Morgan Stanley | RESEARCH

FOUNDATION

October 8, 2026 11:03 PM GMT

China Equity Strategy | Asia Pacific

China/HK Flows and Positioning Monthly Tracker – September 2026

Vicky Wu
Equity Strategist
Vicky.Wu@morganstanley.com +852 3963-3928

Laura Wang
Equity Strategist
Laura.Wang@morganstanley.com +852 2848-6853

Kristal Ji
Equity Strategist
Kristal.Ji@morganstanley.com +65 6834-6949

Daniel K Blake
Equity Strategist
Daniel.Blake@morganstanley.com +65 6834-6597

Key Takeaways

- Foreign funds recorded US$1.8bn in net outflows in September, reversing two months of inflows.
- AxJ funds remained OW China but trimmed exposure, while EM funds increased their UW.
- A-share liquidity remained subdued in Sept-26 as small-order inflows rebounded modestly but remained at a low level, while margin financing balances edged lower.
- Southbound net inflows increased to US$7.7bn in September from US$1.3bn in August, while foreign passive funds tracking the CSI 300 saw limited net flows.

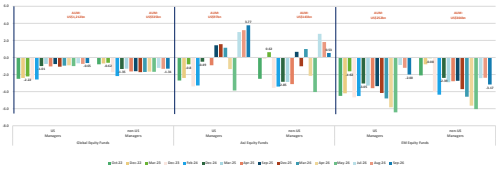
Foreign-domiciled long-only fund flows:

- **Foreign-domiciled US and European funds recorded approximately US $1.8bn in net outflows in September, reversing two consecutive months of net inflows.** This was driven primarily by US$1.5bn in active fund outflows, alongside US$0.2bn in passive fund outflows. (Exhibit 2).
- On a cumulative basis, foreign fund inflows decreased to **US$7.1bn in 9M26**, representing 6x of 9M25 inflows (Exhibit 4 , Exhibit 5).
- Based on the latest available positioning data, with most funds having disclosed holdings through August 2026, China positioning continued to be trimmed slightly, **Global funds** maintained China UW as 1.0ppt, **EM funds** increased China UW to 2.6ppt UW, and **AxJ funds** reduced to a 2.2ppt OW in China (Exhibit 1).
- More details: Fund Flows in China/HK Equities .

A-share market liquidity:

- **National Team flows,** proxied by CSI 300 ETF flows, increased slightly to a small net inflow in September (US$1.2bn inflow) after the outflow in August (US$2.8bn outflow). (Exhibit 7).
- **Retail participation remained subdued in September.** Daily average small-order net inflows rebounded modestly to Rmb11.8bn from Rmb10.5bn in August (lowest level since 2025). Margin financing balances also declined marginally during the month. (Exhibit 11 ,Exhibit 12).
- More details: A-share Liquidity Track .

Exhibit 1 : Active weights of China/HK equities by regional fund category and manager domicile



refreshed as of Sep 30, 2026, most funds have disclosed position data up to August 31. Fund universe of each category is formed by the largest 30 active mutual funds under MorningStar regional category. Funds under "non-US Managers" are mostly domiciled in Europe. We exclude ESG funds, income funds, and systematic funds. All the covered funds are benchmarking to either MSCI or FTSE standard regional indices of All Country World, Asia ex Japan, or Emerging Markets.

investors should be aware that the firm may have a conflict of

Research as only a single factor in making their investment decision.

For analyst certification and other important disclosures, refer to the Disclosure Section, located at the end of this report.

+= Analysts employed by non-U.S. affiliates are not registered with FINRA, may not be associated persons of the member and may not be subject to FINRA restrictions on communications with a subject company, public appearances and trading securities held by a research analyst account.

Southbound/Northbound flow:

- **Southbound flows** returned to US$7.7bn in September from US$1.3bn in August. Cumulative inflows reached approximately US $56bn in 9M26, equivalent to around 38% of the 9M25 inflows (Exhibit 3).
- **Foreign passive fund flows into CSI 300 (a proxy for northbound flow)** saw limited net flows in September, following modest inflows in August (Exhibit 19).

Fund Flows in China/HK Equities

For foreign-domiciled mutual funds

- **By sector:** Active fund managers increased their active weights the most in Banks and Media & Entertainment, while reducing exposure most significantly to Capital Goods and Materials (Exhibit 23).
- **By company:** China Construction Bank, Industrial and Commercial Bank of China, and Tencent saw some of the largest increases in active weights, while Contemporary Amperex Technology was among the most reduced positions (Exhibit 20).
- Also read: Fund Positions Changes vs. Last Month – Top 50 Mutual Fund Holdings, Funds Positions Changes vs. Last Month – By GICS Industry Group

Exhibit 2: Monthly fund flows in China/HK equities by foreign passive and active funds

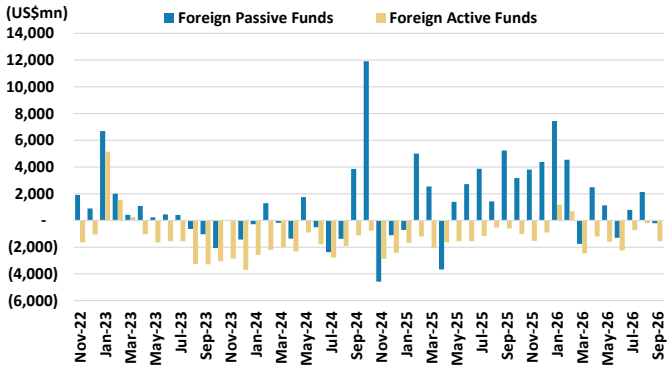


Exhibit 3: Southbound monthly net fund flows

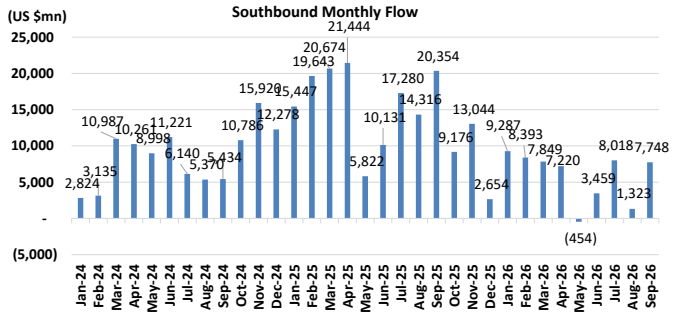


Exhibit 4: Cumulative fund flows in China/HK equities by both US- and EU-domiciled active funds

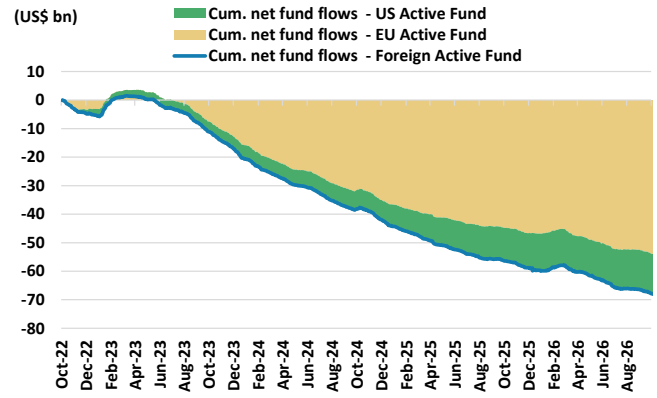


Exhibit 5: Cumulative fund flows in China/HK equities by both US- and EU-domiciled passive funds

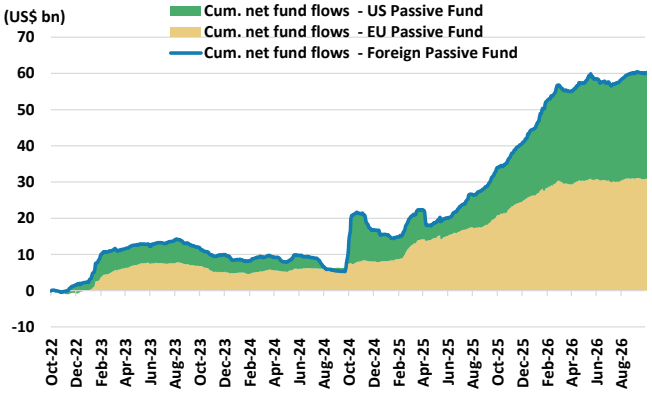


Exhibit 6: Daily net fund flows in China/HK equities by both US- and EU-domiciled active funds

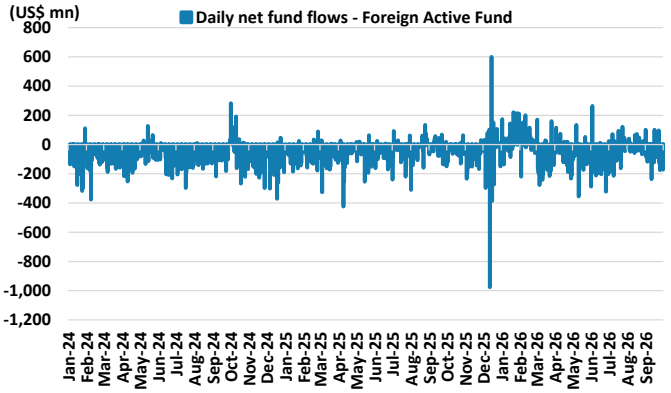
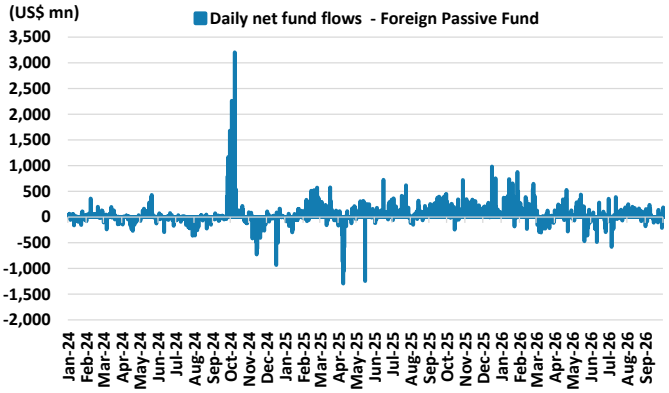


