

Kuaishou (1024 HK)

1Q26 review: Kling AI maintained strong monetization momentum

Kuaishou announced 1Q26 results: total revenue was up by 3% YoY to RMB33.7bn, largely in line with Bloomberg consensus estimate. During the period, adjusted net profit declined by 26% YoY to RMB3.37bn, mainly due to the increase in AI-related investment, but 11% ahead of the consensus estimate mainly due to higher-than-expected other income/gains. Kling AI maintained strong monetization momentum, with 1Q26 revenue up by over 300% YoY to RMB650mn. For 2Q26E, we forecast total revenue to increase by 1% YoY, primarily driven by Kling AI contribution and online marketing services. We trim our FY26-28E earnings forecasts by 1-3% in view of the step-up of AI investment, and lower our SOTP-derived TP to HK\$70.5 (previous: HK\$80.0). That said, we remain upbeat on Kuaishou's AI business, which should drive sustainable revenue growth and valuation recovery of the company. Maintain BUY.

- **Steady core commercial businesses.** By segment in 1Q26: 1) online marketing revenue grew by 9% YoY to RMB19.6bn (58% of total revenue), with domestic online marketing revenue up by over 10% YoY. Non-e-commerce marketing services revenue maintained healthy growth of c.10% YoY, driven by solid ad budget growth of the content consumption, lifestyle service and AI application sectors; 2) other services revenue was up by 16% YoY to RMB5.6bn (17% of total revenue), primarily fuelled by the robust growth of Kling AI business. E-commerce GMV also maintained healthy YoY growth, mainly underpinned by enriched product supply; 3) live streaming revenue fell by 13% YoY to RMB8.5bn (25% of total revenue). Looking ahead, we expect total revenue to grow by 1% YoY in 2Q26E, with online marketing/others/live streaming revenue +6%/+10%/-14% YoY.
- **Strong AI business momentum.** 1) Kling AI revenue exceeded RMB650mn in 1Q26, up by over 300% YoY. The annualized revenue run rate (ARR) of Kling AI reached c.US\$500mn in Mar 2026, more than doubled vs. US\$240mn ARR in Dec 2025, thanks to the launch of Kling AI 3.0 model in Feb 2026. We now expect Kling AI revenue to grow by over 200% YoY to c.RMB3.6bn in FY26E. 2) On monetization front, generative recommendation and intelligent bidding models drove 3%–4% growth in domestic marketing revenue in 1Q26; OneSearch V2, a generative search framework, drove c.3% incremental GMV growth in the e-commerce search scenario. 3) Kuaishou also leveraged its proprietary coding tool, CodeFlicker, to drive its internal AI-generated code penetration to over 50%.
- **Stepping up AI investment.** Overall GPM declined by 3.4ppts YoY to 51.2% in 1Q26, primarily due to the increase in revenue sharing costs, bandwidth expenses and depreciation expenses related to AI products. Adjusted net margin also dropped by 4.0ppts YoY to 10.0% in 1Q26. Looking ahead, Kuaishou will continue to invest in AI and we expect adjusted NPM to decrease by c.5ppts YoY to 11% in 2Q26E. The company also plans to increase its shareholder return yield to c.4% in FY26E.

Earnings Summary

(YE 31 Dec)	FY24A	FY25A	FY26E	FY27E	FY28E
Revenue (RMB mn)	126,898	142,776	146,836	156,556	165,496
Adjusted net profit (RMB mn)	17,716.0	20,647.0	16,938.4	19,952.1	23,349.3
EPS (Adjusted) (RMB)	4.12	4.82	3.94	4.64	5.43
Consensus EPS (RMB)	4.12	4.82	3.89	4.46	5.01
P/E (x)	11.0	9.0	12.1	9.9	8.3

Source: Company data, Bloomberg, CMBIGM estimates

BUY (Maintain)

Target Price	HK\$70.50
(Previous TP)	HK\$80.00)
Up/Downside	55.7%
Current Price	HK\$45.28

China Internet

Saiyi HE, CFA
 (852) 3916 1739
 hesaiyi@cmbi.com.hk

Wentao LU, CFA
 luwentao@cmbi.com.hk

Ye TAO, CFA
 (852) 3850 5226
 franktao@cmbi.com.hk

Shuyin GUO
 (852) 3916 3716
 guoshuyin@cmbi.com.hk

Stock Data

Mkt Cap (HK\$ mn)	194,885.1
Avg 3 mths t/o (HK\$ mn)	2,486.6
52w High/Low (HK\$)	91.85/42.28
Total Issued Shares (mn)	4304.0

