

This material is neither intended to be distributed to Mainland China investors nor to provide securities investment consultancy services within the territory of Mainland China. This material or any portion hereof may not be reprinted, sold or redistributed without the written consent of J.P. Morgan.

China Equity Strategy

Flows & Positioning - AI & energy security in favor; healthcare, property and brokers see upsides

China's equity market is in a liquidity recovery with A-share turnover velocity rebounding to ~5%. However themes have seen polarized momentum: AI names remained the core holding of A-share mutual funds in 1Q26 (Figure 41), with the technical positioning score for semi equipment (JPM top pick: NAURA) and product (JPM top pick: Illuvatar CoreX) surging to 100 on 27 April from 0 one month ago (Figure 40). Energy security saw more intra-theme rotation, with A-share mutual funds adding positions in CATL and BYD in 1Q, while profit-taking hit Sungrow as the market questions its earnings growth outlook. Meanwhile, coal, oil and gas, and marine transport saw a sharp decline in technical positioning score from high double digits to low teens/single digit as the market desensitizes the Middle East tensions. Acknowledging the near-term momentum, our sector-allocation strategy anchors on the in-trend plays of AI ecosystem and energy security, the marginal improvement plays in healthcare, brokers, a tactical rebound in high-end property developer, and early robotics positioning, and pair those high quality growth with OW in energy to hedge oil volatility. We [reiterate](#) our 2026 bear/base-case targets of 80/100 for the MSCI China Index and 4,000/5,200 for the CSI 300 Index.

- **Over the past month, the China equity market has undergone a liquidity recovery** with A-share velocity rebounding to c5% after reaching the interim low of 3.2% on 7 April, and EPFR Stock Barometer tracked fund flows recording a net inflow of US\$1.6bn over 6-24 April, reversing the-US\$3bn net outflow over 9 March – 3 April. This rebound reflects a self-sustaining upturn fueled by the confluence of onshore momentum capital and global allocation flows, alongside reduced sensitivity to geopolitical frictions in the Middle East, and stabilizing China macro data, rather than relying on any state-backed support (ETFs with Huijin as a major shareholder in 2025 recorded net outflow of Rmb82bn or US\$12bn). Barring meaningful escalation of geopolitical tensions in the Middle East, we believe the improvement in liquidity will persist and continue to underpin Chinese equities' valuations in May, with [the potential Trump-Xi summit](#) as an extra catalyst for MXCN and CSI-300.
- **AI infrastructure remains the core theme, with unwavering investor conviction.** Against the broader liquidity recovery, breadth of market themes narrowing in April as capital concentrates in themes with stronger earnings visibility. AI infrastructure has stayed as the core A-share theme. Technical momentum scores for the semi equipment industry led by Naura Technology, and semi product industry led by SMIC surged from 0 to 100 in April, while mutual funds added positions in Yuanjie Semiconductor, reflecting strong institutional conviction. In addition, sector ETF flows (IT hardware as a top 3 in both past one week/four weeks, Figure 37), margin financing's share of turnover (top 2 MTD, improving from March, Figure 39), and technical indicator tracking momentum positioning (Figure 40) all point to sustained investor interest, supported by IDC's forecast of a 37% compound annual growth rate in AI infrastructure investment over the next four years, providing robust earnings visibility. Meanwhile, the sector's FTM PS valuations have corrected from late-2025 highs thanks to earnings growth; current investor consensus essentially reflects recognition of the theme's long-term growth certainty, and we

China & HK Equity strategy

Erin Zhang, CFA ^{AC}

(86-21) 6106 6328
erin.zhang@jpmorgan.com
SAC Registration Number: S1730521090002
J.P. Morgan Securities (China) Company Limited

Tim Huang ^{AC}

(852) 2800-4323
tim.huang@jpmorgan.com
J.P. Morgan Securities (Asia Pacific) Limited/
J.P. Morgan Broking (Hong Kong) Limited

Rajiv Batra

(65) 6882-8151
rajiv.j.batra@jpmorgan.com
J.P. Morgan Securities Singapore Private Limited

Head of China Research

Alex Yao

(86 21) 6106 6505
alex.yao@jpmorgan.com
SAC Registration Number: S1730523020001
J.P. Morgan Securities (China) Company Limited

See page 15 for analyst certification and important disclosures, including non-US analyst disclosures.

recommend staying aligned with the trend to capitalize on the momentum without rushing to lock in profits prematurely.

- **Investor interest in the energy security theme remains resilient, with intra-sector divergence presenting attractive entry points for Sungrow:** Electrical equipment recorded a strong reading on the technical indicator tracking momentum capital's positioning. That said, A-share fund managers increased their holdings of CATL-A in the first quarter while reducing positions in Sungrow, reflecting divergent views on near-term earnings and external risks. While we acknowledge Sungrow-A's recent earnings pressures ([4Q25](#) & [1Q26](#)) and [European regulatory uncertainties](#), we continue to view it as a core holding in the energy security theme, supported by its superior product quality, established brand recognition, and strong demand for energy storage systems (ESS)—consistent with our long-standing positive view on structural growth themes including new energy vehicles, energy storage, and power equipment. As a theme supported by both policy and earnings momentum, energy security is well-positioned to sustain investor interest.
- **We call for an early positioning in robotics:** In contrast to the strong momentum in AI and energy themes, the robotics sector has faced recent capital outflows, with ETF flows turning negative over both the past month and week, which we view as a temporary cooling in sentiment driven by a lack of near-term catalysts. Names with industrial automation exposure, such as Midea, saw minor mutual fund trimming in 1Q26, even as the theme's long-term structural appeal remains intact. Unitree Robotics' listing process is progressing, with pre-review and two rounds of inquiries completed by the Shanghai Stock Exchange. This can serve as a near-term catalyst for the humanoid robotics theme. Meanwhile [industrial automation demand is expected to pick up later this year](#) as new local government administrations take office, providing medium-term support to the sector. As a strategic priority under China's 15th Five-Year Plan, robotics stands to benefit from rising fixed asset investment over the long run, and current short-term outflows present an attractive opportunity for early positioning.
- **Marginal improvement signals in healthcare, real estate and brokerage warrant attention.** (1) Healthcare has seen rising momentum participation even as the breadth of market themes narrows, aligning with our OW on the sector. A-share mutual funds added to WuXi AppTec in 1Q26. (2) Real estate, led by CM Shekou, saw technical score improving from zero to 59 in the past month, thanks to improving physical market turnover in Tier 1 cities notably Shanghai, and support our tactical rebound call focusing on high-end property developers (JPM top pick: Jinmao and COLI). (3) Brokerages have reversed their position from among the top three ETF outflow sectors over the month to among the top three inflow sectors last week, together with technical score improving from 0 a month ago to over 40 on 27 April, reflecting early pricing of improving liquidity, strong 1Q result, and expectation on ongoing strength of overseas business (e.g. HK IPO, cross-border derivatives), institutional business recovery, and asset management business. We add CICC-H to our China top picks list.
- **We maintain our end-2026 base case targets for the MXCN index and CSI-300 at 100 and 5,200, respectively, with bear-case targets of 80 and 4,000.** In addition to improving liquidity bolstering valuation multiples, on the earnings front, consensus forecasts from IBES and Wind now project 13% and 25% year-over-year EPS growth for MXCN and CSI-300 in 2026. Our thematic positioning remains focused on long-term structural growth themes, including

energy security, AI and robotics, paired with OW in energy to hedge oil price volatility. Domestic demand proxies e.g. food products and beverage, still see technical positioning score staying in low double digits with limited improvement in the past month. We remain selective in consumers, prioritizing segments tied to younger generations' demand for physical and mental health products and services. This aligns with JPMorgan Asia equity strategy's core views: an overweight stance on energy in the region, paired with balanced exposure to quality-growth stocks, with OW in China. **Our China top stock picks include BYD-H, Iluvatar CoreX, NAURA, MiniMax, Zhipu AI, Bank of China-H, CICC-H, Innovent, and CNOOC-H.** ([China Equity Strategy: Thematic positioning amid geopolitical uncertainty and energy price swings](#))

Figure 1: JPM top stock picks for China

Ticker	Name	GICS Industry	Analyst	JPM rating	FFL market cap (US\$ bn)	3m ADT (US\$ mn)	Current price (LCU)	Price Target (LCU)	Up/down-side vs PT	FTM PE (x)	LTM ROA (%)	LTM ROE (%)	14d RSI
1211.HK	BYD-H	Consumer Discretionary	Nick Lai	OW	49.8	410.5	106.0	120.0	13.2	18.0	4.1	15.0	52.5
0883.HK	CNOOC	Energy	Parsley Ong	OW	54.5	556.6	28.4	33.0	16.0	7.5	11.3	15.7	62.5
3988.HK	Bank of China-H	Financials	Katherine Lei	OW	54.6	133.2	5.1	5.8	13.3	5.9	0.7	8.1	55.6
3908.HK	CICC-H	Financials	Peter Zhang	OW	4.5	40.4	20.2	24.5	21.5	8.0	1.2	6.3	81.0
1801.HK	Innovent	Health Care	Yang Huang	OW	17.3	126.7	83.6	111.0	32.9	50.2	2.8	5.0	35.4
002371.SZ	NAURA	Information Technology	Billy Feng	OW	27.2	570.5	516.3	610.0	18.2	40.1	6.9	16.1	76.1
2513.HK	Zhipu AI	Information Technology	Olivia Xu	OW	10.2	216.6	914.5	950.0	3.9	NULL	NULL	NULL	61.4
0100.HK	Minimax	Information Technology	Olivia Xu	OW	3.9	214.8	750.0	1,100.0	46.7	NULL	NULL	NULL	32.5
9903.HK	Iluvatar CoreX	Information Technology	Billy Feng	OW	2.0	39.2	414.2	620.0	49.7	975.5	NULL	NULL	77.1

Source: LSEG Workspace, J.P. Morgan estimates (27 April 2026)

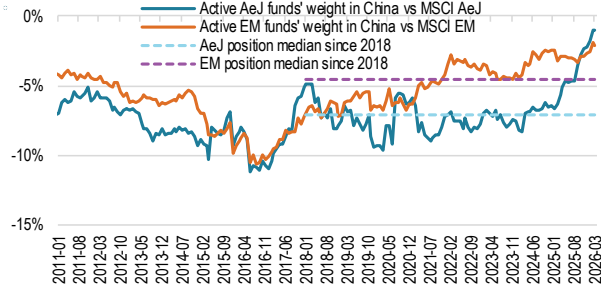
Figure 2: A-share sector rotation based on technical scoring (Max=100, Min=0), ranked by m-m change. Momentum hikes: AI infra, manufacturing capex, metals & CXO. Momentum declines: oil hedges and defensives unwind.