Exhibit 7 Daily net fund flows in China/HK equities by both US- and EU-domiciled passive funds



A-share Liquidity Track

- **National Team ETF activity returned to modest buying in September,** following net selling in August. CSI 300, CSI 500 and CSI 1000 ETFs all recorded small net inflows during the month (Exhibit 7).
- **Retail participation remained subdued:** Daily average small-order net inflows rebounded modestly to Rmb11.8bn in September from Rmb10.5bn in August, but remained at a relatively low level. Margin financing balances edged lower in September (Exhibit 11 Exhibit 12).
- **Foreign passive flows into A-shares were broadly unchanged in September:** Passive funds tracking the CSI 300 saw limited net flows following modest inflows in August (Exhibit 19).

National Team ETF flows returned to modest buying in September after August's selling

We use CSI 300 passive ETF flows as a proxy for the National Team's cumulative buying and selling activity. Following the outflows in August, broad-market ETF flows turned to inflow again in September, amid a mild market pullback.

Exhibit 7: China domestic broad-market index ETF flow – ETF returned to modest net buying in September

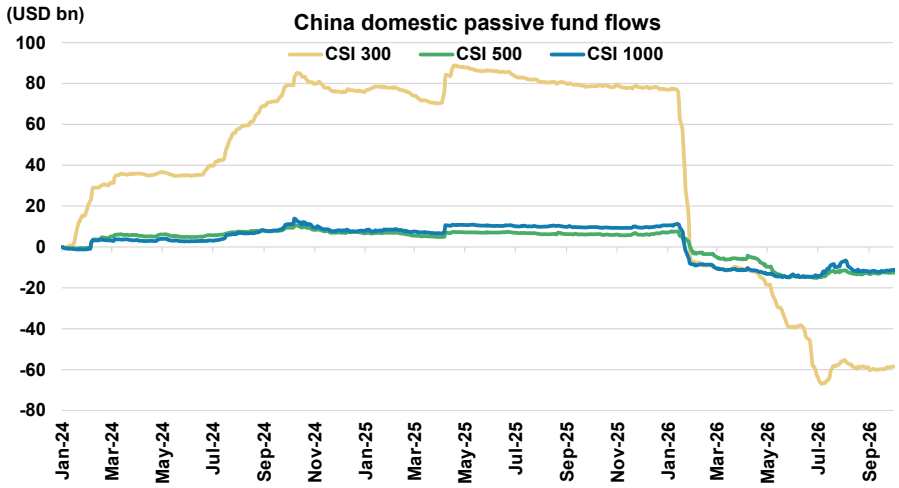


Exhibit 8: Cumulative fund flows in China/HK equities from Chinese domestic domiciled passive funds

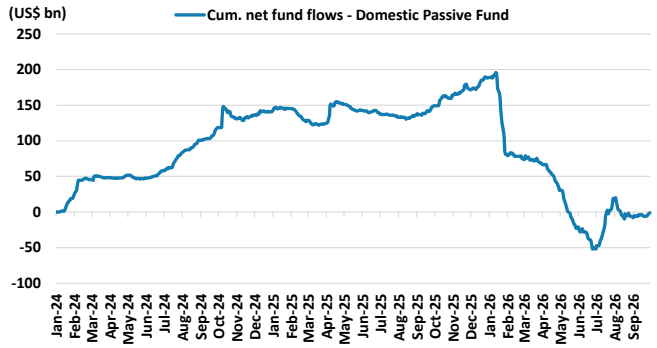
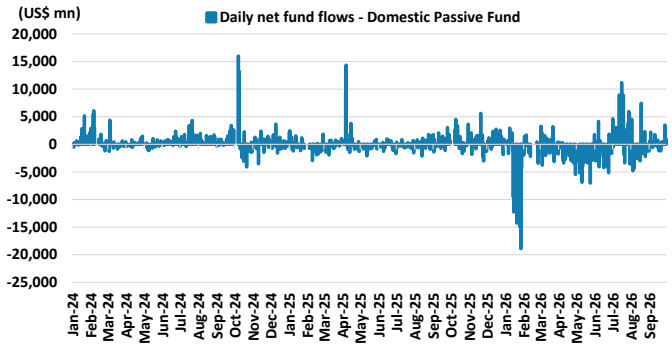


Exhibit 9: Daily fund flows in China/HK equities from Chinese domestic domiciled passive funds



Retail participation continued to weaken in September, with small-order inflows staying at low level, along with margin financing balance declining marginally

- **New SSE account opening** declined to 2.4mn in August from 2.7mn in July.
- **The daily average net inflow of A-share small orders** (under Rmb40,000, a proxy for retail participation) rebounded slightly to Rmb11.8bn in September from Rmb10.5bn in August, remaining at a historically low level.
- **A-share total margin financing balance** (a proxy for leveraged retail participation) declined marginally in September, after the quick rebound in August.

Exhibit 10: SSE registered new accounts – Modest decline to 2.4mn in August

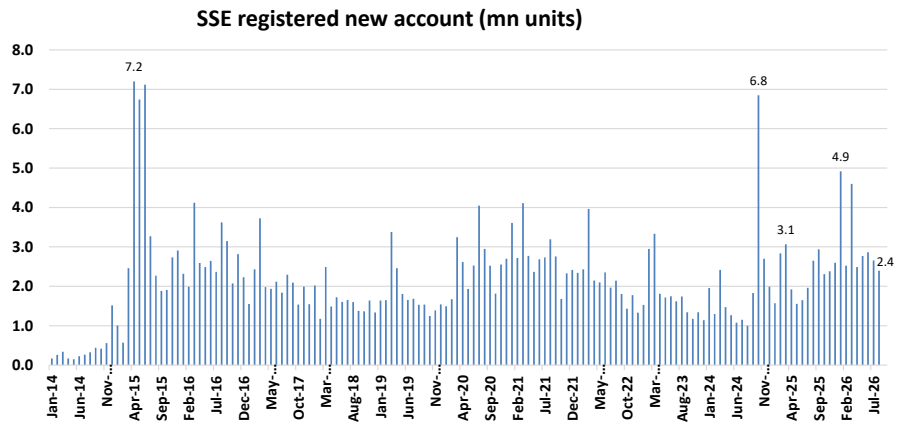




Exhibit 11: Daily average of A-share small orders net inflow – Small rebound to Rmb11.8bn in September but still at historically low level

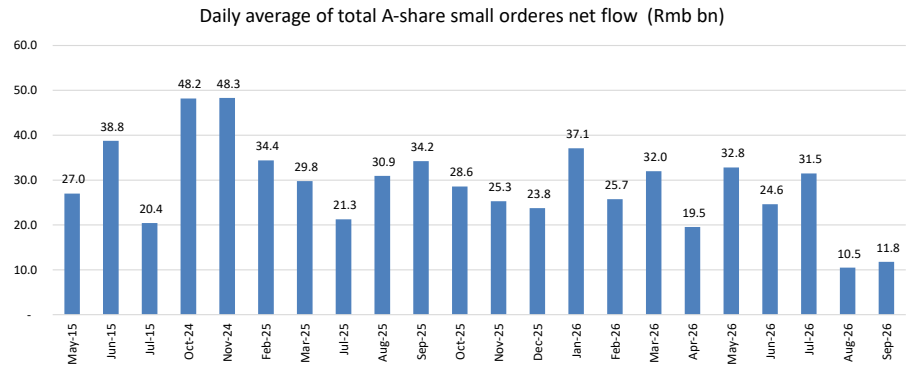
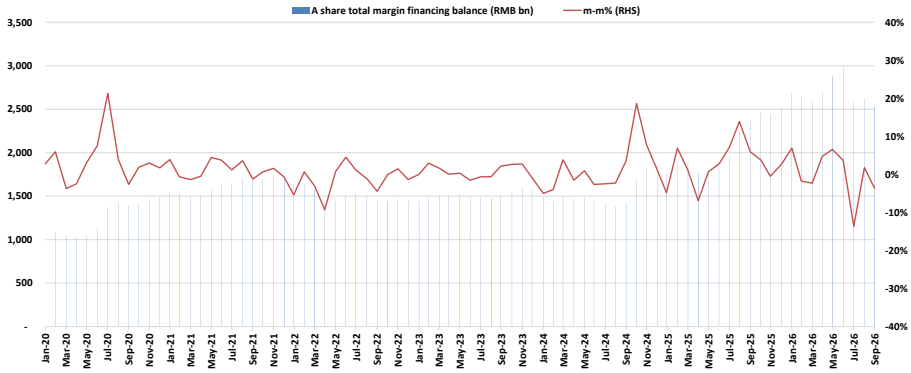


Exhibit 12: A-share total margin financing balance and m-m % – Small decline in September



Private fund AUM remained largely the same in August, while mutual fund AUM slightly decreases in September

- **Private fund AUM remained largely the same in August, maintaining as Rmb9tn.** The continued increase since mid-2025 points to sustained HNWI participation in the equity market (Exhibit 13).

