GS CHINA MIDDAY

12 October 2026 | 11:44 AM China Standard Time

Leon Ma
GOLDMAN SACHS (CHINA) SECS CO LTD - SH PU NW A CEN AV SEC TO
FICC & Equities

SHCOMP	-0.12%	STAR 50 -0.78%
SSE 50	+0.46%	ChiNext -1.27%
CSI 300	-0.15%	CSI 500 -1.36%

Total T/O(Tn RMB)	1.02	-15.68%

Choppy session in the morning for China with SHCOMP ended slightly below surface. Market saw a small spike around 10 AM to reverse early losses, but momentum quickly faded again, indicating limited conviction at the moment. T/O projection slides back to1.6 Tn Rmb level after a spike on Friday. On a sector level, AI hardware remains under pressure. GS Optical Network -3.66% weighing on tech performance. Following US Section 337 Probe, Foxconn industrial (601138.SH) dropped 4.94%, while Luxshare (002475.SZ)-2.08%. Weakness is mostly sentiment driven at the moment as most believe the material impact should be limited. Weakness in KR also weighing on Semi names, with CXMT (688825.SH)-3.10%. On the other hand, Banks remain on the bright side amid tech weakness with multiple names refreshing ATH. CCB(600036.SH)+2.49%.

FLOWS: We are 1.15x better to Sell. We are buying Battery and Semi Equipment vs selling PCB and Machinery, and Electrical Equipment.