Industry	Ticker	#1 stock by mkt cap	2026-03-27	2026-04-27	m-m change
Top 10					
Semis Materials & Equip	002371.SZ	Naura Technology Group Co Ltd	0	100	100
Semiconductor Products	688981.SH	Semiconductor Manufacturing International Corp	0	100	100
Computers & Peripherals	301308.SZ	Shenzhen Longsys Electronics Co Ltd	5	100	95
Electronic Equip & Components	601138.SH	Foxconn Industrial Internet Co Ltd	5	100	95
Machinery	600150.SH	China CSSC Holdings Ltd	0	94	94
Construction Materials	600176.SH	China Jushi Co Ltd	0	89	89
Other Metals & Mining	603993.SH	CMOC Group Ltd	0	84	84
Professional Services Index	300012.SZ	Centre Testing International Group Co Ltd	4	84	80
Comm Equipment	300502.SZ	Eoptolink Technology Inc Ltd	22	100	78
Life Sci Tools & Svcs Index	603259.SH	WuXi AppTec Co Ltd	18	92	74
Bottom 10					
Construction & Engineering	601668.SH	China State Construction Engineering Corp Ltd	29	23	-6
Beverages	600519.SH	Kweichow Moutai Co Ltd	30	22	-8
Transportation Infrastructure	600018.SH	Shanghai International Port Group Co Ltd	28	12	-16
Commercial Banks	601398.SH	Industrial and Commercial Bank of China Ltd	61	44	-17
Rail & Road Transport	601816.SH	Beijing-Shanghai High Speed Railway Co Ltd	52	0	-52
Gas Utilities	600803.SH	ENN Natural Gas Co Ltd	69	12	-57
Oil & Gas	601857.SH	PetroChina Co Ltd	63	5	-58
Marine Transport	601919.SH	COSCO Shipping Holdings Co Ltd	63	5	-58
Electric Utilities	600900.SH	China Yangtze Power Co Ltd	100	20	-80
Coal	601088.SH	China Shenhua Energy Co Ltd	92	12	-80

Source: Wind (27 April 2026). Note: the table excludes sectors with market cap below RMB100bn (~\$14bn) market cap. Full table in Figure 40

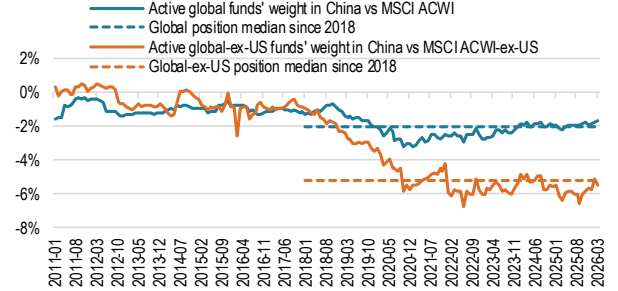
Key charts

Figure 3: Active regional funds' position in China relative to MSCI benchmarks



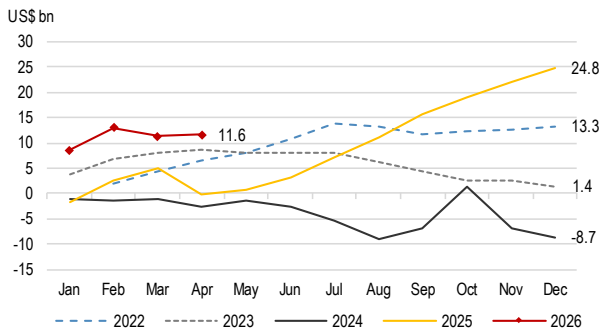
Source: EPFR Global (31 March 2026), MSCI (31 March 2026), J.P. Morgan estimates

Figure 4: Active global funds' position in China relative to MSCI benchmarks



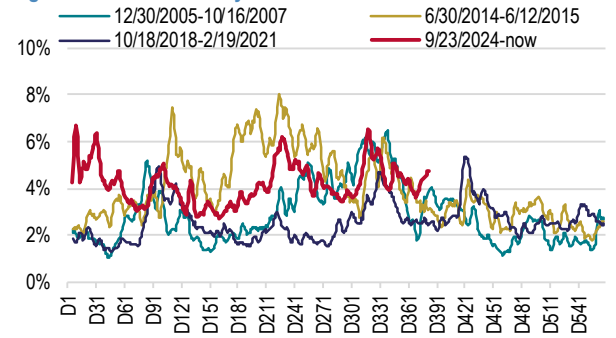
Source: EPFR Global (31 March 2026), MSCI (31 March 2026), J.P. Morgan estimates

Figure 5: EPFR stock barometer tracked cumulative offshore fund flows into China equities YTD



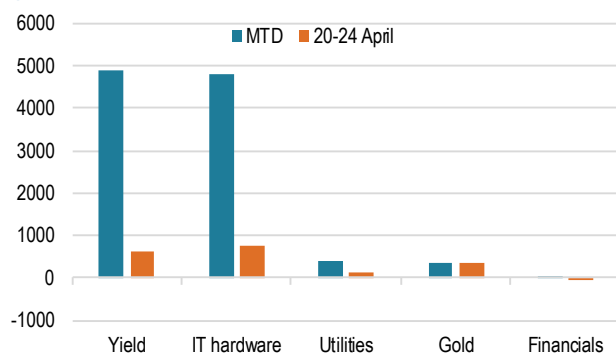
Source: Wind (17 April 2026).

Figure 6: A-share velocity



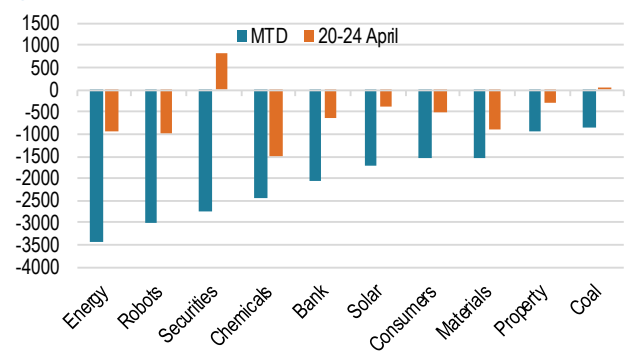
Source: Wind (24 April 2026). Calculated using value traded/free-float market cap.

Figure 7: 800-plus A-share ETFs' top verticals of net inflow



Source: Wind (24 April 2026).

Figure 8: 800-plus A-share ETFs' top verticals of net outflow

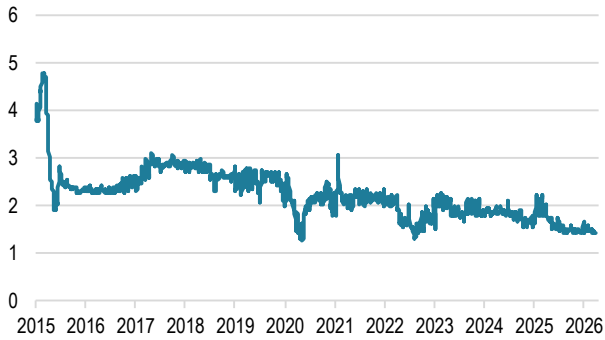


Source: Wind (24 April 2026).

Flows & Positioning

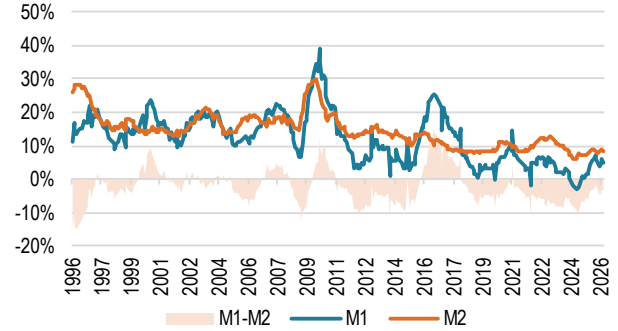
1. Macro indicators

Figure 9: Rolling 5-day DR007



Source: Wind (24 April 2026).

Figure 10: M1, M2, and M1-M2



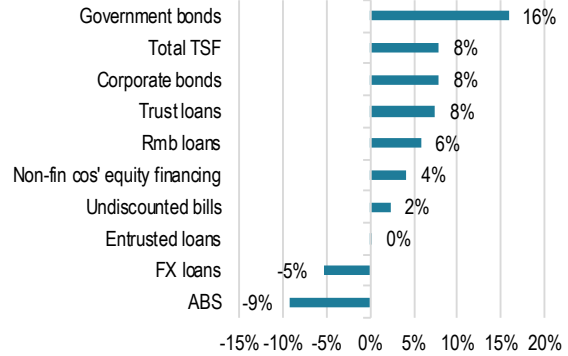
Source: Wind (24 April 2026).

Figure 11: China total social financing (TSF) balance y-y



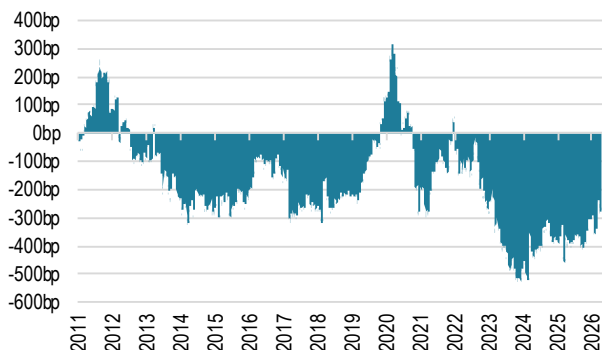
Source: Wind (24 April 2026).

Figure 12: China TSF balance y-y by segment



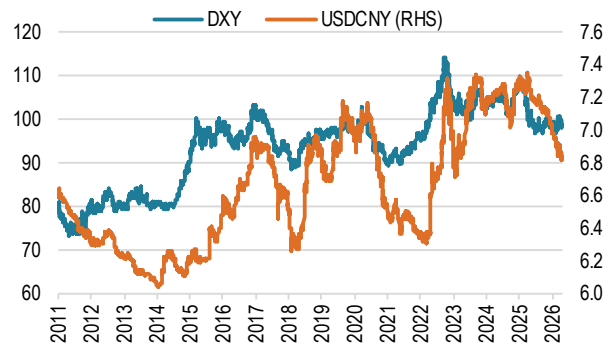
Source: Wind (24 April 2026).

Figure 13: China-US real 10-year government bond yield spread



Source: Wind (24 April 2026).

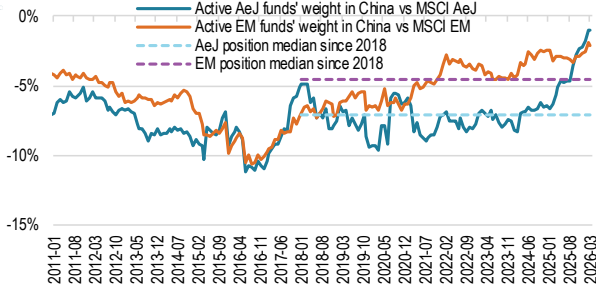
Figure 14: DXY and USD/CNY



Source: Wind (24 April 2026).