- **Onshore mutual fund AUM remained broadly resilient in September:** Hybrid-fund AUM continued to edge higher, while equity-fund AUM edged down (Exhibit 14).

Exhibit 13: Onshore private equity funds AUM – August AUM size remains largely unchanged

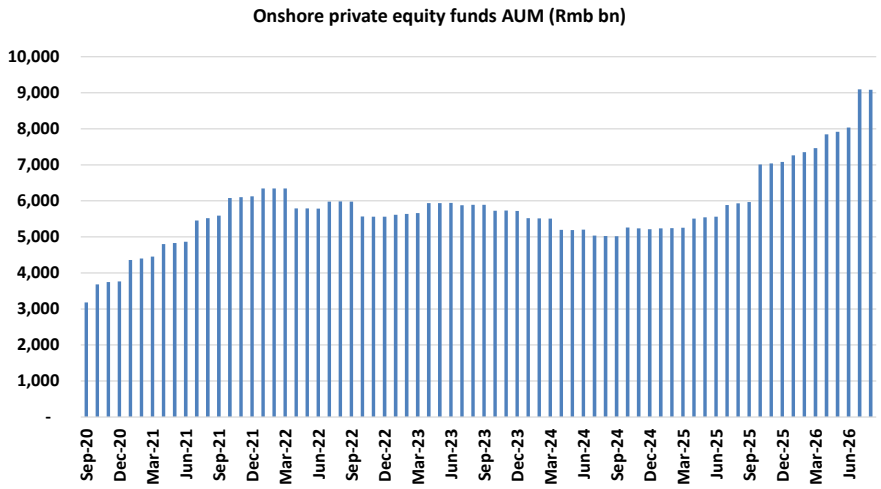


Exhibit 14: Onshore mutual funds AUM (equity and hybrid funds)

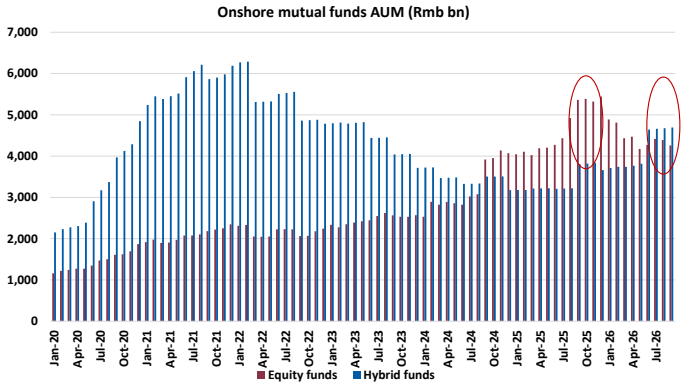


Exhibit 15: Onshore mutual funds AUM (bond and money market funds)

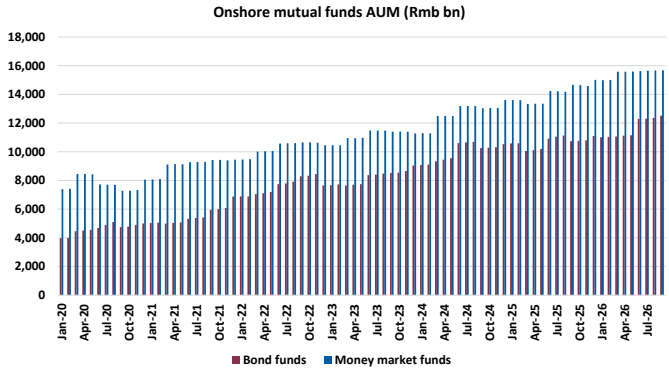


Exhibit 16: China onshore mutual funds AUM, 2014-YTD2026

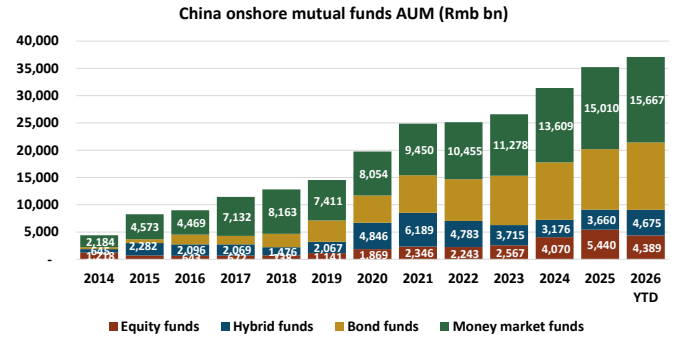
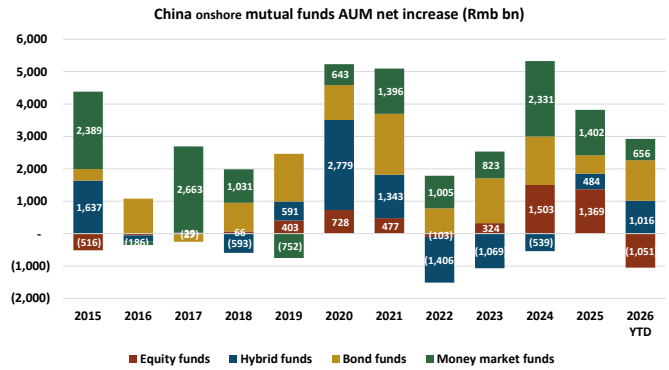


Exhibit 17: China onshore mutual funds AUM net increase, 2014-YTD2026



Northbound proxy: Foreign passive flows into A-shares remained

broadly unchanged in September

Daily disclosure of northbound net flows was discontinued on August 19, 2024. As an alternative, we track foreign passive fund flows into the CSI 300, which historically showed a strong correlation with northbound net flows.

Foreign passive funds tracking the CSI 300 saw limited net flows in September, following modest inflows in August. Cumulative flows remained slightly negative.

Exhibit 18: Proxy of northbound net flow – foreign-domiciled passive funds flow to CSI 300

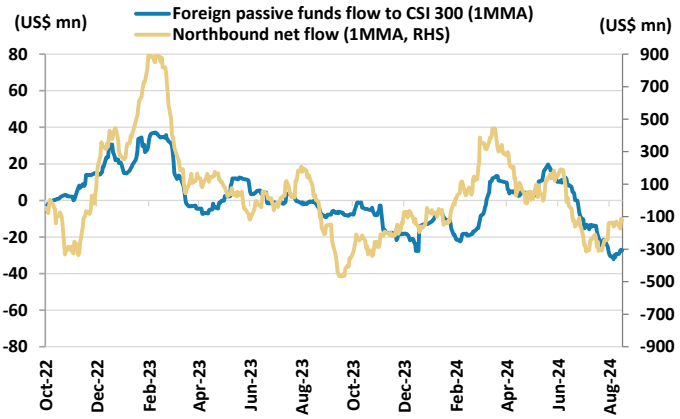
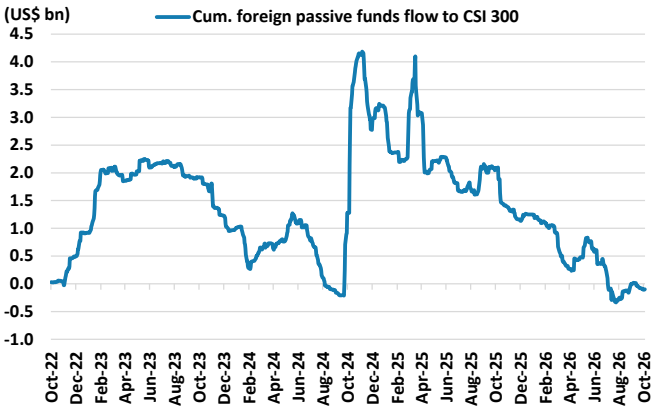


Exhibit 19: Cumulative fund flows in CSI 300 by foreign-domiciled passive funds



Fund Position Changes vs. Last Month – Top 50 Mutual Fund Holdings

Exhibit 20: Top 50 China/HK holdings among long-only EM and China active managers vs. last month

