The 720: Anta, 800VDC Primer, Hon Hai, Biren, India Shipbuilders Initiations, Korea Games, China Cosmetics, Samsung Bio, BHP, Meta

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In Focus | Anta

Anta – Resilient 3Q and Solid 4Q Start Reaffirm Guidance – Buy. While the core Anta brand slightly missed expectations with a mid-single-digit decline due to weak July weather and macro softness, Fila performed in line and other brands like Descente and Kolon delivered robust 25-30% growth. We expect group margins to be supported by this increasing mix of higher-margin outdoor brands. Looking ahead, mgmt pointed to a solid start to 4Q, with National Day holiday sales outperforming our channel checks and Double-11 pre-sales tracking largely in line, while the 11-day-earlier CNY in 2027 should provide a further tailwind to 4Q sales. Mgmt remained confident to achieve and maintain the full-year guidance. We project double-digit net income growth for the group in 2027, further bolstered by potential Puma synergies in China and an earlier Lunar New Year tailwind. 12m TP of HK$105. *Michelle Cheng*

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Greater China & Korea Tech: Opportunity Set across Sub-Sectors | 4pm HK | Access Webinar | with Allen Chang, Verena Jeng, Giuni Lee, Caleb Chan

Themes in Play | 800VDC Primer, Hon Hai, Biren, Korea Games, China Cosmetics

Multi-Industry – Primer on 800VDC and implications for Electricals companies. We believe the transition to 800VDC power distribution, driven by scaling next-generation AI workloads and surging rack power densities, will fundamentally reshape the electrical equipment competitive landscape. This architecture enables higher power efficiency and up to a 45% reduction in copper mass, creating an estimated $5bn total addressable market for Solid-State Transformers (SSTs) and an $8bn market for solid-state breakers by 2030. Within our coverage, we upgrade Legrand (LEGD.PA) to Buy with a 12m TP of €172, as its recently announced 800VDC-adapted product suite, including sidecars and liquid cooling solutions, diversifies the company beyond its traditional concentration in white space infrastructure. We also spotlight Schneider Electric, Eaton, Vertiv, and Delta as having the most complete product offerings among incumbents to capture this structural tailwind. *Daniela Costa et al*

Hon Hai – New AI server racks and Foldable phones to drive 4Q26E – Buy (on CL). We expect monthly revenues to continue sequential growth through December, driving 4Q26 revenues up 39% QoQ and 61% YoY to NT$4.2 trillion. This momentum is

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fueled by the ramp-up of next-generation AI server racks and CPO switches, where we expect the company to deliver new models 2-3 months ahead of peers, alongside market share gains for premium foldable smartphones. Consequently, we raise our 2026-28E revenue estimates by 6%/45%/64% and our 2028E net income by 2%, while leaving 2026-27E earnings largely unchanged due to higher R&D expenses. We maintain our 12m TP at NT$400 as we view the business expansion into AI servers as a key driver for long-term profit expansion. *Allen Chang*

Biren – Next Generation platform gradual ramp up ahead – Buy. We reiterate Buy and raise our 12m TP to HK$92 from HK$80.5, driven by the commercial acceleration of its next-generation GPU products and expanding customer footprint. The company recently completed a HK$4bn share placement to secure supply-chain procurement and enhance R&D for its internal BR200 testing. We revise up 2027–2030 earnings estimates by 9% to 18% on higher GPU revenues and average selling prices, while lowering gross margin forecasts to reflect product mix changes. We expect Biren to directly benefit from our upwardly revised projections for leading Chinese cloud platform capex growth over the coming years. *Allen Chang*