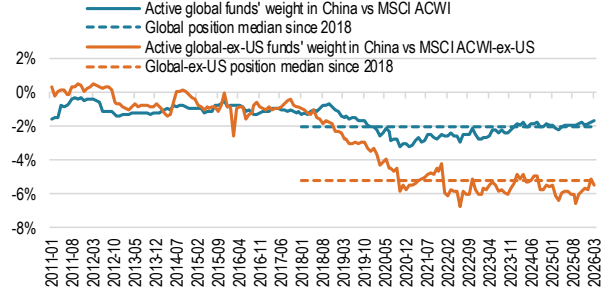
2. Overall flows and positioning

Figure 15: Active regional funds' position in China relative to MSCI benchmarks



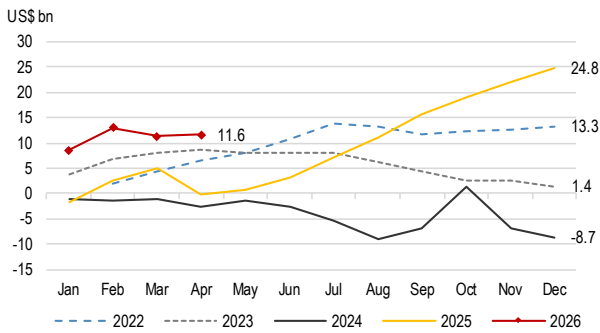
Source: EPFR Global (31 March 2026), MSCI (31 March 2026), J.P. Morgan estimates

Figure 16: Active global funds' position in China relative to MSCI benchmarks



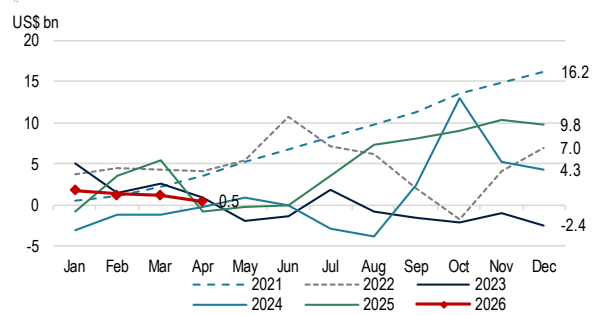
Source: EPFR Global (31 March 2026), MSCI (31 March 2026), J.P. Morgan estimates

Figure 17: EPFR stock barometer tracked cumulative offshore fund flows into China equities YTD



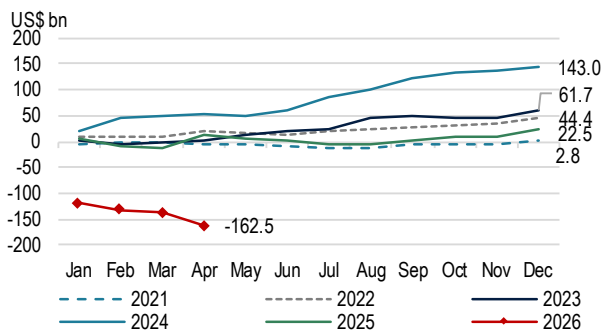
Source: Wind (17 April 2026).

Figure 18: 87 offshore listed China ETFs' cumulative net fund flow YTD



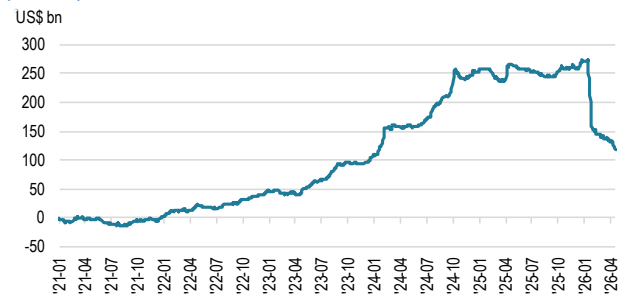
Source: Wind (24 April 2026).

Figure 19: 800-plus A-share ETFs' cumulative net fund flow YTD



Source: Wind (24 April 2026).

Figure 20: Cumulative A-share ETF net flows since January 2021 (US\$ bn)



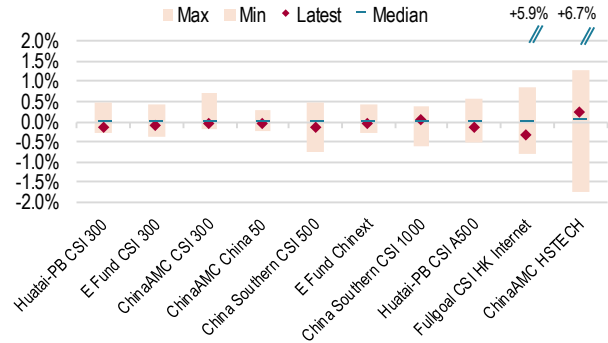
Source: Wind (24 April 2026).

Figure 21: 800-plus A-share ETFs' net flow by key benchmark

ETFs by benchmark index	18 Dec 2023 - 9 Feb 2024		19 Feb 2024 - 9 Jan 2026		MTD		20-28 April	
	Total	Daily Avg	Total	Daily Avg	Total	Daily Avg	Total	Daily Avg
CSI300	54.3	6.7	356.7	0.8	-4.2	-2.1	27.8	-3.9
SSE50 + A50	35.1	0.9	30.0	0.1	-12.1	-0.7	0.0	0.0
A500	0.0	0.0	204.9	0.4	-30.1	-1.6	-6.0	-0.9
CSI500	32.5	0.9	31.6	0.1	-20.0	-1.1	-5.0	-0.8
CSI1000	29.8	0.8	58.0	0.1	-11.1	-0.6	-2.4	-0.4
CSI2000	6.2	0.2	-5.4	0.0	-0.4	0.0	-0.4	-0.1
Chinext	24.6	0.6	-15.1	0.0	-17.1	-0.9	-6.0	-0.9
STAR	9.4	0.2	-71.0	-0.2	-17.1	-0.9	-6.0	-0.9
Yield	12.0	0.3	56.8	0.1	6.9	0.4	0.7	0.1
Consumers	-2.4	-0.1	33.1	0.1	-1.8	-0.1	-0.3	0.0
Semis	-0.4	0.0	-25.4	-0.1	-22.1	-1.2	-7.1	-1.1
IT Hardware	-0.1	0.0	5.9	0.0	4.9	0.3	0.8	0.1
Rest	-0.6	0.0	182.9	0.4	-9.1	-2.6	-1.8	-2.6
TOTAL	400.3	10.5	842.9	1.8	-212.1	-11.2	-80.1	-11.5

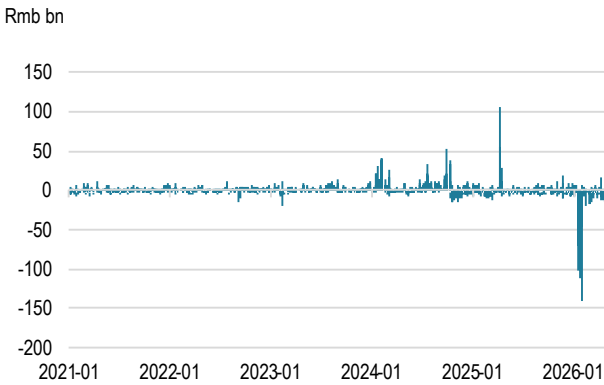
Source: Wind (24 April 2026).

Figure 22: Select A-share ETFs' premium/discount ratios



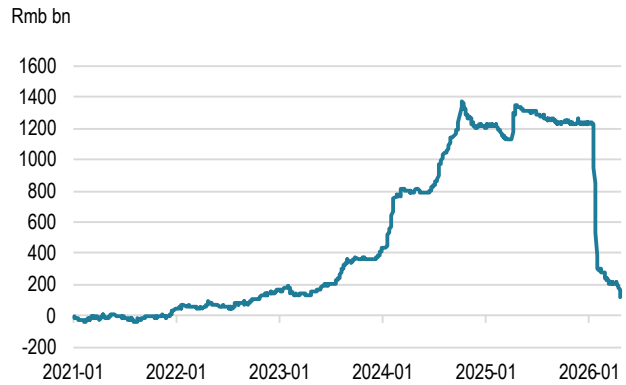
Source: Wind (24 April 2026).

Figure 23: Daily net flow of A-share ETFs with Huijin as a top 5 shareholder



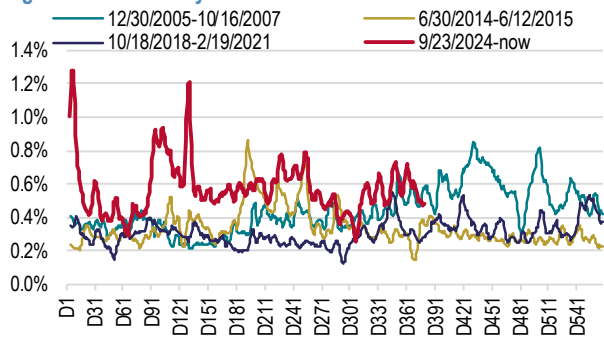
Source: Wind (24 April 2026).

Figure 24: Cumulative net flow of A-share ETFs with Huijin as a top 5 shareholder



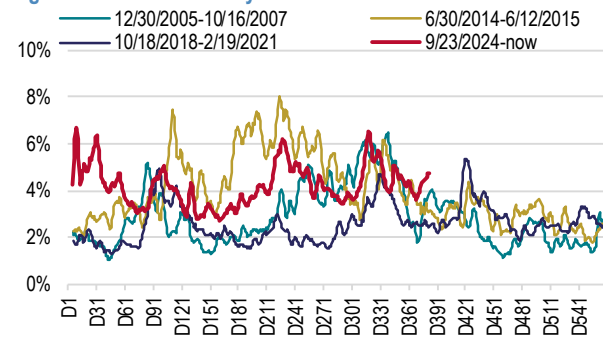
Source: Wind (24 April 2026).

Figure 25: HK velocity



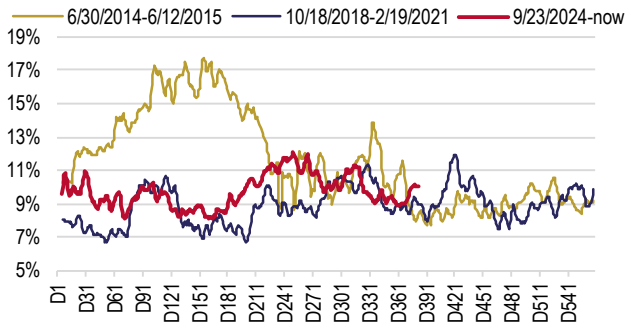
Source: Wind (24 April 2026). Calculated using value traded/total market cap.

Figure 26: A-share velocity



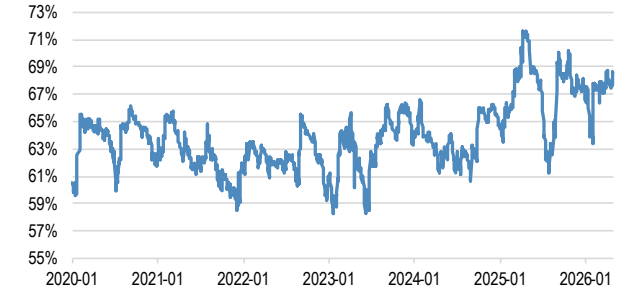
Source: Wind (24 April 2026). Calculated using value traded/free-float market cap.

Figure 27: A-share margin financing buy as a % of turnover



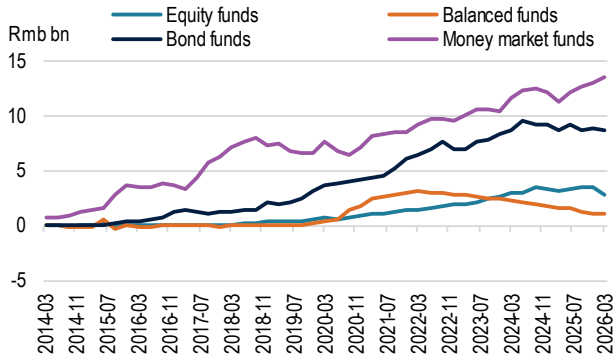
Source: Wind (24 April 2026).