			International & US Funds				International Funds - UCITS			US Funds		
Ticker	Company Name	GICS Industry Group	Portfolio Composite Weights	MSCI China Index Weights	Active Weights	Active Wgt. Changes vs. last month	Portfolio Composite Weights	Active Weights	Active Wgt. Changes vs. last month	Portfolio Composite Weights	Active Weights	Active Wgt. Changes vs. last month
700-HK	Tencent Holdings	Media & Entertainment	14.2%	14.0%	0.2%	0.5%	11.8%	-2.2%	0.7%	16.7%	2.7%	0.0%
9988-HK	Alibaba Group Holding	Consumer Discretionary Distribution & Retail	7.9%	9.6%	-1.7%	0.1%	7.7%	-1.9%	0.3%	8.1%	-1.5%	-0.1%
939-HK	China Construction Bank	Banks	4.2%	4.1%	0.1%	0.9%	3.1%	-1.0%	0.3%	5.2%	1.1%	1.4%
300750-CN	Contemporary Amperex Technology	Capital Goods	3.9%	1.1%	2.8%	-0.5%	3.7%	2.6%	-0.7%	4.2%	3.1%	-0.3%
1299-HK	AIA Group	Insurance	2.7%	0.0%	2.7%	0.1%	2.0%	2.0%	-0.2%	3.4%	3.4%	0.3%
2318-HK	Ping An Insurance Group	Insurance	2.6%	2.1%	0.5%	-0.1%	3.0%	0.9%	0.0%	2.2%	0.1%	-0.1%
9999-HK	NetEase	Media & Entertainment	2.3%	1.7%	0.6%	0.3%	2.5%	0.8%	0.3%	2.1%	0.4%	0.4%
2899-HK	Zijin Mining Grp Co Ltd	Materials	2.2%	1.3%	0.9%	-0.2%	1.8%	0.4%	-0.2%	2.7%	1.3%	-0.3%
2359-HK	WuXi AppTec	Pharmaceuticals Biotechnology & Life Sciences	2.0%	0.5%	1.5%	0.2%	1.4%	0.9%	0.2%	2.6%	2.1%	0.2%
3968-HK	China Merchants Bank	Banks	1.7%	1.3%	0.5%	0.1%	2.2%	0.9%	0.2%	1.3%	0.0%	0.1%
1398-HK	Industrial and Commercial Bank of China	Banks	1.4%	2.6%	-1.3%	0.5%	1.4%	-1.2%	0.2%	1.4%	-1.3%	0.8%
000333-CN	Midea Group	Consumer Durables & Apparel	1.3%	0.3%	1.0%	0.0%	1.4%	1.1%	0.0%	1.2%	0.9%	-0.1%
1211-HK	BYD	Automobiles & Components	1.3%	1.8%	-0.5%	0.1%	0.8%	-1.0%	0.2%	1.7%	0.0%	0.0%
688008-CN	Montage Technology	Semiconductors & Semiconductor Equipment	1.2%	0.1%	1.1%	0.0%	1.2%	1.1%	0.0%	1.3%	1.2%	-0.1%
992-HK	Lenovo Group	Technology Hardware & Equipment	1.2%	1.1%	0.1%	-0.1%	1.0%	-0.1%	0.1%	1.4%	0.2%	-0.2%
HTHT-US	H World Group	Consumer Services	1.1%	0.3%	0.7%	-0.2%	1.0%	0.7%	-0.1%	1.1%	0.8%	-0.3%
2628-HK	China Life Insurance	Insurance	1.0%	1.2%	-0.2%	0.0%	0.3%	-0.8%	-0.1%	1.6%	0.4%	0.0%
600519-CN	Kweichow Moutai	Food Beverage & Tobacco	0.9%	0.6%	0.4%	0.0%	1.1%	0.5%	0.0%	0.8%	0.2%	0.0%
6160-HK	BeOne Medicines	Pharmaceuticals Biotechnology & Life Sciences	0.9%	0.9%	0.0%	0.0%	0.8%	0.0%	0.1%	1.0%	0.1%	0.0%
2328-HK	PICC Property & Casualty	Insurance	0.9%	0.6%	0.3%	0.0%	0.6%	0.0%	0.0%	1.2%	0.6%	0.1%
857-HK	PetroChina	Energy	0.9%	1.2%	-0.3%	0.2%	0.4%	-0.7%	-0.1%	1.3%	0.1%	0.6%
688012-CN	Advanced Micro-Fabrication Equipment	Semiconductors & Semiconductor Equipment	0.8%	0.1%	0.7%	-0.2%	0.8%	0.7%	-0.2%	0.9%	0.8%	-0.3%
PDD-US	PDD Holdings	Consumer Discretionary Distribution & Retail	0.8%	1.9%	-1.0%	0.0%	1.1%	-0.8%	-0.1%	0.6%	-1.3%	0.0%
3690-HK	Meituan	Consumer Services	0.8%	2.0%	-1.2%	0.4%	0.9%	-1.1%	0.4%	0.7%	-1.3%	0.4%
388-HK	Hong Kong Exchanges & Clearing	Financial Services	0.8%	0.0%	0.8%	0.1%	0.6%	0.6%	-0.1%	1.0%	1.0%	0.4%
600660-CN	Fuyao Glass Industry Grp	Automobiles & Components	0.8%	0.2%	0.6%	0.0%	0.9%	0.7%	0.1%	0.7%	0.5%	0.0%
3692-HK	Hansoh Pharmaceutical Group	Pharmaceuticals Biotechnology & Life Sciences	0.7%	0.2%	0.5%	0.0%	0.3%	0.1%	0.0%	1.2%	1.0%	0.0%
300124-CN	Shenzhen Inovance Technology	Capital Goods	0.7%	0.0%	0.7%	-0.2%	0.5%	0.5%	-0.1%	0.9%	0.9%	-0.2%
1801-HK	Innovent Biologics	Pharmaceuticals Biotechnology & Life Sciences	0.7%	0.7%	0.0%	-0.1%	0.8%	0.1%	-0.1%	0.5%	-0.2%	-0.1%
002028-CN	Sieyuan Electric	Capital Goods	0.7%	0.0%	0.7%	-0.1%	0.6%	0.6%	-0.1%	0.8%	0.8%	-0.1%
9618-HK	JD.com	Consumer Discretionary Distribution & Retail	0.7%	1.3%	-0.6%	0.3%	0.6%	-0.7%	0.2%	0.8%	-0.5%	0.4%
2259-HK	Zijin Gold International	Materials	0.7%	0.3%	0.4%	0.1%	0.6%	0.3%	-0.1%	0.8%	0.5%	0.3%
600690-CN	Haier Smart Home	Consumer Durables & Apparel	0.7%	0.3%	0.4%	0.1%	0.5%	0.2%	0.0%	0.8%	0.6%	0.1%
600031-CN	Sany Heavy Industry	Capital Goods	0.6%	0.1%	0.6%	0.0%	0.5%	0.4%	0.0%	0.8%	0.8%	-0.1%
002371-CN	NAURA Technology Group	Semiconductors & Semiconductor Equipment	0.6%	0.2%	0.4%	-0.1%	0.8%	0.6%	-0.1%	0.5%	0.3%	-0.2%
669-HK	Techtronic Industries	Capital Goods	0.6%	0.0%	0.6%	-0.1%	0.5%	0.5%	0.0%	0.7%	0.7%	-0.1%
002475-CN	Luxshare Precision Industry	Technology Hardware & Equipment	0.6%	0.1%	0.5%	0.1%	0.3%	0.2%	0.0%	0.9%	0.7%	0.2%
2020-HK	ANTA Sports Products	Consumer Durables & Apparel	0.6%	0.5%	0.1%	0.0%	0.7%	0.2%	0.0%	0.5%	0.0%	0.1%
YMM-US	Full Truck Alln	Transportation	0.6%	0.2%	0.3%	0.0%	0.7%	0.5%	0.0%	0.5%	0.2%	0.0%
300308-CN	Zhongji Innolight	Technology Hardware & Equipment	0.6%	0.3%	0.2%	0.0%	0.7%	0.4%	0.0%	0.4%	0.1%	0.0%
9961-HK	Trip.com Group	Consumer Services	0.6%	1.1%	-0.5%	0.0%	0.7%	-0.3%	0.0%	0.4%	-0.7%	0.0%
2338-HK	Weichai Power	Capital Goods	0.5%	0.4%	0.2%	-0.2%	0.5%	0.1%	-0.1%	0.6%	0.2%	-0.2%
1109-HK		Real Estate Management & Development	0.5%	0.4%	0.1%	0.0%	0.6%	0.2%	0.0%	0.4%	0.0%	0.0%
1810-HK	Xiaomi	Technology Hardware & Equipment	0.5%	2.4%	-1.9%	0.2%	0.5%	-1.8%	0.2%	0.5%	-1.9%	0.3%
2319-HK	China Mengniu Dairy	Food Beverage & Tobacco	0.5%	0.3%	0.2%	0.1%	0.7%	0.5%	0.1%	0.2%	0.0%	0.0%
BZ-US	Kanzhun	Commercial & Professional Services	0.5%	0.3%	0.2%	-0.1%	0.5%	0.3%	0.0%	0.4%	0.2%	-0.1%
1208-HK	MMG	Materials	0.4%	0.2%	0.2%	0.0%	0.1%	-0.2%	0.0%	0.8%	0.6%	-0.1%
9888-HK	Baidu	Media & Entertainment	0.4%	1.0%	-0.6%	0.0%	0.4%	-0.6%	-0.1%	0.5%	-0.6%	0.0%
3988-HK	Bank of China	Banks	0.4%	2.1%	-1.7%	0.0%	0.8%	-1.3%	0.1%	0.1%	-2.0%	-0.1%
601600-CN	Aluminum Corp of China	Materials	0.4%	0.2%	0.2%	0.0%	0.1%	-0.1%	0.0%	0.7%	0.5%	-0.1%

fund positioning database methodology is described in section - Methodology of Our Fund Analysis.
Research Disclosure Website at www.morganstanley.com/researchdisclosures.

