0	2.9	1.5	1,205	77.1%	40.4%
Shanghai	2,310	9,474	5,007	174.7	4.1	2.2	880	48.3%	25.5%
Shenzhen	2,892	5,648	2,918	204.2	2.0	1.0	1,764	28.8%	14.9%
B shares	77	17	8	0.03	0.2	0.1	107	0.1%	0.0%
Shanghai	41	11	6	0.02	0.3	0.1	94	0.1%	0.0%
Shenzhen	36	5	2	0.01	0.1	0.1	141	0.0%	0.0%
Offshore listed	1,578	4,538	1,737	24.2	2.9	1.1	352	23.1%	8.9%
H shares	515	1,389	319	9.5	2.7	0.6	747	7.1%	1.6%
Red chips	161	826	237	2.4	5.1	1.5	251	4.2%	1.2%
H shares + red chips	676	2,215	557	11.8	3.3	0.8	535	11.3%	2.8%
P chips	620	1,485	490	7.2	2.4	0.8	369	7.6%	2.5%
HK-listed China offshore	1,296	3,700	1,047	19.0	2.9	0.8	457	18.9%	5.3%
US-listed China offshore	236	790	669	5.2	3.3	2.8	194	4.0%	3.4%
Singapore-listed China offshore	46	48	22	0.09	1.0	0.5	100	0.2%	0.1%
All China	6,857	19,676	9,670	403.2	2.9	1.4	1,051	100.3%	49.3%
SOEs (A shares)	1,365	6,798	4,038	98.7	5.0	3.0	616	34.6%	20.6%
SOEs (HK-listed China Offshore)	215	1,300	487	4.0	6.0	2.3	205	6.6%	2.5%
POEs (A shares)	3,834	8,315	3,884	280.2	2.2	1.0	1,818	42.4%	19.8%
POEs (HK-listed China Offshore)	1,081	2,400	559	15.0	2.2	0.5	677	12.2%	2.9%
MSCI China index	522	11,023	6,222	151.3	21.1	11.9	613	56.2%	31.7%
MSCI China A index	406	7,825	4,774	119.3	19.3	11.8	630	39.9%	24.3%
CSI 300 index	300	7,137	4,431	87.8	23.8	14.8	499	36.4%	22.6%

Note: As of Oct 1, 2026; (1) The total market cap of ADRs with secondary listing in HK (including shares traded in US and HK) are counted under the US-listed China offshore. (2) Free float market cap is estimated as total share class market cap times estimated free float ratio. (3) All China offshore China stocks are listed on the Hong Kong, US and Singapore exchanges only. (4) HK-HK stocks refer to stocks with the market in Hong Kong and listed on the Hong Kong exchange.

Source: FactSet, Wind, Bloomberg, Goldman Sachs Global Investment Research