Figure 28: Onshore balanced funds' equity holding



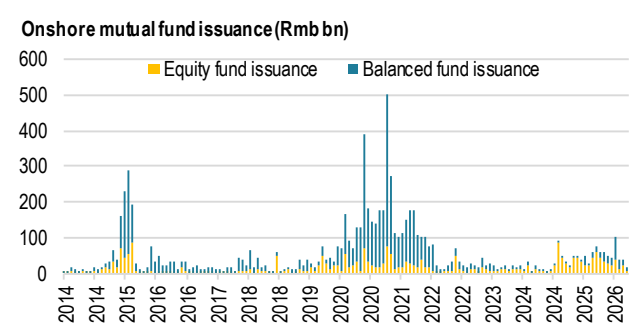
Source: Wind (24 April 2026).

Figure 29: Onshore mutual funds' quarterly net flows



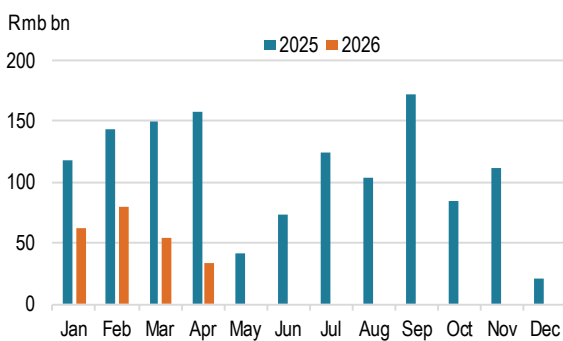
Source: Wind (24 April 2026), J.P. Morgan estimates

Figure 30: Onshore mutual fund new issuance



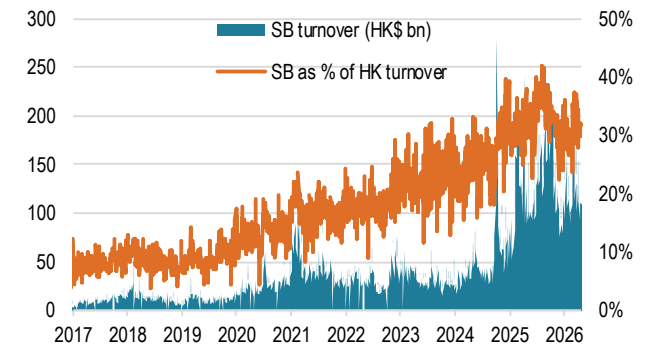
Source: Wind (24 April 2026).

Figure 31: Stock Connect southbound net flow



Source: Wind (24 April 2026).

Figure 32: Southbound turnover as a % of eligible HK stock turnover



Source: Wind (24 April 2026).

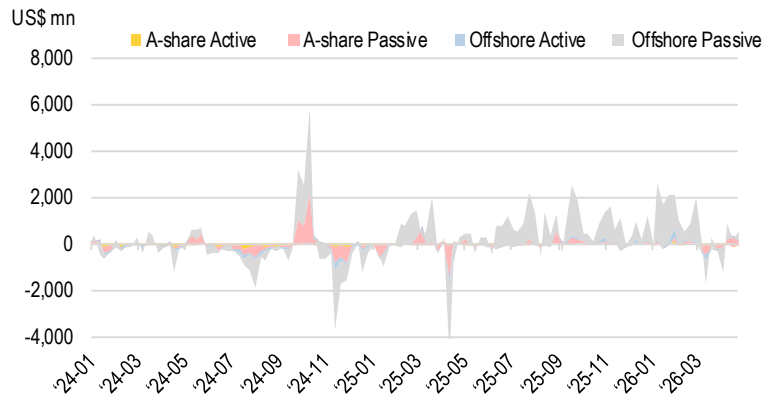
3. Offshore institutional investors' sector positioning

Figure 33: EPFR tracked active China equity funds' industry positioning relative to MSCI China

Date	3/31/2026	vs 1m ago	vs 3m ago	vs 6m ago
Automobiles & Components	-1.5 ↓	-0.7 ↓	-1.0 ↓	-0.6
Banks	-5.1 ↓	-0.6 ↓	-0.9 ↓	-2.0
Capital Goods	17.2 ↓	-0.2 ↑	0.5 ↑	3.0
Commercial Services & Supplies	0.4 →	0.0 →	0.1 →	0.1
Retailing	-9.5 ↑	1.0 ↑	0.5 ↑	2.0
Consumer Durables & Apparel	2.1 ↓	-0.3 ↓	-0.7 ↓	-0.5
Consumer Services	-1.4 →	0.0 →	-0.2 ↓	-0.2
Food & Drug Retailing	-0.2 →	0.0 →	-0.1 →	-0.1
Energy	-2.7 →	-0.1 ↓	-0.4 ↓	-0.8
Diversified Financials	-1.0 →	-0.1 →	-0.1 ↓	-0.9
Food Beverage & Tobacco	1.4 →	0.0 ↑	0.3 ↑	0.2
Health Care Equip & Services	1.7 →	0.1 →	0.1 →	0.1
Household & Personal Products	0.1 →	0.0 →	0.0 →	0.0
Insurance	1.4 ↑	0.3 →	-0.1 ↓	0.4
Materials	3.0 ↑	1.0 ↑	1.9 ↑	0.9
Media	-18.4 ↑	0.3 ↑	2.6 ↑	3.3
Pharmaceut & Biotechnology	-1.0 ↑	0.5 →	0.1 ↓	-0.3
Real Estate	-0.6 →	0.1 ↑	0.3 ↑	0.3
Semiconductors & Semiconductor Equipment	5.7 ↓	-0.3 ↑	0.9 ↑	0.3
Software & Services	7.3 →	0.1 ↓	-2.4 ↓	-3.6
Technology Hardware & Equipment	1.2 ↓	-1.6 ↓	-1.5 ↓	-1.1
Telecom Services	-0.1 →	0.0 →	0.0 →	0.0
Transportation	-0.7 →	-0.1 ↓	-0.6 ↓	-0.7
Utilities	-0.9 →	0.2 →	0.0 →	0.0

Source: EPFR Global (31 March 2026), MSCI (31 March 2026)

Figure 34: EPFR Stock Barometer tracked net flows into China equities



Source: EPFR Global (24 April 2026)

Figure 35: EPFR stock barometer tracked net flows into China equities

US\$ mn	1 week	4 weeks	3 months
Communication Services	80.9	-100.0	1,017.8
Consumer Discretionary	127.3	-175.7	1,382.2
Consumer Staples	13.4	53.2	47.5
Energy	21.9	47.7	273.3
Financials	106.4	177.7	1,071.4
Health Care	20.9	25.4	125.8
Industrials	35.5	100.4	101.9
Information Technology	87.3	80.9	301.6
Materials	34.0	103.6	596.7
Real Estate	6.1	4.6	51.5
Utilities	16.9	61.2	146.3
TOTAL	550.6	379.0	5,116.1

Source: EPFR Global (24 April 2026)

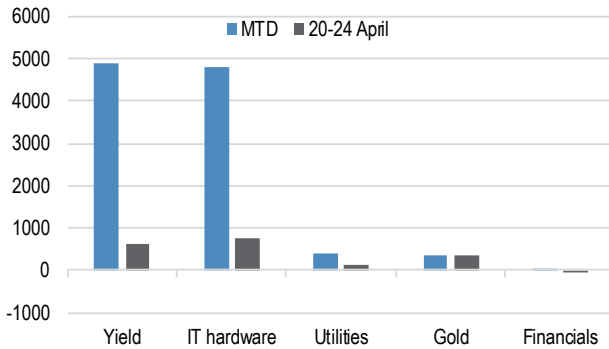
Figure 36: EPFR stock barometer tracked net flows into Asia ex Japan markets

US\$ mn	1W	2W	4W	3M	6M	12M	24M
CN	551	731	379	5,116	18,857	36,478	30,437
HK	183	202	209	1,460	2,990	4,126	4,167
IN	322	575	-311	2,091	8,211	12,356	13,300
ID	32	40	60	339	857	1,197	870
KR	1,088	1,995	2,388	12,672	21,376	26,994	24,871
MY	19	52	91	582	1,212	1,754	1,802
PH	6	15	19	82	167	140	63
SG	76	159	182	1,035	1,799	3,032	3,513
TW	51	-120	800	13,329	24,838	33,377	52,440
TH	11	26	44	253	606	805	850
TOTAL	2,338	3,675	3,859	36,959	80,914	120,259	132,313

Source: Wind (24 April 2026).

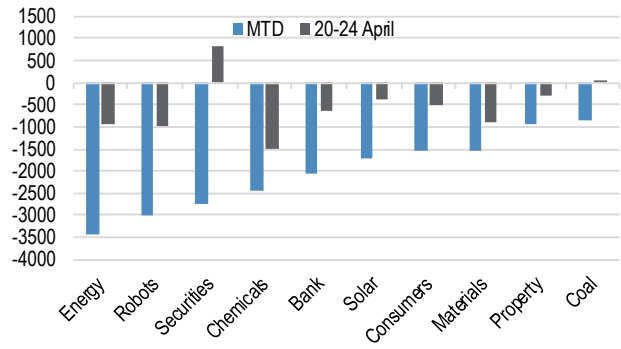
4. Momentum money's sector/theme positioning

Figure 37: 800-plus A-share ETFs' top verticals of net inflow



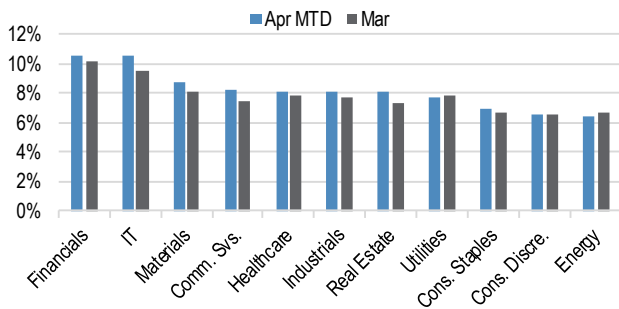
Source: Wind (24 April 2026).

Figure 38: 800-plus A-share ETFs' top verticals of net outflow



Source: Wind (24 April 2026).

Figure 39: Margin financing turnover as % of total turnover by sector



Source: Wind (24 April 2026).

Technical scoring system to measure near-term momentum for A-share sectors

We also introduce a technical scoring system to measure the momentum of Wind Level III industries. The month's leadership is **growth- and capex-centric**, while the main momentum drawdowns are concentrated in **oil hedges and defensive yield proxies** as investors desensitize Iran-war tail risks.

• **Momentum hikes: AI infra, manufacturing capex, metals & CXO.**

- The top of the leaderboard is dominated by the **AI infrastructure supply chain**, where momentum gains are the strongest in Optical Communications, Foundry, WFE, AIDC, and upstream materials.
- **Machinery** was driven by good order inflows for shipbuilding, AI related power equipment and the mining equipment demand surge.
- **Metals** were favored by tighter supply-demand following Indonesia's nickel mining quota cut.
- **Life Sci Tools & Services** saw positives from CXO's 1Q26 earnings. For the consumer nuance, we've seen select upticks in Home **Appliances, Cosmetics, and Retailing**.