Fund Position QTD Changes – Top 50 Mutual Fund Holdings

Exhibit 21: Top 50 China/HK holdings among long-only EM and China active managers vs. last quarter

			International & US Funds				International Funds - UCITS			US Funds		
Ticker	Company Name	GICS Industry Group	Portfolio Composite Weights	MSCI China Index Weights	Active Weights	Active Wgt. Changes QTD	Portfolio Composite Weights	Active Weights	Active Wgt. Changes QTD	Portfolio Composite Weights	Active Weights	Active Wgt. Changes QTD
700-HK	Tencent Holdings	Media & Entertainment	14.2%	14.0%	0.2%	0.6%	11.8%	-2.2%	0.9%	16.7%	2.7%	-0.2%
9988-HK	Alibaba Group Holding	Consumer Discretionary Distribution & Retail	7.9%	9.6%	-1.7%	0.5%	7.7%	-1.9%	1.2%	8.1%	-1.5%	-0.3%
939-HK	China Construction Bank	Banks	4.2%	4.1%	0.1%	0.9%	3.1%	-1.0%	0.5%	5.2%	1.1%	1.2%
300750-CN	Contemporary Amperex Technology	Capital Goods	3.9%	1.1%	2.8%	-1.0%	3.7%	2.6%	-1.1%	4.2%	3.1%	-0.9%
1299-HK	AIA Group	Insurance	2.7%	0.0%	2.7%	0.1%	2.0%	2.0%	-0.2%	3.4%	3.4%	0.3%
2318-HK	Ping An Insurance Group	Insurance	2.6%	2.1%	0.5%	-0.2%	3.0%	0.9%	0.0%	2.2%	0.1%	-0.4%
9999-HK	NetEase	Media & Entertainment	2.3%	1.7%	0.6%	0.1%	2.5%	0.8%	0.0%	2.1%	0.4%	0.2%
2899-HK	Zijin Mining Grp Co Ltd	Materials	2.2%	1.3%	0.9%	0.4%	1.8%	0.4%	0.4%	2.7%	1.3%	0.4%
2359-HK	WuXi AppTec	Pharmaceuticals Biotechnology & Life Sciences	2.0%	0.5%	1.5%	0.6%	1.4%	0.9%	0.5%	2.6%	2.1%	0.6%
3968-HK	China Merchants Bank	Banks	1.7%	1.3%	0.5%	0.0%	2.2%	0.9%	0.1%	1.3%	0.0%	0.0%
1398-HK	Industrial and Commercial Bank of Chin	Banks	1.4%	2.6%	-1.3%	0.6%	1.4%	-1.2%	0.4%	1.4%	-1.3%	0.9%
000333-CN	Midea Group	Consumer Durables & Apparel	1.3%	0.3%	1.0%	0.0%	1.4%	1.1%	0.1%	1.2%	0.9%	-0.1%
1211-HK	BYD	Automobiles & Components	1.3%	1.8%	-0.5%	0.2%	0.8%	-1.0%	0.3%	1.7%	0.0%	-0.1%
688008-CN	Montage Technology	Semiconductors & Semiconductor Equipment	1.2%	0.1%	1.1%	-0.8%	1.2%	1.1%	-0.8%	1.3%	1.2%	-0.7%
992-HK	Lenovo Group	Technology Hardware & Equipment	1.2%	1.1%	0.1%	0.2%	1.0%	-0.1%	0.4%	1.4%	0.2%	0.0%
HTHT-US	H World Group	Consumer Services	1.1%	0.3%	0.7%	-0.1%	1.0%	0.7%	0.0%	1.1%	0.8%	-0.2%
2628-HK	China Life Insurance	Insurance	1.0%	1.2%	-0.2%	0.1%	0.3%	-0.8%	-0.1%	1.6%	0.4%	0.0%
600519-CN	Kweichow Moutai	Food Beverage & Tobacco	0.9%	0.6%	0.4%	-0.1%	1.1%	0.5%	-0.1%	0.8%	0.2%	-0.1%
6160-HK	BeOne Medicines	Pharmaceuticals Biotechnology & Life Sciences	0.9%	0.9%	0.0%	0.2%	0.8%	0.0%	0.3%	1.0%	0.1%	0.2%
2328-HK	PICC Property & Casualty	Insurance	0.9%	0.6%	0.3%	0.0%	0.6%	0.0%	0.0%	1.2%	0.6%	0.1%
857-HK	PetroChina	Energy	0.9%	1.2%	-0.3%	0.2%	0.4%	-0.7%	-0.1%	1.3%	0.1%	0.5%
688012-CN	Advanced Micro-Fabrication Equipment	Semiconductors & Semiconductor Equipment	0.8%	0.1%	0.7%	-0.6%	0.8%	0.7%	-0.6%	0.9%	0.8%	-0.6%
PDD-US	PDD Holdings	Consumer Discretionary Distribution & Retail	0.8%	1.9%	-1.0%	-0.2%	1.1%	-0.8%	-0.1%	0.6%	-1.3%	-0.2%
3690-HK	Meituan	Consumer Services	0.8%	2.0%	-1.2%	0.6%	0.9%	-1.1%	0.6%	0.7%	-1.3%	0.5%
388-HK	Hong Kong Exchanges & Clearing	Financial Services	0.8%	0.0%	0.8%	0.1%	0.6%	0.6%	-0.1%	1.0%	1.0%	0.4%
600660-CN	Fuyao Glass Industry Grp	Automobiles & Components	0.8%	0.2%	0.6%	0.1%	0.9%	0.7%	0.1%	0.7%	0.5%	0.1%
3692-HK	Hansoh Pharmaceutical Group	Pharmaceuticals Biotechnology & Life Sciences	0.7%	0.2%	0.5%	0.2%	0.3%	0.1%	0.0%	1.2%	1.0%	0.3%
300124-CN	Shenzhen Inovance Technology	Capital Goods	0.7%	0.0%	0.7%	-0.3%	0.5%	0.5%	-0.2%	0.9%	0.9%	-0.4%
1801-HK	Innovent Biologics	Pharmaceuticals Biotechnology & Life Sciences	0.7%	0.7%	0.0%	0.0%	0.8%	0.1%	#N/A	0.5%	-0.2%	#N/A
002028-CN	Sieyuan Electric	Capital Goods	0.7%	0.0%	0.7%	-0.3%	0.6%	0.6%	-0.3%	0.8%	0.8%	-0.4%
9618-HK	JD.com	Consumer Discretionary Distribution & Retail	0.7%	1.3%	-0.6%	0.3%	0.6%	-0.7%	0.3%	0.8%	-0.5%	0.4%
2259-HK	Zijin Gold International	Materials	0.7%	0.3%	0.4%	0.0%	0.6%	0.3%	#N/A	0.8%	0.5%	#N/A
600690-CN	Haier Smart Home	Consumer Durables & Apparel	0.7%	0.3%	0.4%	0.2%	0.5%	0.2%	0.0%	0.8%	0.6%	0.3%
600031-CN	Sany Heavy Industry	Capital Goods	0.6%	0.1%	0.6%	0.0%	0.5%	0.4%	0.0%	0.8%	0.8%	0.0%
002371-CN	NAURA Technology Group	Semiconductors & Semiconductor Equipment	0.6%	0.2%	0.4%	-0.4%	0.8%	0.6%	-0.4%	0.5%	0.3%	-0.4%
669-HK	Techtronic Industries	Capital Goods	0.6%	0.0%	0.6%	-0.1%	0.5%	0.5%	0.0%	0.7%	0.7%	-0.1%
002475-CN	Luxshare Precision Industry	Technology Hardware & Equipment	0.6%	0.1%	0.5%	0.4%	0.3%	0.2%	0.0%	0.9%	0.7%	0.9%
2020-HK	ANTA Sports Products	Consumer Durables & Apparel	0.6%	0.5%	0.1%	0.0%	0.7%	0.2%	0.0%	0.5%	0.0%	0.1%
YMM-US	Full Truck Alln	Transportation	0.6%	0.2%	0.3%	0.0%	0.7%	0.5%	0.1%	0.5%	0.2%	0.0%
300308-CN	Zhongji Innolight	Technology Hardware & Equipment	0.6%	0.3%	0.2%	-0.5%	0.7%	0.4%	-0.5%	0.4%	0.1%	-0.5%
9961-HK	Trip.com Group	Consumer Services	0.6%	1.1%	-0.5%	0.0%	0.7%	-0.3%	0.0%	0.4%	-0.7%	0.0%
2338-HK	Weichai Power	Capital Goods	0.5%	0.4%	0.2%	-0.2%	0.5%	0.1%	-0.1%	0.6%	0.2%	-0.2%
1109-HK		Real Estate Management & Development	0.5%	0.4%	0.1%	0.0%	0.6%	0.2%	0.0%	0.4%	0.0%	0.0%
1810-HK	Xiaomi	Technology Hardware & Equipment	0.5%	2.4%	-1.9%	0.2%	0.5%	-1.8%	#N/A	0.5%	-1.9%	0.3%
2319-HK	China Mengniu Dairy	Food Beverage & Tobacco	0.5%	0.3%	0.2%	0.2%	0.7%	0.5%	0.2%	0.2%	0.0%	0.1%
BZ-US	Kanzhun	Commercial & Professional Services	0.5%	0.3%	0.2%	0.0%	0.5%	0.3%	0.0%	0.4%	0.2%	0.0%
1208-HK	MMG	Materials	0.4%	0.2%	0.2%	0.1%	0.1%	-0.2%	0.0%	0.8%	0.6%	0.2%
9888-HK	Baidu	Media & Entertainment	0.4%	1.0%	-0.6%	-0.2%	0.4%	-0.6%	-0.3%	0.5%	-0.6%	-0.1%
3988-HK	Bank of China	Banks	0.4%	2.1%	-1.7%	0.0%	0.8%	-1.3%	0.2%	0.1%	-2.0%	-0.1%
601600-CN	Aluminum Corp of China	Materials	0.4%	0.2%	0.2%	0.0%	0.1%	-0.1%	0.0%	0.7%	0.5%	0.0%

fund positioning database methodology is described in section - Methodology of Our Fund Analysis.
Research Disclosure Website at www.morganstanley.com/researchdisclosures.