Source: FactSet

Shareholding Structure

Tencent	15.7%
Su Hua	9.9%

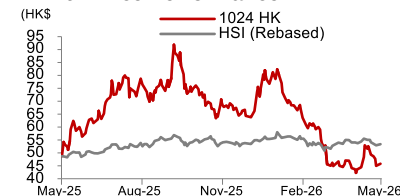
Source: HKEx

Share Performance

	Absolute	Relative
1-mth	3.8%	6.2%
3-mth	-28.0%	-24.3%
6-mth	-33.8%	-32.2%

Source: FactSet

12-mth Price Performance



Source: FactSet

Business forecasts update and valuation

Figure 1: Kuaishou: forecast revision

(RMB mn)	Current			Previous			Change (%)		
	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E
Revenue	146,836	156,556	165,496	149,053	159,648	169,646	-1.5%	-1.9%	-2.4%
Gross profit	76,565	83,165	89,768	78,675	86,175	93,663	-2.7%	-3.5%	-4.2%
Operating profit	17,008	19,994	23,991	16,399	20,135	24,521	3.7%	-0.7%	-2.2%
Adjusted net profit	16,938	19,952	23,349	17,107	20,283	24,011	-1.0%	-1.6%	-2.8%
Adjusted EPS (RMB)	3.9	4.6	5.4	4.0	4.7	5.6	-1.5%	-2.2%	-3.3%
Gross margin	52.1%	53.1%	54.2%	52.8%	54.0%	55.2%	-0.6 ppt	-0.9 ppt	-1.0 ppt
Operating margin	11.6%	12.8%	14.5%	11.0%	12.6%	14.5%	0.6 ppt	0.2 ppt	0.0 ppt
Adjusted net margin	11.5%	12.7%	14.1%	11.5%	12.7%	14.2%	0.1 ppt	0.0 ppt	0.0 ppt

Source: CMBIGM estimates

Figure 2: CMBIGM estimates vs consensus

(RMB mn)	CMBIGM			Consensus			Diff (%)		
	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E	FY26E	FY27E	FY28E
Revenue	146,836	156,556	165,496	148,715	159,051	168,994	-1.3%	-1.6%	-2.1%
Gross profit	76,565	83,165	89,768	78,646	85,184	91,576	-2.6%	-2.4%	-2.0%
Operating profit	17,008	19,994	23,991	16,898	19,855	22,512	0.7%	0.7%	6.6%
Adjusted net profit	16,938	19,952	23,349	16,995	19,539	21,850	-0.3%	2.1%	6.9%
Adjusted EPS (RMB)	3.9	4.6	5.4	3.9	4.5	5.0	1.2%	3.9%	8.4%
Gross margin	52.1%	53.1%	54.2%	52.9%	53.6%	54.2%	-0.7 ppt	-0.4 ppt	0.1 ppt
Operating margin	11.6%	12.8%	14.5%	11.4%	12.5%	13.3%	0.2 ppt	0.3 ppt	1.2 ppt
Adjusted net margin	11.5%	12.7%	14.1%	11.4%	12.3%	12.9%	0.1 ppt	0.5 ppt	1.2 ppt

Source: Bloomberg, CMBIGM estimates

Figure 3: Kuaishou: quarterly financials

(RMB mn)	1Q24	2Q24	3Q24	4Q24	1Q25	2Q25	3Q25	4Q25	1Q26	Cons.	Diff%
Live streaming revenue	8,575	9,302	9,338	9,846	9,814	10,044	9,574	9,655	8,492	8,394	1.2%
yoy%	-8.0%	-6.7%	-3.9%	-2.0%	14.4%	8.0%	2.5%	-1.9%	-13.5%	-14.5%	
Online marketing services	16,650	17,515	17,634	20,620	17,977	19,765	20,102	23,618	19,643	19,520	0.6%
yoy%	27.4%	22.1%	20.0%	13.3%	8.0%	12.8%	14.0%	14.5%	9.3%	8.6%	
Other services revenue	4,183	4,158	4,159	4,918	4,817	5,237	5,878	6,295	5,581	5,497	1.5%
yoy%	47.6%	21.3%	17.5%	14.1%	15.2%	25.9%	41.3%	28.0%	15.9%	14.1%	
Total revenue	29,408	30,975	31,131	35,384	32,608	35,046	35,554	39,568	33,716	33,412	0.9%
yoy%	16.6%	11.6%	11.4%	8.7%	10.9%	13.1%	14.2%	11.8%	3.4%	2.5%	
Average DAUs	394	395	408	401	408	409	416	408	413	413	-0.1%
yoy%	5.2%	5.1%	5.4%	4.8%	3.6%	3.4%	2.1%	1.7%	1.2%	1.2%	
Gross profit margin (%)	54.8%	55.3%	54.3%	54.0%	54.6%	55.7%	54.7%	55.1%	51.2%	51.5%	-0.3ppt
S&M expense ratio (%)	31.9%	32.4%	33.3%	32.0%	30.4%	30.0%	29.3%	28.8%	30.6%		
R&D expense ratio (%)	9.7%	9.1%	10.0%	9.8%	10.1%	9.7%	10.3%	10.5%	10.7%		
Adjusted net margin (%)	14.9%	15.1%	12.7%	13.3%	14.0%	16.0%	14.0%	13.8%	10.0%		
Adjusted net income	4,388	4,679	3,948	4,701	4,580	5,618	4,986	5,463	3,374	3,031	11.3%