- **Momentum declines: oil hedges and defensives unwind.** The largest negative m-m changes sit in Coal, Oil & Gas, Marine Transport, and Utilities (Gas/Electric), consistent with investors scaling down Iran-war hedges and rotating out of defensives as tail risks recede.

Methodology: The model ranks A-share sectors using a 0-100 composite technical score constructed from five quantitative variables with calibrated weights:

- **Medium-term momentum:** 20-session total return.
- **Turnover confirmation:** sequential change in traded value and price-volume confirmation.
- **Trend structure:** 5/10/20-day moving-average alignment (bullish vs. bearish configuration).
- **Relative performance:** excess return vs. the broad A-share benchmark (alpha proxy).
- **Breadth:** % of sector constituents advancing.

Score interpretation (0–100):

- **80–100 | Leadership** — **Broad-based signal alignment** (momentum, turnover confirmation, MA structure, relative strength, breadth). Typically consistent with an established uptrend and/or trend acceleration; higher likelihood of near-term continuation.
- **60–79 | Constructive** — **Positive but not fully synchronized** signals. Indicates an uptrend bias with improving participation; often observed during base-building / pre-breakout consolidation, where confirmation from turnover and breadth is still developing.
- **40–59 | Neutral / Transitional** — **Range-bound** conditions with **material cross-signal dispersion**. Viewed as a watch zone for potential inflections (momentum pickup, bullish MA realignment, improving relative strength/breadth).
- **0–39 | Lagging** — **Weakening technical regime with limited participation**. Typically associated with relative underperformance and lower probability of sustained upside until signals stabilize.

Figure 40: A-share sector rotation based on technical scoring (Max=100, Min=0), ranked by m-m change

Industry	Ticker	#1 stock by mkt cap	2026-03-27	2026-04-27	m-m change
Semis Materials & Equip	002371.SZ	Naura Technology Group Co Ltd	0	100	100
Semiconductor Products	688981.SH	Semiconductor Manufacturing International Corp	0	100	100
Computers & Peripherals	301308.SZ	Shenzhen Longsys Electronics Co Ltd	5	100	95
Electronic Equip & Components	601138.SH	Foxconn Industrial Internet Co Ltd	5	100	95
Machinery	600150.SH	China CSSC Holdings Ltd	0	94	94
Construction Materials	600176.SH	China Jushi Co Ltd	0	89	89
Other Metals & Mining	603993.SH	CMOC Group Ltd	0	84	84
Professional Services Index	300012.SZ	Centre Testing International Group Co Ltd	4	84	80
Comm Equipment	300502.SZ	Eoptolink Technology Inc Ltd	22	100	78
Life Sci Tools & Svcs Index	603259.SH	WuXi AppTec Co Ltd	18	92	74
Containers & Packaging	002831.SZ	ShenZhen YUTO Packaging Technology Co Ltd	22	95	73
Building Products	603256.SH	Grace Fabric Technology Co Ltd	0	71	71
Trading Cos & Distributors	300475.SZ	Shannon Semiconductor Technology Co Ltd	0	71	71
Household Appliances	000333.SZ	Midea Group Co Ltd	0	70	70
Auto Parts	600660.SH	Fuyao Glass Industry Group Co Ltd	0	68	68
Commercial Services & Supplies	600415.SH	Zhejiang China Commodities City Group Co Ltd	0	64	64
Media	002027.SZ	Focus Media Information Technology Co Ltd	0	63	63
Multiline Retail	000564.SZ	CCOOP Group Co Ltd	0	63	63
Diversified Chemicals	002709.SZ	Guangzhou Tinci Materials Technology Co Ltd	23	84	61
RE Mgmt & Development	001979.SZ	China Merchants Shekou Industrial Zone Holdings Co Ltd	0	59	59
Aerospace & Defense	302132.SZ	AVIC Chengdu Aircraft Co Ltd	0	57	57
Entertainment	002602.SZ	Zhejiang Century Huatong Group Co Ltd	0	57	57
Basic Chemicals	600309.SH	Wanhua Chemical Group Co Ltd	11	62	51
Health Care Providers & Svcs	300015.SZ	Aier Eye Hospital Group Co Ltd	0	51	51
Consumer Staples Dist & Retail	601933.SH	Yonghui Superstores Co Ltd	0	50	50
Biotechnology	688331.SH	RemeGen Co Ltd	18	68	50
Paper & Forest Products	002078.SZ	Shandong Sun Paper Co Ltd	4	48	44
IT Services	300442.SZ	Range Intelligent Computing Technology Group Co Ltd	0	43	43
Software	300033.SZ	Hithink RoyalFlush Information Network Co Ltd	0	43	43
Precious Metals	601899.SH	Zijin Mining Group Co Ltd	0	43	43
Textiles & Apparel	300979.SZ	Huali Industrial Group Co Ltd	18	60	42
Financial Services	000617.SZ	CNPC Capital Co Ltd	29	70	41
Capital Markets	600030.SH	CITIC Securities Co Ltd	0	41	41
Diversified Telecom Svcs	600941.SH	China Mobile Ltd	18	56	38
Health Care Equip & Supplies	300760.SZ	Shenzhen Mindray Bio-Medical Electronics Co Ltd	29	65	36
Energy Equip & Svcs	002353.SZ	Yantai Jereh Oilfield Services Group Co Ltd	34	69	35
Household Durables	603833.SH	Oppein Home Group Inc	0	27	27
Pharmaceuticals	600276.SH	Jiangsu Hengrui Pharmaceuticals Co Ltd	24	51	27
Environmental Svcs	600292.SH	SPIC Hydropower Co Ltd	29	55	26
Insurance	601318.SH	Ping An Insurance (Group) Co of China Ltd	0	25	25
Steel	600019.SH	Baoshan Iron & Steel Co Ltd	5	30	25
Air Freight & Logistics	002352.SZ	S.F. Holding Co Ltd	23	45	22
Agricultural Chemicals	000792.SZ	Qinghai Yanhu Industry Co Ltd	29	43	14
Food Products	002714.SZ	Muyuan Foods Co Ltd	23	36	13
Airlines	601111.SH	Air China Ltd	11	23	12
Hotels, Restaurants & Leisure	600754.SH	Shanghai Jin Jiang International Hotels Co Ltd	18	29	11
Electrical Equipment	300750.SZ	Contemporary Amperex Technology Co Ltd	45	44	-1
Automobiles	002594.SZ	BYD Co Ltd	47	43	-4
Construction & Engineering	601668.SH	China State Construction Engineering Corp Ltd	29	23	-6
Beverages	600519.SH	Kweichow Moutai Co Ltd	30	22	-8
Transportation Infrastructure	600018.SH	Shanghai International Port Group Co Ltd	28	12	-16
Commercial Banks	601398.SH	Industrial and Commercial Bank of China Ltd	61	44	-17
Rail & Road Transport	601816.SH	Beijing-Shanghai High Speed Railway Co Ltd	52	0	-52
Gas Utilities	600803.SH	ENN Natural Gas Co Ltd	69	12	-57
Oil & Gas	601857.SH	PetroChina Co Ltd	63	5	-58
Marine Transport	601919.SH	COSCO Shipping Holdings Co Ltd	63	5	-58
Electric Utilities	600900.SH	China Yangtze Power Co Ltd	100	20	-80
Coal	601088.SH	China Shenhua Energy Co Ltd	92	12	-80

Source: Wind (27 April 2026). Note: the table excludes sectors with market cap below RMB100bn (~\$14bn) market cap.

China Mutual Funds: QoQ Sector Positioning—Doubling Down on High-End Manufacturing and Commodities, Trimming Domestic Demand Proxies

By 1Q26, Mainland China mutual funds’ core holdings remain concentrated in “quality growth” high-end manufacturing and upstream cyclicals. At the margin, investors continued to add to heavyweights and commodities while trimming domestic-demand proxies, underscoring a more structural preference for growth-oriented exposures over consumption beta.

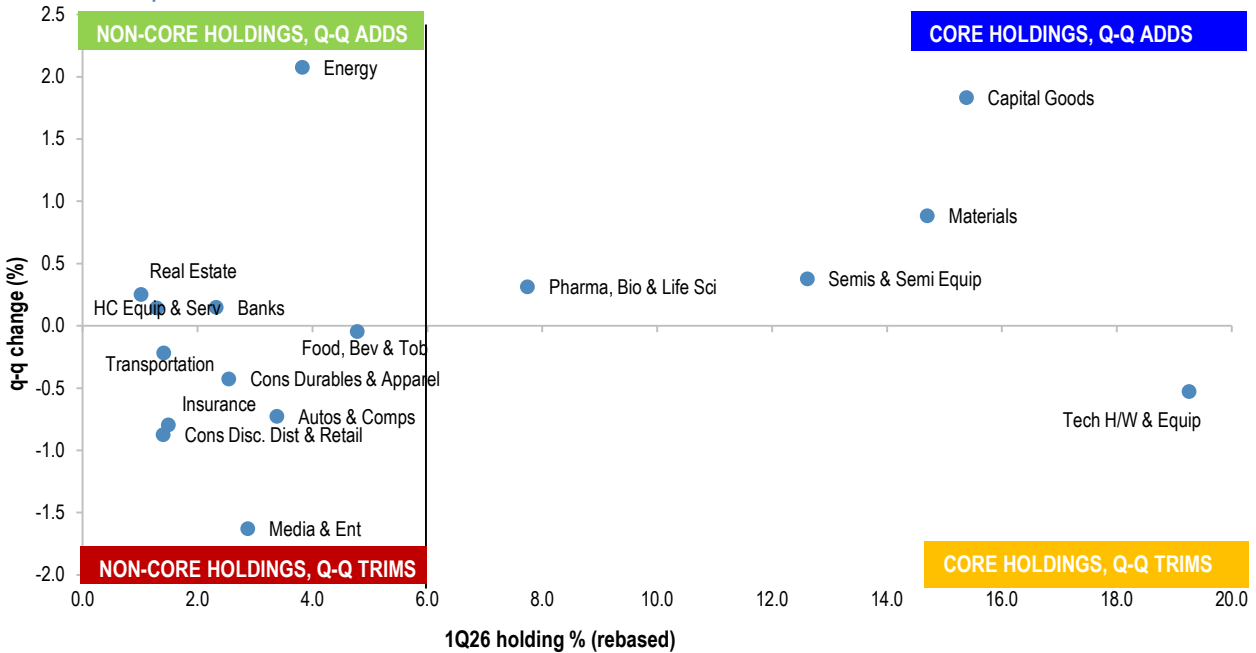
What did they add?

Additions were most visible in Capital Goods (e.g. CATL), Semis (Yuanjie Semi), and Pharma Bio & Life Science (Wuxi AppTec), evidence that investors are still “doubling down” on heavyweight, scalable growth exposures rather than rotating away after strong performance. Energy (e.g. CNOOC) and Materials (e.g. Chifeng Gold Mining) posted sizable QoQ increases, responding to commodities/upstream inflation hedges amid the tightening supply-demand balance.

What did they trim?

Trimming is concentrated in lower-weighted sectors tied to **domestic demand**: Media & Entertainment (e.g. Tencent), Discretionary Distribution & Retail (e.g. Alibaba), Auto (e.g. Xinquan Auto), and Insurance (e.g. PingAn Group). Tech Hardware, the top holding sector, was trimmed due mainly to profit-taking after the Spring rally, as well as rising concerns over consumer electronics (e.g. Luxshare) amid memory cost hike and softening demand outlook.