Fund Position Changes YTD 2026 – Top 50 Mutual Fund Holdings

Exhibit 22: Top 50 China/HK holdings among long-only EM and China active managers, YTD

			International & US Funds				International Funds - UCITS			US Funds		
Ticker	Company Name	GICS Industry Group	Portfolio Composite Weights	MSCI China Index Weights	Active Weights	Active Wgt. Changes YTD	Portfolio Composite Weights	Active Weights	Active Weights Changes YTD	Portfolio Composite Weights	Active Weights	Active Weights Changes YTD
700-HK	Tencent Holdings	Media & Entertainment	14.2%	14.0%	0.2%	0.4%	11.8%	-2.2%	3.3%	16.7%	2.7%	-1.3%
9988-HK	Alibaba Group Holding	Consumer Discretionary Distribution & Retail	7.9%	9.6%	-1.7%	-1.7%	7.7%	-1.9%	0.1%	8.1%	-1.5%	-2.4%
939-HK	China Construction Bank	Banks	4.2%	4.1%	0.1%	0.9%	3.1%	-1.0%	0.2%	5.2%	1.1%	1.2%
300750-CN	Contemporary Amperex Technology	Capital Goods	3.9%	1.1%	2.8%	0.6%	3.7%	2.6%	-0.1%	4.2%	3.1%	1.0%
1299-HK	AIA Group	Insurance	2.7%	0.0%	2.7%	0.0%	2.0%	2.0%	-0.3%	3.4%	3.4%	0.3%
2318-HK	Ping An Insurance Group	Insurance	2.6%	2.1%	0.5%	-0.7%	3.0%	0.9%	-0.4%	2.2%	0.1%	-1.0%
9999-HK	NetEase	Media & Entertainment	2.3%	1.7%	0.6%	0.4%	2.5%	0.8%	0.4%	2.1%	0.4%	0.6%
2899-HK	Zijin Mining Grp Co Ltd	Materials	2.2%	1.3%	0.9%	#N/A	1.8%	0.4%	#N/A	2.7%	1.3%	#N/A
2359-HK	WuXi AppTec	Pharmaceuticals Biotechnology & Life Sciences	2.0%	0.5%	1.5%	1.1%	1.4%	0.9%	0.7%	2.6%	2.1%	1.4%
3968-HK	China Merchants Bank	Banks	1.7%	1.3%	0.5%	-0.2%	2.2%	0.9%	-0.1%	1.3%	0.0%	-0.3%
1398-HK	Industrial and Commercial Bank of China	Banks	1.4%	2.6%	-1.3%	0.1%	1.4%	-1.2%	-0.2%	1.4%	-1.3%	0.4%
000333-CN	Midea Group	Consumer Durables & Apparel	1.3%	0.3%	1.0%	0.1%	1.4%	1.1%	0.1%	1.2%	0.9%	0.0%
1211-HK	BYD	Automobiles & Components	1.3%	1.8%	-0.5%	0.3%	0.8%	-1.0%	0.3%	1.7%	0.0%	0.3%
688008-CN	Montage Technology	Semiconductors & Semiconductor Equipment	1.2%	0.1%	1.1%	0.4%	1.2%	1.1%	0.4%	1.3%	1.2%	0.4%
992-HK	Lenovo Group	Technology Hardware & Equipment	1.2%	1.1%	0.1%	0.1%	1.0%	-0.1%	0.0%	1.4%	0.2%	0.2%
HTHT-US	H World Group	Consumer Services	1.1%	0.3%	0.7%	-0.1%	1.0%	0.7%	-0.1%	1.1%	0.8%	-0.3%
2628-HK	China Life Insurance	Insurance	1.0%	1.2%	-0.2%	-0.3%	0.3%	-0.8%	-0.2%	1.6%	0.4%	-0.5%
600519-CN	Kweichow Moutai	Food Beverage & Tobacco	0.9%	0.6%	0.4%	-0.1%	1.1%	0.5%	-0.1%	0.8%	0.2%	-0.3%
6160-HK	BeOne Medicines	Pharmaceuticals Biotechnology & Life Sciences	0.9%	0.9%	0.0%	0.4%	0.8%	0.0%	0.4%	1.0%	0.1%	0.3%
2328-HK	PICC Property & Casualty	Insurance	0.9%	0.6%	0.3%	0.1%	0.6%	0.0%	-0.2%	1.2%	0.6%	0.3%
857-HK	PetroChina	Energy	0.9%	1.2%	-0.3%	0.1%	0.4%	-0.7%	-0.4%	1.3%	0.1%	0.6%
688012-CN	Advanced Micro-Fabrication Equipment	Semiconductors & Semiconductor Equipment	0.8%	0.1%	0.7%	0.3%	0.8%	0.7%	0.3%	0.9%	0.8%	0.3%
PDD-US	PDD Holdings	Consumer Discretionary Distribution & Retail	0.8%	1.9%	-1.0%	-0.3%	1.1%	-0.8%	0.2%	0.6%	-1.3%	-1.0%
3690-HK	Meituan	Consumer Services	0.8%	2.0%	-1.2%	-0.4%	0.9%	-1.1%	0.3%	0.7%	-1.3%	-0.7%
388-HK	Hong Kong Exchanges & Clearing	Financial Services	0.8%	0.0%	0.8%	0.1%	0.6%	0.6%	-0.1%	1.0%	1.0%	0.3%
600660-CN	Fuyao Glass Industry Grp	Automobiles & Components	0.8%	0.2%	0.6%	0.0%	0.9%	0.7%	-0.1%	0.7%	0.5%	0.1%
3692-HK	Hansoh Pharmaceutical Group	Pharmaceuticals Biotechnology & Life Sciences	0.7%	0.2%	0.5%	0.1%	0.3%	0.1%	0.0%	1.2%	1.0%	0.3%
300124-CN	Shenzhen Inovance Technology	Capital Goods	0.7%	0.0%	0.7%	-0.3%	0.5%	0.5%	-0.2%	0.9%	0.9%	-0.3%
1801-HK	Innovent Biologics	Pharmaceuticals Biotechnology & Life Sciences	0.7%	0.7%	0.0%	0.1%	0.8%	0.1%	0.2%	0.5%	-0.2%	0.1%
002028-CN	Sieyuan Electric	Capital Goods	0.7%	0.0%	0.7%	-0.4%	0.6%	0.6%	-0.3%	0.8%	0.8%	-0.6%
9618-HK	JD.com	Consumer Discretionary Distribution & Retail	0.7%	1.3%	-0.6%	0.2%	0.6%	-0.7%	0.1%	0.8%	-0.5%	0.2%
2259-HK	Zijin Gold International	Materials	0.7%	0.3%	0.4%	0.0%	0.6%	0.3%	-0.4%	0.8%	0.5%	0.3%
600690-CN	Haier Smart Home	Consumer Durables & Apparel	0.7%	0.3%	0.4%	0.1%	0.5%	0.2%	-0.2%	0.8%	0.6%	0.4%
600031-CN	Sany Heavy Industry	Capital Goods	0.6%	0.1%	0.6%	0.3%	0.5%	0.4%	-0.1%	0.8%	0.8%	0.5%
002371-CN	NAURA Technology Group	Semiconductors & Semiconductor Equipment	0.6%	0.2%	0.4%	0.2%	0.8%	0.6%	0.1%	0.5%	0.3%	0.1%
669-HK	Techtronic Industries	Capital Goods	0.6%	0.0%	0.6%	0.1%	0.5%	0.5%	0.0%	0.7%	0.7%	0.2%
002475-CN	Luxshare Precision Industry	Technology Hardware & Equipment	0.6%	0.1%	0.5%	0.3%	0.3%	0.2%	0.0%	0.9%	0.7%	0.6%
2020-HK	ANTA Sports Products	Consumer Durables & Apparel	0.6%	0.5%	0.1%	0.1%	0.7%	0.2%	-0.2%	0.5%	0.0%	0.3%
YMM-US	Full Truck Alln	Transportation	0.6%	0.2%	0.3%	-0.5%	0.7%	0.5%	-0.4%	0.5%	0.2%	-0.7%
300308-CN	Zhongji Innolight	Technology Hardware & Equipment	0.6%	0.3%	0.2%	0.2%	0.7%	0.4%	0.3%	0.4%	0.1%	0.1%
9961-HK	Trip.com Group	Consumer Services	0.6%	1.1%	-0.5%	-0.1%	0.7%	-0.3%	0.0%	0.4%	-0.7%	0.0%
2338-HK	Weichai Power	Capital Goods	0.5%	0.4%	0.2%	0.0%	0.5%	0.1%	0.0%	0.6%	0.2%	-0.1%
1109-HK		Real Estate Management & Development	0.5%	0.4%	0.1%	-0.1%	0.6%	0.2%	0.0%	0.4%	0.0%	-0.1%
1810-HK	Xiaomi	Technology Hardware & Equipment	0.5%	2.4%	-1.9%	0.0%	0.5%	-1.8%	0.1%	0.5%	-1.9%	0.3%
2319-HK	China Mengniu Dairy	Food Beverage & Tobacco	0.5%	0.3%	0.2%	0.2%	0.7%	0.5%	0.3%	0.2%	0.0%	0.1%
BZ-US	Kanzhun	Commercial & Professional Services	0.5%	0.3%	0.2%	0.0%	0.5%	0.3%	0.1%	0.4%	0.2%	0.0%
1208-HK	MMG	Materials	0.4%	0.2%	0.2%	0.1%	0.1%	-0.2%	0.0%	0.8%	0.6%	0.2%
9888-HK	Baidu	Media & Entertainment	0.4%	1.0%	-0.6%	0.1%	0.4%	-0.6%	0.2%	0.5%	-0.6%	0.2%
3988-HK	Bank of China	Banks	0.4%	2.1%	-1.7%	-0.4%	0.8%	-1.3%	-0.1%	0.1%	-2.0%	-0.6%
601600-CN	Aluminum Corp of China	Materials	0.4%	0.2%	0.2%	0.4%	0.1%	-0.1%	0.0%	0.7%	0.5%	0.8%

fund positioning database methodology is described in section - Methodology of Our Fund Analysis.
Research Disclosure Website at www.morganstanley.com/researchdisclosures.