Source: Company data, CMBIGM

Our SOTP-derived target price of HK\$70.5 comprises, per share:

- 1) HK\$5.7 for the live streaming business, based on 0.6x 2026E EV/Sales, which is on par with the average EV/Sales for its peers.
- 2) HK\$26.4 for the online marketing business (excl. e-commerce marketing), based on 18x 2026E EV/EBIT, which is on par with the average EV/EBIT for its peers.
- 3) HK\$35.8 for the e-commerce business, based on 0.08x 2026E EV/GMV. The target multiple is a discount to the average EV/GMV for its peers (0.14x 2026E EV/GMV), given the relatively low monetization level of Kuaishou's e-commerce business.
- 4) HK\$2.6 for net cash.

Figure 4: Kuaishou: SOTP valuation

(RMBmn)	26E Rev/EBIT/GMV	Methodology	Multiple	Valuation	As % of total valuation	Per share valuation (HK\$)
Live streaming	35,781	EV/Sales	0.6x	21,469	8%	5.7
Advertising (excl. e-commerce marketing)	5,547	EV/EBIT	18.0x	99,853	37%	26.4
E-commerce	1,696,920	EV/GMV	0.08x	135,754	51%	35.8
Enterprise value				257,075	96%	67.9
Net cash				10,019	4%	2.6
Equity value				267,094		
Exchange rate (RMB/HK\$)				0.88		
Target value (HK\$mn)				303,516		
Target price (HK\$)				70.50		

Source: Company data, CMBIGM estimates

Figure 5: Peer comparison: live streaming, advertising, and e-commerce sectors

Companies	Ticker	Price (LC)	FY26E	FY27E	FY26E	FY27E
Live streaming			Revenue growth (YoY%)		EV/Sales	
Bilibili	BILI US	17.8	12	10	1.1	1.0
Huya	HUYA US	2.5	14	7	0.1	0.1
Average					0.6	0.6
Advertising			EBIT growth (YoY%)		EV/EBIT	
Focus Media	002027 CH	5.5	35	6	10.5	9.9
Meta	META US	612.3	10	16	17.3	14.9
Alphabet	GOOG US	384.8	29	21	27.5	22.6
Average					18.4	15.8
E-commerce			GMV Growth (YoY%)		EV/GMV	
Alibaba	BABA US	129.5	3	2	0.20	0.20
Pinduoduo	PDD US	96.6	12	8	0.08	0.07
Average					0.14	0.13

Source: Bloomberg, CMBIGM estimates

Note: Data as of market close on 26 May

Financial Summary

INCOME STATEMENT	2023A	2024A	2025A	2026E	2027E	2028E
YE 31 Dec (RMB mn)						
Revenue	113,470	126,898	142,776	146,836	156,556	165,496
Cost of goods sold	56,079	57,606	64,227	70,272	73,391	75,728
Gross profit	57,391	69,292	78,549	76,565	83,165	89,768
Operating expenses	50,960	54,005	57,912	59,557	63,170	65,777
Selling expense	36,496	41,105	42,229	42,583	43,836	44,684
Admin expense	3,514	2,916	3,343	3,230	3,272	3,286
R&D expense	12,338	12,199	14,491	16,446	18,004	19,363
Others	1,388	2,215	2,151	2,702	1,941	1,556
Operating profit	6,431	15,287	20,637	17,008	19,994	23,991
Net Interest income/(expense)	539	236	(149)	(559)	0	0
Others	0	0	0	0	0	0
Pre-tax profit	6,970	15,523	20,488	16,449	19,994	23,991
Income tax	490	150	1,848	2,467	2,999	3,599
After tax profit	6,480	15,373	18,640	13,982	16,995	20,392
Net profit	6,480	15,373	18,640	13,982	16,995	20,392
Adjusted net profit	10,271	17,716	20,647	16,938	19,952	23,349