Figure 41: 1Q26 mainland China mutual funds’ holdings by GICS L2 sectors: added high-end manufacturing and commodities, trimmed domestic demand proxies



Source: Wind (27 April 2026). Note: core holding refers to sectors with holding weight > 6%.

Figure 42: Top stocks by sector (GICS Level 2) based on mainland China mutual funds' quarterly position additions

GICS L2 sector	Ticker	Name	Name	Position add (% , rebased)
Technology Hardware & Equipment	600487.SH	Hengtong Optic-Electric Co Ltd	亨通光电	0.65
Capital Goods	300750.SZ	Contemporary Ampere Technology Co Ltd	宁德时代	0.57
Materials	600988.SH	Chifeng Jilong Gold Mining Co Ltd	赤峰黄金	0.18
Semiconductors & Semiconductor Equipment	688498.SH	Yuanjie Semiconductor Technology Co Ltd	源杰科技	0.39
Pharmaceuticals, Biotechnology & Life Sciences	603259.SH	WuXi AppTec Co Ltd	药明康德	0.18
Food, Beverage & Tobacco	600519.SH	Kweichow Moutai Co Ltd	贵州茅台	0.30
Energy	0883.HK	CNOOC Ltd	中国海洋石油	0.42
Automobiles & Components	002594.SZ	BYD Co Ltd	比亚迪	0.23
Media & Entertainment	002027.SZ	Focus Media Information Technology Co Ltd	分众传媒	0.03
Consumer Durables & Apparel	603268.SH	Guangdong Songfa Ceramics Co Ltd	松发股份	0.08
Banks	002142.SZ	Bank of Ningbo Co Ltd	宁波银行	0.06
Insurance	2378.HK	Prudential PLC	保诚	0.00
Transportation	600233.SH	YTO Express Group Co Ltd	圆通速递	0.06
Consumer Discretionary Distribution & Retail	605599.SH	Beijing Caishikou Department Store Co Ltd	菜百股份	0.01
Health Care Equipment & Services	300677.SZ	Intco Medical Technology Co Ltd	英科医疗	0.14
Real Estate Management & Development	2423.HK	KE Holdings Inc	贝壳-W	0.09
Software & Services	301396.SZ	GloryView Technology Co Ltd	宏景科技	0.06
Utilities	601985.SH	China National Nuclear Power Co Ltd	中国核电	0.03
Financial Services	600901.SH	Jiangsu Financial Leasing Co Ltd	江苏金租	0.02
Consumer Services	600754.SH	Shanghai Jin Jiang International Hotels Co Ltd	锦江酒店	0.04
Telecommunication Services	601728.SH	China Telecom Corp Ltd	中国电信	0.00
Commercial & Professional Services	301306.SZ	XiAn Xice Testing Technology Co Ltd	西测测试	0.02
Consumer Staples Distribution & Retail	603939.SH	Yifeng Pharmacy Chain Co Ltd	益丰药房	0.04
Household & Personal Products	1318.HK	Mao Geping Cosmetics Co Ltd	毛戈平	0.02

Source: Wind (27 April 2026).

Figure 43: Top stocks by sector (GICS Level 2) based on mainland China mutual funds' quarterly position cuts

GICS L2 sector	Ticker	Name	Name	Position cut (% , rebased)
Technology Hardware & Equipment	600183.SH	Shengyi Technology Co Ltd	生益科技	(0.56)
Capital Goods	300274.SZ	Sungrow Power Supply Co Ltd	阳光电源	(0.35)
Materials	601899.SH	Zijin Mining Group Co Ltd	紫金矿业	(0.71)
Semiconductors & Semiconductor Equipment	688256.SH	Cambricon Technologies Corp Ltd	寒武纪	(0.85)
Pharmaceuticals, Biotechnology & Life Sciences	688235.SH	BeOne Medicines AG	百济神州	(0.14)
Food, Beverage & Tobacco	600809.SH	Shanxi Xinghuacun Fen Wine Factory Co Ltd	山西汾酒	(0.14)
Energy	600028.SH	China Petroleum & Chemical Corp	中国石化	(0.05)
Automobiles & Components	603179.SH	Jiangsu Xinquan Automotive Trim Co Ltd	新泉股份	(0.16)
Media & Entertainment	0700.HK	Tencent Holdings Ltd	腾讯控股	(1.18)
Consumer Durables & Apparel	000333.SZ	Midea Group Co Ltd	美的集团	(0.24)
Banks	601998.SH	China Citic Bank Corp Ltd	中信银行	(0.04)
Insurance	601318.SH	Ping An Insurance (Group) Co of China Ltd	中国平安	(0.29)
Transportation	600115.SH	China Eastern Airlines Corp Ltd	中国东航	(0.16)
Consumer Discretionary Distribution & Retail	9988.HK	Alibaba Group Holding Ltd	阿里巴巴-W	(0.63)
Health Care Equipment & Services	300760.SZ	Shenzhen Mindray Bio-Medical Electronics Co Ltd	迈瑞医疗	(0.10)
Real Estate Management & Development	3900.HK	Greentown China Holdings Ltd	绿城中国	(0.01)
Software & Services	688111.SH	Beijing Kingsoft Office Software Inc	金山办公	(0.07)
Utilities	600011.SH	Huaneng Power International Inc	华能国际	(0.04)
Financial Services	601688.SH	Huatai Securities Co Ltd	华泰证券	(0.15)
Consumer Services	3690.HK	Meituan	美团-W	(0.08)
Telecommunication Services	0941.HK	China Mobile Ltd	中国移动	(0.07)
Commercial & Professional Services	603200.SH	Shanghai Emperor of Cleaning Hi-Tech Co Ltd	上海洗霸	(0.02)
Consumer Staples Distribution & Retail	6618.HK	JD Health International Inc	京东健康	(0.03)
Household & Personal Products	003006.SZ	Chongqing Baiya Sanitary Products Co Ltd	百亚股份	(0.01)

Source: Wind (27 April 2026).

Companies Discussed in This Report (all prices in this report as of market close on 29 April 2026, unless otherwise indicated)

China Jinmao (0817)(0817.HK/HK\$1.67/OW), China Overseas Land & Investment (0688)(0688.HK/HK\$13.35/OW), Sungrow - A(300274.SZ/Rmb138.07/OW)

Analyst Certification: The Research Analyst(s) denoted by an “AC” on the cover of this report certifies (or, where multiple Research Analysts are primarily responsible for this report, the Research Analyst denoted by an “AC” on the cover or within the document individually certifies, with respect to each security or issuer that the Research Analyst covers in this research) that: (1) all of the views expressed in this report accurately reflect the Research Analyst’s personal views about any and all of the subject securities or issuers; and (2) no part of any of the Research Analyst’s compensation was, is, or will be directly or indirectly related to the specific recommendations or views expressed by the Research Analyst(s) in this report. For all Korea-based Research Analysts listed on the front cover, if applicable, they also certify, as per KOFIA requirements, that the Research Analyst’s analysis was made in good faith and that the views reflect the Research Analyst’s own opinion, without undue influence or intervention.

All authors named within this report are Research Analysts who produce independent research unless otherwise specified. In Europe, Sector Specialists (Sales and Trading) may be shown on this report as contacts but are not authors of the report or part of the Research Department.

Important Disclosures

Company-Specific Disclosures: J.P. Morgan does and seeks to do business with companies covered in its research reports. As a result, investors should be aware that the firm may have a conflict of interest that could affect the objectivity of this report. Investors should consider this report as only a single factor in making their investment decision. Important disclosures, including price charts and credit opinion history tables (if applicable), are available for compendium reports and all J.P. Morgan-covered companies, and certain non-covered companies, by visiting <https://www.jpmm.com/research/disclosures>, calling 1-800-477-0406, or e-mailing research.disclosure.inquiries@jpmorgan.com with your request.

Explanation of Equity Research Ratings, Designations and Analyst(s) Coverage Universe:

J.P. Morgan uses the following rating system: Overweight (over the duration of the price target indicated in this report, we expect this stock will outperform the average total return of the stocks in the Research Analyst’s, or the Research Analyst’s team’s, coverage universe); Neutral (over the duration of the price target indicated in this report, we expect this stock will perform in line with the average total return of the stocks in the Research Analyst’s, or the Research Analyst’s team’s, coverage universe); and Underweight (over the duration of the price target indicated in this report, we expect this stock will underperform the average total return of the stocks in the Research Analyst’s, or the Research Analyst’s team’s, coverage universe. NR is Not Rated. In this case, J.P. Morgan has removed the rating and, if applicable, the price target, for this stock because of either a lack of a sufficient fundamental basis or for legal, regulatory or policy reasons. The previous rating and, if applicable, the price target, no longer should be relied upon. An NR designation is not a recommendation or a rating. Some stocks under coverage have a rating but no price target; in these cases, we expect the stock will outperform/perform in line/underperform the average total return of the stocks in the Research Analyst’s, or the Research Analyst’s team’s, coverage universe of the relevant duration of the region. In our Asia (ex-Australia and ex-India) and U.K. small- and mid-cap Equity Research, each stock’s expected total return is compared to the expected total return of a benchmark country market index, not to those Research Analysts’ coverage universe. If it does not appear in the Important Disclosures section of this report, the certifying Research Analyst’s coverage universe can be found on J.P. Morgan’s Research website, <https://www.jpmorganmarkets.com>.

J.P. Morgan Equity Research Ratings Distribution, as of April 04, 2026

	Overweight (buy)	Neutral (hold)	Underweight (sell)
J.P. Morgan Global Equity Research Coverage*	51%	37%	12%
IB clients**	83%	79%	74%
JPMS Equity Research Coverage*	49%	39%	13%
IB clients**	94%	93%	85%

*Please note that the percentages may not add to 100% because of rounding.

**Percentage of subject companies within each of the "buy," "hold" and "sell" categories for which J.P. Morgan has provided investment banking services within the previous 12 months.

For purposes of FINRA ratings distribution rules only, our Overweight rating falls into a buy rating category; our Neutral rating falls into a hold rating category; and our Underweight rating falls into a sell rating category. Please note that stocks with an NR designation are not included in the table above. This information is current as of the end of the most recent calendar quarter.

Equity Valuation and Risks: For valuation methodology and risks associated with covered companies or price targets for covered companies, please see the most recent company-specific research report at <http://www.jpmorganmarkets.com>, contact the primary analyst

or your J.P. Morgan representative, or email research.disclosure.inquiries@jpmorgan.com. For material information about the proprietary models used, please see the Summary of Financials in company-specific research reports and the Company Tearsheets, which are available to download on the company pages of our client website, <http://www.jpmorganmarkets.com>. This report also sets out within it the material underlying assumptions used.

History of Investment Recommendations:

A history of J.P. Morgan investment recommendations disseminated during the preceding 12 months can be accessed on the Research & Commentary page of <http://www.jpmorganmarkets.com> where you can also search by analyst name, sector or financial instrument.

Analysts' Compensation: The research analysts responsible for the preparation of this report receive compensation based upon various factors, including the quality and accuracy of research, client feedback, competitive factors, and overall firm revenues.