Fund Position Changes vs. Last Month – By GICS Industry Group

Exhibit 23: Active fund positions in China/HK equities by GICS Industry Group vs. last month

		International & US Funds			International Funds - UCITS			US Funds		
GICS Industry Group	MSCI China Index Weights	Portfolio Composite Weights	Active Weights	Active Weights Changes vs. last month	Portfolio Composite Weights	Active Weights	Active Weights Changes vs. last month	Portfolio Composite Weights	Active Weights	Active Weights Changes vs. last month
Capital Goods	3.8%	11.1%	7.3%	-1.3%	11.7%	7.9%	-1.3%	10.5%	6.8%	-1.3%
Insurance	4.9%	7.7%	2.8%	0.1%	6.6%	1.7%	-0.2%	8.9%	4.0%	0.4%
Consumer Durables & Apparel	1.6%	3.5%	1.8%	0.0%	3.8%	2.2%	0.0%	3.1%	1.5%	0.0%
Semiconductors & Semiconductor Equipment	2.7%	4.0%	1.3%	-0.5%	5.0%	2.3%	-0.3%	2.9%	0.3%	-0.7%
Pharmaceuticals Biotechnology & Life Sciences	5.6%	6.7%	1.1%	-0.2%	6.4%	0.8%	-0.3%	6.9%	1.3%	-0.2%
Materials	5.9%	6.1%	0.3%	-1.0%	5.6%	-0.2%	-0.9%	6.6%	0.7%	-1.2%
Commercial & Professional Services	0.3%	0.7%	0.4%	-0.1%	0.9%	0.6%	0.0%	0.4%	0.2%	-0.1%
Food Beverage & Tobacco	2.4%	2.9%	0.4%	0.0%	3.2%	0.8%	0.1%	2.5%	0.1%	-0.1%
Health Care Equipment & Services	0.3%	0.8%	0.5%	0.1%	0.8%	0.5%	0.1%	0.7%	0.4%	0.0%
Consumer Staples Distribution & Retail	0.3%	0.4%	0.1%	0.0%	0.7%	0.4%	0.1%	0.1%	-0.1%	0.0%
Transportation	1.6%	1.7%	0.1%	0.1%	1.9%	0.4%	0.1%	1.5%	-0.1%	0.0%
Real Estate Management & Development	1.6%	1.5%	-0.1%	-0.1%	2.0%	0.4%	-0.1%	1.1%	-0.5%	-0.1%
Household & Personal Products	0.1%	0.1%	0.0%	0.0%	0.1%	0.0%	0.0%	0.1%	0.0%	0.0%
Telecommunication Services	0.3%	0.1%	-0.1%	0.0%	0.2%	-0.1%	0.0%	0.0%	-0.2%	0.0%
Financial Services	1.9%	1.6%	-0.3%	0.1%	1.9%	-0.1%	-0.1%	1.4%	-0.5%	0.3%
Software & Services	0.9%	0.3%	-0.7%	0.1%	0.3%	-0.6%	0.1%	0.2%	-0.7%	0.0%
Consumer Services	4.5%	4.0%	-0.6%	0.3%	4.3%	-0.2%	0.3%	3.7%	-0.9%	0.2%
Automobiles & Components	4.1%	3.1%	-1.0%	0.0%	3.3%	-0.9%	0.1%	3.0%	-1.1%	-0.1%
Media & Entertainment	18.0%	17.6%	-0.3%	0.9%	15.2%	-2.8%	1.0%	20.0%	2.1%	0.5%
Utilities	1.8%	0.6%	-1.2%	0.0%	0.6%	-1.2%	0.0%	0.6%	-1.2%	0.0%
Technology Hardware & Equipment	7.5%	5.2%	-2.3%	-0.5%	5.8%	-1.7%	-0.2%	4.5%	-3.0%	-0.8%
Energy	3.6%	1.5%	-2.0%	0.0%	1.0%	-2.6%	-0.3%	2.1%	-1.5%	0.4%
Consumer Discretionary Distribution & Retail	13.5%	9.8%	-3.7%	0.4%	9.9%	-3.6%	0.5%	9.8%	-3.8%	0.3%
Banks	12.9%	9.0%	-3.9%	1.9%	8.8%	-4.1%	1.2%	9.1%	-3.8%	2.6%

positioning database methodology is described in section - Methodology of Our Fund Analysis.

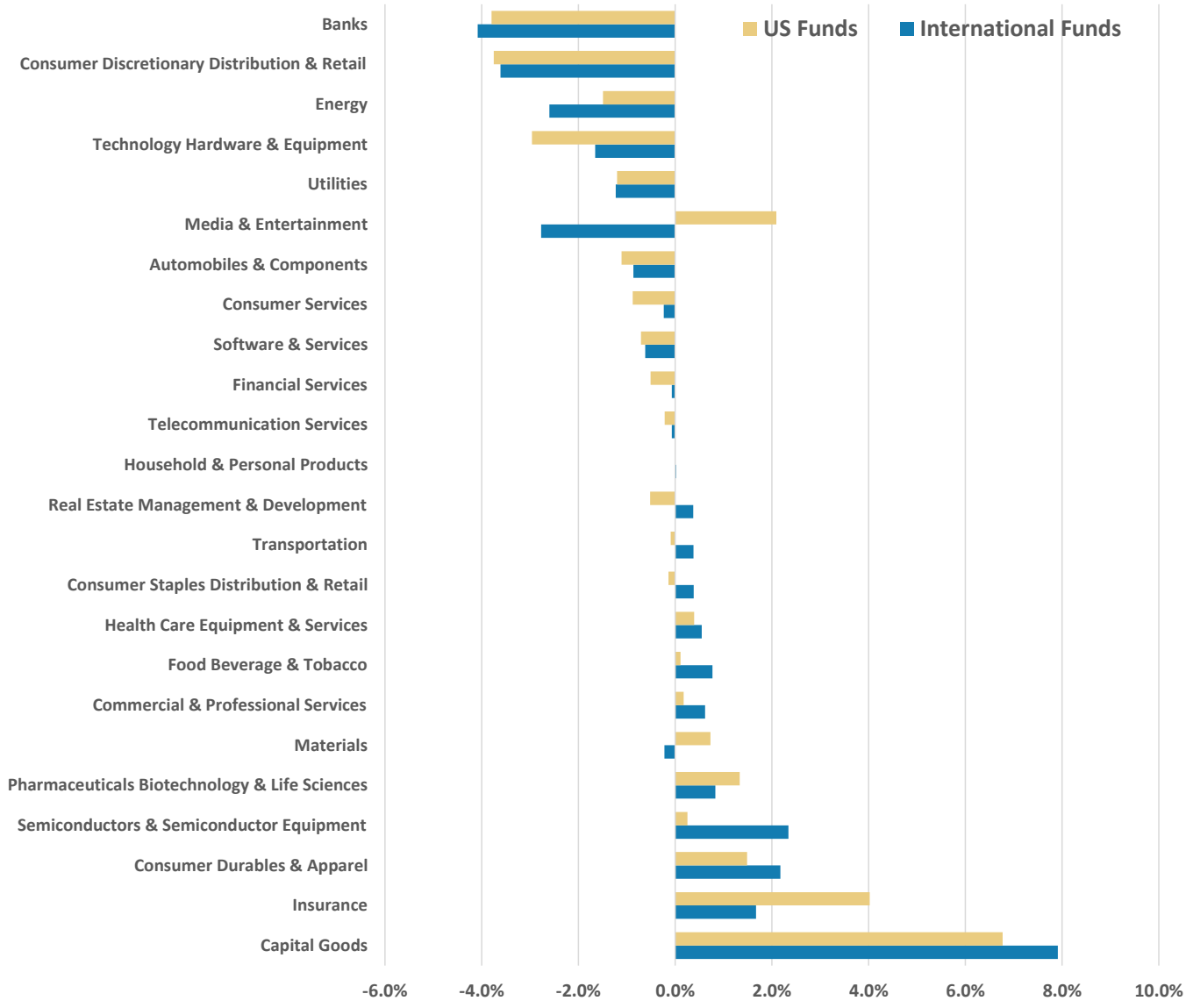
Fund Position QTD Changes – By GICS Industry Group