BALANCE SHEET	2023A	2024A	2025A	2026E	2027E	2028E
YE 31 Dec (RMB mn)						
Current assets	60,361	62,869	77,549	83,599	75,477	106,972
Cash & equivalents	12,905	12,697	11,180	21,117	11,004	45,587
Restricted cash	128	47	251	251	251	251
Account receivables	6,457	6,674	8,127	7,856	9,185	8,829
Prepayment	4,919	4,646	7,028	5,578	7,862	6,346
ST bank deposits	9,874	11,522	8,630	6,464	4,841	3,626
Financial assets at FVTPL	26,078	27,283	42,333	42,333	42,333	42,333
Non-current assets	45,935	77,004	86,955	108,545	118,496	124,010
PP&E	12,356	14,831	22,869	43,063	50,892	53,709
Right-of-use assets	10,399	8,891	8,545	7,658	7,237	7,103
Deferred income tax	6,108	6,604	5,585	5,585	5,585	5,585
Investment in JVs & assos	214	166	149	149	149	149
Intangibles	1,073	1,059	986	875	764	654
Financial assets at FVTPL	5,245	24,430	24,100	24,100	24,100	24,100
Other non-current assets	10,540	21,023	24,721	27,115	29,769	32,711
Total assets	106,296	139,873	164,504	192,144	193,972	230,983
Current liabilities	48,778	59,828	67,535	85,419	71,354	88,141
Account payables	23,601	27,470	27,209	44,025	30,371	44,319
Tax payable	1,222	873	388	399	425	450
Other current liabilities	20,628	27,809	35,976	37,434	37,211	40,116
Lease liabilities	3,327	3,676	3,962	3,561	3,347	3,256
Non-current liabilities	8,444	18,021	17,385	16,686	16,373	16,245
Long-term borrowings	0	11,100	11,098	11,098	11,098	11,098
Obligations under finance leases	8,405	6,765	5,977	5,372	5,050	4,912
Other non-current liabilities	39	11,256	11,408	11,314	11,324	11,332
Total liabilities	57,222	77,849	84,920	102,105	87,728	104,386
Share capital	0	0	0	0	0	0
Retained earnings	(257,491)	(242,164)	(224,341)	(210,359)	(193,364)	(172,972)
Other reserves	306,554	304,168	303,899	300,373	299,583	299,542
Total shareholders equity	49,063	62,004	79,558	90,013	106,219	126,571
Minority interest	11	20	26	26	26	26
Total equity and liabilities	106,296	139,873	164,504	192,144	193,972	230,983