Registration of non-US Analysts: Unless otherwise noted, the non-US analysts listed on the front of this report are employees of non-US affiliates of J.P. Morgan Securities LLC, may not be registered as research analysts under FINRA rules, may not be associated persons of J.P. Morgan Securities LLC, and may not be subject to FINRA Rule 2241 or 2242 restrictions on communications with covered companies, public appearances, and trading securities held by a research analyst account.

Other Disclosures

J.P. Morgan is a marketing name for investment banking businesses of JPMorgan Chase & Co. and its subsidiaries and affiliates worldwide.

UK MIFID FICC research unbundling exemption: UK clients should refer to [UK MIFID Research Unbundling exemption](#) for details of J.P. Morgan's implementation of the FICC research exemption and guidance on relevant FICC research categorisation.

All research material made available to clients are simultaneously available on our client website, J.P. Morgan Markets, unless specifically permitted by relevant laws. Not all research content is redistributed, e-mailed or made available to third-party aggregators. For all research material available on a particular stock, please contact your sales representative.

Any long form nomenclature for references to China; Hong Kong; Taiwan; and Macau within this research material are Mainland China; Hong Kong SAR (China); Taiwan (China); and Macau SAR (China).

J.P. Morgan Research may, from time to time, write on issuers or securities targeted by economic or financial sanctions imposed or administered by the governmental authorities of the U.S., EU, UK or other relevant jurisdictions (Sanctioned Securities). Nothing in this report is intended to be read or construed as encouraging, facilitating, promoting or otherwise approving investment or dealing in such Sanctioned Securities. Clients should be aware of their own legal and compliance obligations when making investment decisions.

Any digital or crypto assets discussed in this research report are subject to a rapidly changing regulatory landscape. For relevant regulatory advisories on crypto assets, including bitcoin and ether, please see <https://www.jpmorgan.com/disclosures/cryptoasset-disclosure>.

The author(s) of this research report may not be licensed to carry on regulated activities in your jurisdiction and, if not licensed, do not hold themselves out as being able to do so.

Exchange-Traded Funds (ETFs): J.P. Morgan Securities LLC ("JPMS") acts as authorized participant for substantially all U.S.-listed ETFs. To the extent that any ETFs are mentioned in this report, JPMS may earn commissions and transaction-based compensation in connection with the distribution of those ETF shares and may earn fees for performing other trade-related services, such as securities lending to short sellers of the ETF shares. JPMS may also perform services for the ETFs themselves, including acting as a broker or dealer to the ETFs. In addition, affiliates of JPMS may perform services for the ETFs, including trust, custodial, administration, lending, index calculation and/or maintenance and other services.

Options and Futures related research: If the information contained herein regards options- or futures-related research, such information is available only to persons who have received the proper options or futures risk disclosure documents. Please contact your J.P. Morgan Representative or visit <https://www.theocc.com/components/docs/riskstoc.pdf> for a copy of the Option Clearing Corporation's Characteristics and Risks of Standardized Options or https://www.finra.org/sites/default/files/2020-08/Security_Futures_Risk_Disclosure_Statement_2020.pdf for a copy of the Security Futures Risk Disclosure Statement.

Changes to Interbank Offered Rates (IBORs) and other benchmark rates: Certain interest rate benchmarks are, or may in the future become, subject to ongoing international, national and other regulatory guidance, reform and proposals for reform. For more information, please consult: https://www.jpmorgan.com/global/disclosures/interbank_offered_rates

Private Bank Clients: Where you are receiving research as a client of the private banking businesses offered by JPMorgan Chase & Co. and its subsidiaries (“J.P. Morgan Private Bank”), research is provided to you by J.P. Morgan Private Bank and not by any other division of J.P. Morgan, including, but not limited to, the J.P. Morgan Corporate and Investment Bank and its Global Research division.

Legal entity responsible for the production and distribution of research: The legal entity identified below the name of the Reg AC Research Analyst who authored this material is the legal entity responsible for the production of this research. Where multiple Reg AC Research Analysts authored this material with different legal entities identified below their names, these legal entities are jointly responsible for the production of this research. Where more than one legal entity is listed under an analyst’s name, the first legal entity is responsible for the production unless stated otherwise. Research Analysts from various J.P. Morgan affiliates may have contributed to the production of this material but may not be licensed to carry out regulated activities in your jurisdiction (and do not hold themselves out as being able to do so). Unless otherwise stated below in the legal entity disclosures, this material has been distributed by the legal entity responsible for production, or where more than one legal entity is listed under the analyst’s name, the first legal entity will be responsible for distribution. If you have any queries, please contact the relevant Research Analyst in your jurisdiction or the entity in your jurisdiction that has distributed this research material.

Legal Entities Disclosures and Country-/Region-Specific Disclosures:

Argentina: JPMorgan Chase Bank N.A Sucursal Buenos Aires is regulated by Banco Central de la República Argentina (“BCRA”- Central Bank of Argentina) and Comisión Nacional de Valores (“CNV”- Argentinian Securities Commission - ALYC y AN Integral N°51).

Australia: J.P. Morgan Securities Australia Limited (“JPMSAL”) (ABN 61 003 245 234/AFS Licence No: 238066) is regulated by the Australian Securities and Investments Commission and is a Market Participant of ASX Limited, a Clearing and Settlement Participant of ASX Clear Pty Limited and a Clearing Participant of ASX Clear (Futures) Pty Limited. This material is issued and distributed in Australia by or on behalf of JPMSAL only to "wholesale clients" (as defined in section 761G of the Corporations Act 2001). A list of all financial products covered can be found by visiting <https://www.jpmm.com/research/disclosures>. J.P. Morgan seeks to cover companies of relevance to the domestic and international investor base across all Global Industry Classification Standard (GICS) sectors, as well as across a range of market capitalisation sizes. If applicable, in the course of conducting public side due diligence on the subject company(ies), the Research Analyst team may at times perform such diligence through corporate engagements such as site visits, discussions with company representatives, management presentations, etc. Research issued by JPMSAL has been prepared in accordance with J.P. Morgan Australia’s Research Independence Policy which can be found at the following link: [J.P. Morgan Australia - Research Independence Policy](#).

Brazil: Banco J.P. Morgan S.A. is regulated by the Comissao de Valores Mobiliarios (CVM) and by the Central Bank of Brazil. Ombudsman J.P. Morgan: 0800-7700847 / 0800-7700810 (For Hearing Impaired) / ouvidoria.jp.morgan@jpmchase.com.

Canada: J.P. Morgan Securities Canada Inc. is a registered investment dealer, regulated by the Canadian Investment Regulatory Organization and the Ontario Securities Commission and is the participating member on Canadian exchanges. This material is distributed in Canada by or on behalf of J.P. Morgan Securities Canada Inc.

Chile: Inversiones J.P. Morgan Limitada is an unregulated entity incorporated in Chile.

China: J.P. Morgan Securities (China) Company Limited has been approved by CSRC to conduct the securities investment consultancy business.

Colombia: Banco J.P. Morgan Colombia S.A. is supervised by the Superintendencia Financiera de Colombia (SFC).

Dubai International Financial Centre (DIFC): JPMorgan Chase Bank, N.A., Dubai Branch is regulated by the Dubai Financial Services Authority (DFSA) and its registered address is Dubai International Financial Centre - The Gate, West Wing, Level 3 and 9 PO Box 506551, Dubai, UAE. This material has been distributed by JP Morgan Chase Bank, N.A., Dubai Branch to persons regarded as professional clients or market counterparties as defined under the DFSA rules.

European Economic Area (EEA): Unless specified to the contrary, research is distributed in the EEA by J.P. Morgan SE (“JPM SE”), which is authorised as a credit institution by the Federal Financial Supervisory Authority (Bundesanstalt für Finanzdienstleistungsaufsicht, BaFin) and jointly supervised by the BaFin, the German Central Bank (Deutsche Bundesbank) and the European Central Bank (ECB). JPM SE is a company headquartered in Frankfurt with registered address at TaunusTurm, Taunustor 1, Frankfurt am Main, 60310, Germany. The material has been distributed in the EEA to persons regarded as professional investors (or equivalent) pursuant to Art. 4 para. 1 no. 10 and Annex II of MiFID II and its respective implementation in their home jurisdictions (“EEA professional investors”). This material must not be acted on or relied on by persons who are not EEA professional investors. Any investment or investment activity to which this material relates is only available to EEA relevant persons and will be engaged in only with EEA relevant persons.

Hong Kong: J.P. Morgan Securities (Asia Pacific) Limited (CE number AAJ321) is regulated by the Hong Kong Monetary Authority and the Securities and Futures Commission in Hong Kong, and J.P. Morgan Broking (Hong Kong) Limited (CE number AAB027) is regulated by the Securities and Futures Commission in Hong Kong. JP Morgan Chase Bank, N.A., Hong Kong Branch (CE Number AAL996) is regulated by the Hong Kong Monetary Authority and the Securities and Futures Commission, is organized under the laws of

the United States with limited liability. Where the distribution of this material is a regulated activity in Hong Kong, the material is distributed in Hong Kong by or through J.P. Morgan Securities (Asia Pacific) Limited and/or J.P. Morgan Broking (Hong Kong) Limited.

India: J.P. Morgan India Private Limited (Corporate Identity Number - U67120MH1992FTC068724), having its registered office at J.P. Morgan Tower, Off. C.S.T. Road, Kalina, Santacruz - East, Mumbai – 400098, is registered with the Securities and Exchange Board of India (SEBI) as a ‘Research Analyst’ having registration number INH000001873. J.P. Morgan India Private Limited is also registered with SEBI as a member of the National Stock Exchange of India Limited and the Bombay Stock Exchange Limited (SEBI Registration Number – INZ000239730) and as a Merchant Banker (SEBI Registration Number - MB/INM000002970). Telephone: 91-22-6157 3000, Facsimile: 91-22-6157 3990 and Website: <http://www.jpmypl.com>. JPMorgan Chase Bank, N.A. - Mumbai Branch is licensed by the Reserve Bank of India (RBI) (Licence No. 53/ Licence No. BY.4/94; SEBI - IN/CUS/014/ CDSL : IN-DP-CDSL-444-2008/ IN-DP-NSDL-285-2008/ INBI00000984/ INE231311239) as a Scheduled Commercial Bank in India, which is its primary license allowing it to carry on Banking business in India and other activities, which a Bank branch in India are permitted to undertake. For non-local research material, this material is not distributed in India by J.P. Morgan India Private Limited. Compliance Officer: Prasanna Bandal; prasanna.bandal@jpmchase.com; +912261575159. Grievance Officer: Ramprasadh K, jpmipl.research.feedback@jpmorgan.com; +912261573000. Registration granted by SEBI and certification from NISM in no way guarantee performance of the intermediary or provide any assurance of returns to investors. Please visit [Terms and Conditions and Most Important Terms and Conditions \(MITC\)](#). The annual Compliance audit report is available at <http://www.jpmypl.com/#research>.

Indonesia: PT J.P. Morgan Sekuritas Indonesia is a member of the Indonesia Stock Exchange and is registered and supervised by the Otoritas Jasa Keuangan (OJK).