Korea Games – 3Q26E preview: Mixed earnings - Buy NC. We expect mixed 3Q26 results across our coverage amid normalizing recent game launches and varying live-service monetization trends, continuing to favor NC (Buy) for its recurring earnings and an increasingly visible AAA pipeline. We anticipate softer near-term results for Krafton (Buy), lowering our 2026–2028 operating profit estimates by 4% to reflect weaker PUBG PC monetization and ad market seasonality, though we expect improving 4Q26 content catalysts. We view SHIFT UP (Neutral) as fairly valued given limited 2027 earnings growth visibility, and we remain cautious on Pearl Abyss (Sell) as Crimson Desert sales normalize, adjusting its 2026–2028 operating profit estimates by +W14bn/-W10bn/-W9bn to reflect moving its first DLC launch to 4Q26. *Eric Cha*

China Cosmetics – Double 11 pulse check: Heated rivalry and wider discounts. We see heightened competition and more aggressive discounting during the initial days of the Double 11 festival, particularly among MNC brands which drove stronger early completion rates on Douyin compared to local peers. Despite this dynamic, we continue to favor domestic players that generally benefit from an easier second-half comparison base. We highlight Buy-rated Proya, supported by core brand recovery and multi-brand momentum, alongside Maogeping for its disciplined discounting and Giant which faces an easy base for the remainder of the event. *Valerie Zhou*

New | India Shipbuilders Sector Initiation

India Aerospace & Defense – Shipbuilders Sector Initiation: Uncertainty Around Orders & Near-Term Earnings Decline Implies Further Downside. We initiate coverage on Mazagon Dock Shipbuilders (MAZG) with a Sell rating and 12m TP of INR 1,855, and Garden Reach Shipbuilders (GRSE) with a Sell rating and 12m TP of INR 1,515, as both companies enter a multi-year earnings decline phase. With major programs at the tail end of delivery and trailing book-to-bill ratios falling to cyclical lows, we forecast their EBITDA to decline at a 19.3% CAGR through FY29E, underperforming the 26% CAGR growth expected for our broader defense coverage. Current record revenues reflect peak billing on depleted backlogs, and near-term vessel orders face lengthy tendering and gestation periods before generating revenue. We see further downside potential driven by rich market cap-to-order book valuations relative to global peers and a lack of meaningful presence

in high-growth adjacencies like unmanned platforms, ship repair, and commercial shipbuilding. *Amit Dixit*

Results | Samsung Biologics, BHP, Northern Star Resources

Samsung Biologics – 3Q26 Revenue Beat and Raised Guidance. We view the 3Q26 print as modestly constructive, featuring a revenue beat and FY26 growth guidance raised to over 20%, supported by full utilization at legacy plants and initial contributions from Plant 5 and Rockville. Operating margins came in slightly below our expectations due to initial dilution from these new facilities, prompting us to lower our 2026-28 EPS estimates by 7.8%/5.9%/7.3% to reflect the added costs alongside non-operating FX losses. Looking ahead, we see tangible large-scale order conversions as the key catalyst for medium-term utilization visibility, and we lower our 12m TP to W1,737,000. *Chris Pan*

BHP – Mixed 1Q FY27 Offset by Strong Bulks and Pricing – Buy. We adjust our FY28 and FY29 EBITDA estimates up by 1% and maintain our Buy rating with a slightly revised 12m TP of A$65.7 following a mixed first quarter where strong bulk production and realized prices offset soft copper volumes. Group copper production missed our estimates by 10% due to scheduled maintenance, severe weather in Chile, and operational outages, while WAIO iron ore and coal output beat expectations by 2% to 10% alongside unchanged full-year guidance. We remain constructive on the company's robust near-term free cash flow and strengthened balance sheet, which we believe will comfortably support a 60% dividend payout while funding its extensive copper growth pipeline. *Paul Young*

Northern Star Resources – 1Q27 ahead on KCGM timing; Dec-Q trough expected – Buy. We raise our 12m TP to A$25.60 from A$25.20 following a strong first quarter, where gold production of 354koz and 10% lower AISC tracked ahead of expectations primarily due to the delayed shutdown of the legacy KCGM mill. We revise our FY27-FY29E EBITDA by +3%/+3%/-1% to reflect the initial beat and rebased lower costs at Jundee, though we soften our near-term outlook as we expect a trough December quarter while the expanded KCGM mill works through commissioning. Longer term, we see core assets doubling production by FY32E at improved margins, driving an inflection to robust free cash flow yields as production volumes rise and legacy hedges roll off. *Hugo Nicolaci*