Exhibit 24: Active fund positions in China/HK equities by GICS Industry Group vs. last quarter

		International & US Funds			International Funds - UCITS			US Funds		
GICS Industry Group	MSCI China Index Weights	Portfolio Composite Weights	Active Weights	Active Weights Changes QTD	Portfolio Composite Weights	Active Weights	Active Weights Changes QTD	Portfolio Composite Weights	Active Weights	Active Weights Changes QTD
Capital Goods	3.8%	11.1%	7.3%	-2.4%	11.7%	7.9%	-2.5%	10.5%	6.8%	-2.3%
Insurance	4.9%	7.7%	2.8%	-0.2%	6.6%	1.7%	-0.5%	8.9%	4.0%	0.0%
Consumer Durables & Apparel	1.6%	3.5%	1.8%	0.1%	3.8%	2.2%	0.0%	3.1%	1.5%	0.3%
Semiconductors & Semiconductor Equipment	2.7%	4.0%	1.3%	-1.1%	5.0%	2.3%	-1.4%	2.9%	0.3%	-0.6%
Pharmaceuticals Biotechnology & Life Sciences	5.6%	6.7%	1.1%	1.2%	6.4%	0.8%	1.3%	6.9%	1.3%	1.1%
Materials	5.9%	6.1%	0.3%	0.1%	5.6%	-0.2%	0.1%	6.6%	0.7%	0.2%
Commercial & Professional Services	0.3%	0.7%	0.4%	0.0%	0.9%	0.6%	0.1%	0.4%	0.2%	-0.1%
Food Beverage & Tobacco	2.4%	2.9%	0.4%	-0.3%	3.2%	0.8%	-0.1%	2.5%	0.1%	-0.4%
Health Care Equipment & Services	0.3%	0.8%	0.5%	0.1%	0.8%	0.5%	0.2%	0.7%	0.4%	0.1%
Consumer Staples Distribution & Retail	0.3%	0.4%	0.1%	0.2%	0.7%	0.4%	0.3%	0.1%	-0.1%	0.0%
Transportation	1.6%	1.7%	0.1%	0.2%	1.9%	0.4%	0.2%	1.5%	-0.1%	0.3%
Real Estate Management & Development	1.6%	1.5%	-0.1%	-0.1%	2.0%	0.4%	0.0%	1.1%	-0.5%	0.0%
Household & Personal Products	0.1%	0.1%	0.0%	0.0%	0.1%	0.0%	0.0%	0.1%	0.0%	0.0%
Telecommunication Services	0.3%	0.1%	-0.1%	-0.1%	0.2%	-0.1%	-0.1%	0.0%	-0.2%	-0.1%
Financial Services	1.9%	1.6%	-0.3%	0.3%	1.9%	-0.1%	0.1%	1.4%	-0.5%	0.5%
Software & Services	0.9%	0.3%	-0.7%	0.0%	0.3%	-0.6%	0.0%	0.2%	-0.7%	-0.1%
Consumer Services	4.5%	4.0%	-0.6%	0.2%	4.3%	-0.2%	0.3%	3.7%	-0.9%	0.0%
Automobiles & Components	4.1%	3.1%	-1.0%	-0.2%	3.3%	-0.9%	0.0%	3.0%	-1.1%	-0.5%
Media & Entertainment	18.0%	17.6%	-0.3%	0.6%	15.2%	-2.8%	0.8%	20.0%	2.1%	0.1%
Utilities	1.8%	0.6%	-1.2%	0.0%	0.6%	-1.2%	0.1%	0.6%	-1.2%	0.0%
Technology Hardware & Equipment	7.5%	5.2%	-2.3%	0.9%	5.8%	-1.7%	0.7%	4.5%	-3.0%	1.1%
Energy	3.6%	1.5%	-2.0%	0.0%	1.0%	-2.6%	-0.4%	2.1%	-1.5%	0.3%
Consumer Discretionary Distribution & Retail	13.5%	9.8%	-3.7%	-1.1%	9.9%	-3.6%	-0.5%	9.8%	-3.8%	-1.8%
Banks	12.9%	9.0%	-3.9%	1.6%	8.8%	-4.1%	1.2%	9.1%	-3.8%	1.9%

positioning database methodology is described in section - Methodology of Our Fund Analysis.

Exhibit 25: Latest active weights vs. MSCI China by GICS industry group



section - Methodology of Our Fund Analysis .

Fund Position Changes YTD 2026 – By GICS Industry Group

Exhibit 26: Active fund positions in China/HK equities by GICS Industry Group, YTD

		US & SICAV Funds			International Funds - UCITS			US Funds		
GICS Industry Group	MSCI China Index Weights	Portfolio Composite Weights	Active Weights	Active Weights Changes YTD	Portfolio Composite Weights	Active Weights	Active Weights Changes YTD	Portfolio Composite Weights	Active Weights	Active Weights Changes YTD
Capital Goods	3.8%	11.1%	7.3%	0.6%	11.7%	7.9%	-1.4%	10.5%	6.8%	0.9%
Insurance	4.9%	7.7%	2.8%	-1.0%	6.6%	1.7%	-1.2%	8.9%	4.0%	-1.0%
Consumer Durables & Apparel	1.6%	3.5%	1.8%	-0.1%	3.8%	2.2%	-0.9%	3.1%	1.5%	0.4%
Semiconductors & Semiconductor Equipment	2.7%	4.0%	1.3%	0.4%	5.0%	2.3%	0.8%	2.9%	0.3%	-0.2%
Pharmaceuticals Biotechnology & Life Sciences	5.6%	6.7%	1.1%	1.5%	6.4%	0.8%	1.0%	6.9%	1.3%	1.8%
Materials	5.9%	6.1%	0.3%	0.1%	5.6%	-0.2%	-1.6%	6.6%	0.7%	1.3%
Commercial & Professional Services	0.3%	0.7%	0.4%	0.0%	0.9%	0.6%	0.2%	0.4%	0.2%	-0.1%
Food Beverage & Tobacco	2.4%	2.9%	0.4%	-0.3%	3.2%	0.8%	-0.2%	2.5%	0.1%	-0.5%
Health Care Equipment & Services	0.3%	0.8%	0.5%	0.1%	0.8%	0.5%	0.1%	0.7%	0.4%	0.2%
Consumer Staples Distribution & Retail	0.3%	0.4%	0.1%	0.2%	0.7%	0.4%	0.4%	0.1%	-0.1%	0.1%
Transportation	1.6%	1.7%	0.1%	-0.3%	1.9%	0.4%	-0.3%	1.5%	-0.1%	-0.4%
Real Estate Management & Development	1.6%	1.5%	-0.1%	-0.3%	2.0%	0.4%	-0.3%	1.1%	-0.5%	-0.3%
Household & Personal Products	0.1%	0.1%	0.0%	0.0%	0.1%	0.0%	-0.1%	0.1%	0.0%	0.0%
Telecommunication Services	0.3%	0.1%	-0.1%	-0.1%	0.2%	-0.1%	-0.2%	0.0%	-0.2%	-0.1%
Financial Services	1.9%	1.6%	-0.3%	0.0%	1.9%	-0.1%	-0.1%	1.4%	-0.5%	0.2%
Software & Services	0.9%	0.3%	-0.7%	-0.2%	0.3%	-0.6%	-0.3%	0.2%	-0.7%	-0.1%
Consumer Services	4.5%	4.0%	-0.6%	-0.4%	4.3%	-0.2%	0.5%	3.7%	-0.9%	-1.0%
Automobiles & Components	4.1%	3.1%	-1.0%	0.5%	3.3%	-0.9%	0.3%	3.0%	-1.1%	0.6%
Media & Entertainment	18.0%	17.6%	-0.3%	0.4%	15.2%	-2.8%	3.6%	20.0%	2.1%	-0.8%
Utilities	1.8%	0.6%	-1.2%	0.0%	0.6%	-1.2%	0.1%	0.6%	-1.2%	0.0%
Technology Hardware & Equipment	7.5%	5.2%	-2.3%	0.2%	5.8%	-1.7%	0.4%	4.5%	-3.0%	0.4%
Energy	3.6%	1.5%	-2.0%	-0.3%	1.0%	-2.6%	-1.1%	2.1%	-1.5%	0.2%
Consumer Discretionary Distribution & Retail	13.5%	9.8%	-3.7%	-2.2%	9.9%	-3.6%	-0.1%	9.8%	-3.8%	-3.3%
Banks	12.9%	9.0%	-3.9%	1.0%	8.8%	-4.1%	0.3%	9.1%	-3.8%	1.6%

section - Methodology of Our Fund Analysis .

Methodology of Our Fund Analysis

Coverage: Our SICAV fund universe in this analysis is formed by taking the 40 largest active funds in "International Funds: MorningStar China Equity" and the 40 largest active funds in "International Funds: MorningStar Emerging Markets Equity", covering total AUM of US$161bn.

Our US fund universe in this analysis is formed by taking the 20 largest active funds in "US Funds: MorningStar China Equity" and the 40 largest active funds in "US Funds: MorningStar Emerging Markets Equity", covering total AUM of US$300bn.

Rationale: We track only the funds with the largest AUM because of their better data quality. Changes in individual securities positions across different funds are aggregated based on market value. Please note that not every individual fund discloses month-end positions, so our estimations are for best-effort market indication purposes rather than factual reported data.