Korea: J.P. Morgan Securities (Far East) Limited, Seoul Branch, is a member of the Korea Exchange (KRX). JPMorgan Chase Bank, N.A., Seoul Branch, is licensed as a branch office of foreign bank (JPMorgan Chase Bank, N.A.) in Korea. Both entities are regulated by the Financial Services Commission (FSC) and the Financial Supervisory Service (FSS). For non-macro research material, the material is distributed in Korea by or through J.P. Morgan Securities (Far East) Limited, Seoul Branch.

Japan: JPMorgan Securities Japan Co., Ltd. and JPMorgan Chase Bank, N.A., Tokyo Branch are regulated by the Financial Services Agency in Japan.

Malaysia: This material is issued and distributed in Malaysia by JPMorgan Securities (Malaysia) Sdn Bhd (18146-X), which is a Participating Organization of Bursa Malaysia Berhad and holds a Capital Markets Services License issued by the Securities Commission in Malaysia.

Mexico: J.P. Morgan Casa de Bolsa, S.A. de C.V. and J.P. Morgan Grupo Financiero are members of the Mexican Stock Exchange and are authorized to act as a broker dealer by the National Banking and Securities Exchange Commission.

New Zealand: This material is issued and distributed by JPMSAL in New Zealand only to "wholesale clients" (as defined in the Financial Markets Conduct Act 2013). JPMSAL is registered as a Financial Service Provider under the Financial Service providers (Registration and Dispute Resolution) Act of 2008.

Philippines: J.P. Morgan Securities Philippines Inc. is a Trading Participant of the Philippine Stock Exchange and a member of the Securities Clearing Corporation of the Philippines and the Securities Investor Protection Fund. It is regulated by the Securities and Exchange Commission.

Singapore: This material is issued and distributed in Singapore by or through J.P. Morgan Securities Singapore Private Limited (JPMS) [MDDI (P) 057/08/2025 and Co. Reg. No.: 199405335R], which is a member of the Singapore Exchange Securities Trading Limited, and/or JPMorgan Chase Bank, N.A., Singapore branch (JPMCB Singapore), both of which are regulated by the Monetary Authority of Singapore. This material is issued and distributed in Singapore only to accredited investors, expert investors and institutional investors, as defined in Section 4A of the Securities and Futures Act, Cap. 289 (SFA). This material is not intended to be issued or distributed to any retail investors or any other investors that do not fall into the classes of “accredited investors,” “expert investors” or “institutional investors,” as defined under Section 4A of the SFA. Recipients of this material in Singapore are to contact JPMS or JPMCB Singapore in respect of any matters arising from, or in connection with, the material.

South Africa: J.P. Morgan Equities South Africa Proprietary Limited and JPMorgan Chase Bank, N.A., Johannesburg Branch are members of the Johannesburg Securities Exchange and are regulated by the Financial Services Conduct Authority (FSCA).

Taiwan: J.P. Morgan Securities (Taiwan) Limited is a participant of the Taiwan Stock Exchange (company-type) and regulated by the Taiwan Securities and Futures Bureau. Material relating to equity securities is issued and distributed in Taiwan by J.P. Morgan Securities (Taiwan) Limited, subject to the license scope and the applicable laws and the regulations in Taiwan. **To the extent that J.P. Morgan Securities (Taiwan) Limited produces research materials on securities not listed on the Taiwan Stock Exchange or Taipei Exchange (“Non-Taiwan Listed Securities”), these materials shall not constitute securities recommendations for the purpose of applicable Taiwan regulations, and, for the avoidance of doubt, J.P. Morgan Securities (Taiwan) Limited does not act as broker for Non-Taiwan Listed Securities.** According to Paragraph 2, Article 7-1 of Operational Regulations Governing Securities Firms Recommending Trades in Securities to Customers (as amended or supplemented) and/or other applicable laws or regulations, please note that the recipient of this material is not permitted to engage in any activities in connection with the material that may give rise to conflicts of interests, unless otherwise disclosed in the “Important Disclosures” in this material.

Thailand: This material is issued and distributed in Thailand by JPMorgan Securities (Thailand) Ltd., which is a member of the Stock Exchange of Thailand and is regulated by the Ministry of Finance and the Securities and Exchange Commission, and its registered address is 3rd Floor, 20 North Sathorn Road, Silom, Bangrak, Bangkok 10500.

UK: Research is produced in the UK by J.P. Morgan Securities plc (“JPMS plc”) which is a member of the London Stock Exchange and is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation

Authority or J.P. Morgan Markets Limited (“JPMML Ltd”) which is authorised and regulated by the Financial Conduct Authority. Unless specified to the contrary, this material is distributed in the UK by JPMS plc and is directed in the UK only to: (a) persons having professional experience in matters relating to investments falling within article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) (Order) 2005 (“the FPO”); (b) persons outlined in article 49 of the FPO (high net worth companies, unincorporated associations or partnerships, the trustees of high value trusts, etc.); or (c) any persons to whom this communication may otherwise lawfully be made; all such persons being referred to as “UK relevant persons”. This material must not be acted on or relied on by persons who are not UK relevant persons. Any investment or investment activity to which this material relates is only available to UK relevant persons and will be engaged in only with UK relevant persons. A description of J.P. Morgan EMEA’s policy for prevention and avoidance of conflicts of interest related to the production of Research can be found at the following link: [J.P. Morgan EMEA - Research Independence Policy](#).

U.S.: J.P. Morgan Securities LLC (“JPMS”) is a member of the NYSE, FINRA, SIPC, and the NFA. JPMorgan Chase Bank, N.A. is a member of the FDIC. Material published by non-U.S. affiliates is distributed in the U.S. by JPMS who accepts responsibility for its content.

General: Additional information is available upon request. The information in this material has been obtained from sources believed to be reliable. While all reasonable care has been taken to ensure that the facts stated in this material are accurate and that the forecasts, opinions and expectations contained herein are fair and reasonable, JPMorgan Chase & Co. or its affiliates and/or subsidiaries (collectively J.P. Morgan) make no representations or warranties whatsoever to the completeness or accuracy of the material provided, except with respect to any disclosures relative to J.P. Morgan and the Research Analyst’s involvement with the issuer that is the subject of the material. Accordingly, no reliance should be placed on the accuracy, fairness or completeness of the information contained in this material. There may be certain discrepancies with data and/or limited content in this material as a result of calculations, adjustments, translations to different languages, and/or local regulatory restrictions, as applicable. These discrepancies should not impact the overall investment analysis, views and/or recommendations of the subject company(ies) that may be discussed in the material. Artificial intelligence tools may have been used in the preparation of this material, including assisting in data analysis, pattern recognition, and content drafting for research material. J.P. Morgan accepts no liability whatsoever for any loss arising from any use of this material or its contents, and neither J.P. Morgan nor any of its respective directors, officers or employees, shall be in any way responsible for the contents hereof, apart from the liabilities and responsibilities that may be imposed on them by the relevant regulatory authority in the jurisdiction in question, or the regulatory regime thereunder. Opinions, forecasts or projections contained in this material represent J.P. Morgan’s current opinions or judgment as of the date of the material only and are therefore subject to change without notice. Periodic updates may be provided on companies/industries based on company-specific developments or announcements, market conditions or any other publicly available information. There can be no assurance that future results or events will be consistent with any such opinions, forecasts or projections, which represent only one possible outcome. Furthermore, such opinions, forecasts or projections are subject to certain risks, uncertainties and assumptions that have not been verified, and future actual results or events could differ materially. The value of, or income from, any investments referred to in this material may fluctuate and/or be affected by changes in exchange rates. All pricing is indicative as of the close of market for the securities discussed, unless otherwise stated. Past performance is not indicative of future results. Accordingly, investors may receive back less than originally invested. This material is not intended as an offer or solicitation for the purchase or sale of any financial instrument. The opinions and recommendations herein do not take into account individual client circumstances, objectives, or needs and are not intended as recommendations of particular securities, financial instruments or strategies to particular clients. This material may include views on structured securities, options, futures and other derivatives. These are complex instruments, may involve a high degree of risk and may be appropriate investments only for sophisticated investors who are capable of understanding and assuming the risks involved. The recipients of this material must make their own independent decisions regarding any securities or financial instruments mentioned herein and should seek advice from such independent financial, legal, tax or other adviser as they deem necessary. J.P. Morgan may trade as a principal on the basis of the Research Analysts’ views and research, and it may also engage in transactions for its own account or for its clients’ accounts in a manner inconsistent with the views taken in this material, and J.P. Morgan is under no obligation to ensure that such other communication is brought to the attention of any recipient of this material. Others within J.P. Morgan, including Strategists, Sales staff and other Research Analysts, may take views that are inconsistent with those taken in this material. Employees of J.P. Morgan not involved in the preparation of this material may have investments in the securities (or derivatives of such securities) mentioned in this material and may trade them in ways different from those discussed in this material. This material is not an advertisement for or marketing of any issuer, its products or services, or its securities in any jurisdiction.

Confidentiality and Security Notice: This transmission may contain information that is privileged, confidential, legally privileged, and/or exempt from disclosure under applicable law. If you are not the intended recipient, you are hereby notified that any disclosure, copying, distribution, or use of the information contained herein (including any reliance thereon) is STRICTLY PROHIBITED. Although this transmission and any attachments are believed to be free of any virus or other defect that might affect any computer system into which it is received and opened, it is the responsibility of the recipient to ensure that it is virus free and no responsibility is accepted by JPMorgan Chase & Co., its subsidiaries and affiliates, as applicable, for any loss or damage arising in any way from its use. If you received this transmission in error, please immediately contact the sender and destroy the material in its entirety, whether in electronic or hard copy format. This message is subject to electronic monitoring: <https://www.jpmorgan.com/disclosures/email>

MSCI: Certain information herein (“Information”) is reproduced by permission of MSCI Inc., its affiliates and information providers (“MSCI”) ©2026. No reproduction or dissemination of the Information is permitted without an appropriate license. MSCI MAKES NO EXPRESS OR IMPLIED WARRANTIES (INCLUDING MERCHANTABILITY OR FITNESS) AS TO THE INFORMATION AND DISCLAIMS ALL LIABILITY TO THE EXTENT PERMITTED BY LAW. No Information constitutes investment advice, except for any applicable Information from MSCI ESG Research. Subject also to [msci.com/disclaimer](https://www.msci.com/disclaimer)

Sustainalytics: Certain information, data, analyses and opinions contained herein are reproduced by permission of Sustainalytics and: (1) includes the proprietary information of Sustainalytics; (2) may not be copied or redistributed except as specifically authorized; (3) do not constitute investment advice nor an endorsement of any product or project; (4) are provided solely for informational purposes; and (5) are not warranted to be complete, accurate or timely. Sustainalytics is not responsible for any trading decisions, damages or other losses related to it or its use. The use of the data is subject to conditions available at <https://www.sustainalytics.com/legal-disclaimers>. ©2026 Sustainalytics. All Rights Reserved.

"Other Disclosures" last revised April 04, 2026.

Copyright 2026 J.P. Morgan Securities (China) Company Limited and JPMorgan Chase & Co. All rights reserved. This material or any portion hereof may not be reprinted, sold or redistributed without the written consent of J.P. Morgan. It is strictly prohibited to use or share without prior written consent from J.P. Morgan any research material received from J.P. Morgan or an authorized third-party (“J.P. Morgan Data”) in any third-party artificial intelligence (“AI”) systems or models when such J.P. Morgan Data is accessible by a third-party.