Around the World | Meta, SpaceX, Oil

Meta – Q3 Revenue Beat Driven by AI Tailwinds – Buy. We expect a positive market reaction following Meta's Q3 revenue beat of $64.60bn (vs. Street $63.47bn), driven by 26% YoY advertising growth as AI integration provides a sustained tailwind to core operations. While a $9.9bn one-time legal accrual impacted reported GAAP operating income, underlying profitability exceeded estimates alongside reduced Reality Labs losses and a 12% QoQ headcount reduction. Management guided Q4 revenues to $73.0-76.0bn, bracketing consensus, and signaled further Reality Labs loss reductions into 2027, though FY26 expense and capex guidance were revised higher reflecting continued elevated AI investments. 12m TP of $860. *Eric Sheridan*

SpaceX – Q3 Beat and Compute Scaling Drive Revisions – Buy. We raise
$245 following a Q3 revenue and GAAP EBIT beat driven by Super Intell
service agreements and continued Starlink adoption. Management pro
revenue guidance of $33–37bn, well ahead of consensus, supported by
into scaling compute capacity to 2.5–3GW by year-end 2026 and addin

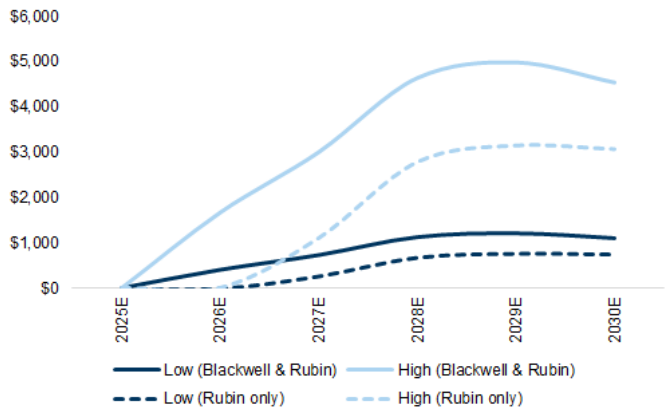


2027 amid demand that substantially outpaces supply. Although Q4 capex guidance of $35–40bn exceeded expectations to fund this infrastructure, we sharply raise our 2027 revenue and GAAP EPS estimates to $192.49bn and $5.52 (from $127.46bn and $3.96 prior), respectively, as Starship launch frequency accelerates and compute monetization momentum builds. *Eric Sheridan*

Oil Analyst – High Freight Costs: Wide Crude Differentials, High Product Prices. We expect the year-over-year surge in global average crude freight rates to over $20/bbl to persist as long as the Middle Eastern conflict continues, widening crude price differentials and supporting refined product prices. We attribute this sevenfold freight increase to an elevated Hormuz war risk premium, a rise in lengthy ship-to-ship transfers, higher maritime fuel costs, inefficient tanker allocations, and the blockade of the Iranian fleet. Consequently, producers reliant on distant buyers must heavily discount their crude to retain demand, while vulnerable Asian refiners face severely compressed net margins that threaten output and risk driving global product prices higher. *Yulia Zhestkova Grigsby*

Graphic Language | 800VDC – We expect the total addressable market for SSTs to ramp with the 800VDC transition

GS annual market potential for SSTs, 2025-2030, $mn



Source: Goldman Sachs Global Investment Research

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GS Events (Home Page here)

- **China Next-Gen Power & Mobility Day | Shenzhen** | 2-4 Nov
- **APAC Healthcare Corporate Day 2026 - Part I | Hong Kong** | 3-6 Nov
- **Korea KRX Kosdaq Corporate Day | Hong Kong & Singapore** | 24-25 Nov
- **India Corporate Day | Hong Kong** | 30 Nov - 1 Dec
- **Japan Conference | Tokyo |** 30 Nov - 4 Dec