CASH FLOW	2023A	2024A	2025A	2026E	2027E	2028E
YE 31 Dec (RMB mn)						
Operating						
Profit before taxation	6,970	15,523	20,488	16,449	19,994	23,991
Depreciation & amortization	7,202	7,140	7,195	9,437	10,707	11,495
Tax paid	(1,223)	(1,021)	(1,392)	(2,550)	(2,963)	(3,565)
Change in working capital	4,859	7,510	143	21,963	(17,490)	18,726
Others	2,973	635	282	2,957	2,957	2,957
Net cash from operations	20,781	29,787	26,716	48,255	13,205	53,604
Investing						
Capital expenditure	(66,680)	(104,728)	(145,315)	(26,431)	(15,656)	(11,585)
Acquisition of subsidiaries/ investments	0	0	0	0	0	0
Net proceeds from disposal of short-term investments	0	0	0	0	0	0
Others	46,815	68,051	119,059	(228)	(1,032)	(1,727)
Net cash from investing	(19,865)	(36,677)	(26,256)	(26,658)	(16,687)	(13,312)
Financing						
Dividend paid	0	0	(1,800)	(1,800)	0	0
Net borrowings	11,259	14,797	5,324	(1,968)	0	0
Proceeds from share issues	0	0	0	0	0	0
Share repurchases	(1,300)	(4,884)	(2,927)	(4,683)	(3,747)	(2,997)
Others	(11,323)	(3,199)	(2,522)	(3,209)	(2,884)	(2,711)
Net cash from financing	(1,364)	6,714	(1,925)	(11,660)	(6,631)	(5,708)
Net change in cash						
Cash at the beginning of the year	13,274	12,905	12,697	11,180	21,117	11,004
Exchange difference	79	(32)	(52)	0	0	0
Cash at the end of the year	12,905	12,697	11,180	21,117	11,004	45,587
GROWTH	2023A	2024A	2025A	2026E	2027E	2028E
YE 31 Dec						
Revenue	20.5%	11.8%	12.5%	2.8%	6.6%	5.7%
Gross profit	36.2%	20.7%	13.4%	(2.5%)	8.6%	7.9%
Operating profit	na	137.7%	35.0%	(17.6%)	17.6%	20.0%
Net profit	na	137.2%	21.3%	(25.0%)	21.6%	20.0%
Adj. net profit	na	72.5%	16.5%	(18.0%)	17.8%	17.0%
PROFITABILITY	2023A	2024A	2025A	2026E	2027E	2028E
YE 31 Dec						
Gross profit margin	50.6%	54.6%	55.0%	52.1%	53.1%	54.2%
Operating margin	5.7%	12.0%	14.5%	11.6%	12.8%	14.5%
Adj. net profit margin	9.1%	14.0%	14.5%	11.5%	12.7%	14.1%
Return on equity (ROE)	14.6%	27.7%	26.3%	16.5%	17.3%	17.5%
GEARING/LIQUIDITY/ACTIVITIES	2023A	2024A	2025A	2026E	2027E	2028E
YE 31 Dec						
Net debt to equity (x)	(0.3)	(0.0)	(0.0)	(0.1)	0.0	(0.3)
Current ratio (x)	1.2	1.1	1.1	1.0	1.1	1.2
Receivable turnover days	20.8	19.2	20.8	19.5	21.4	19.5
Payable turnover days	153.6	174.1	154.6	228.7	151.0	213.6
VALUATION	2023A	2024A	2025A	2026E	2027E	2028E
YE 31 Dec						
P/E	26.1	11.0	9.0	12.1	9.9	8.3
P/E (diluted)	26.1	11.2	9.3	12.3	10.2	8.5
P/B	3.4	2.7	2.1	1.9	1.6	1.3

Source: Company data, CMBIGM estimates. Note: The calculation of net cash includes financial assets.

Disclosures & Disclaimers

Analyst Certification

The research analyst who is primary responsible for the content of this research report, in whole or in part, certifies that with respect to the securities or issuer that the analyst covered in this report: (1) all of the views expressed accurately reflect his or her personal views about the subject securities or issuer; and (2) no part of his or her compensation was, is, or will be, directly or indirectly, related to the specific views expressed by that analyst in this report. Besides, the analyst confirms that neither the analyst nor his/her associates (as defined in the code of conduct issued by The Hong Kong Securities and Futures Commission) (1) have dealt in or traded in the stock(s) covered in this research report within 30 calendar days prior to the date of issue of this report; (2) will deal in or trade in the stock(s) covered in this research report 3 business days after the date of issue of this report; (3) serve as an officer of any of the Hong Kong listed companies covered in this report; and (4) have any financial interests in the Hong Kong listed companies covered in this report.

CMBIGM Ratings

BUY : Stock with potential return of over 15% over next 12 months
HOLD : Stock with potential return of +15% to -10% over next 12 months
SELL : Stock with potential loss of over 10% over next 12 months
NOT RATED : Stock is not rated by CMBIGM

OUTPERFORM : Industry expected to outperform the relevant broad market benchmark over next 12 months
MARKET-PERFORM : Industry expected to perform in-line with the relevant broad market benchmark over next 12 months
UNDERPERFORM : Industry expected to underperform the relevant broad market benchmark over next 12 months

CMB International Global Markets Limited

Address: 45/F, Champion Tower, 3 Garden Road, Hong Kong, Tel: (852) 3900 0888 Fax: (852) 3900 0800

CMB International Global Markets Limited ("CMBIGM") is a wholly owned subsidiary of CMB International Capital Corporation Limited (a wholly owned subsidiary of China Merchants Bank)

Important Disclosures

There are risks involved in transacting in any securities. The information contained in this report may not be suitable for the purposes of all investors. CMBIGM does not provide individually tailored investment advice. This report has been prepared without regard to the individual investment objectives, financial position or special requirements. Past performance has no indication of future performance, and actual events may differ materially from that which is contained in the report. The value of, and returns from, any investments are uncertain and are not guaranteed and may fluctuate as a result of their dependence on the performance of underlying assets or other variable market factors. CMBIGM recommends that investors should independently evaluate particular investments and strategies, and encourages investors to consult with a professional financial advisor in order to make their own investment decisions.

This report or any information contained herein, have been prepared by the CMBIGM, solely for the purpose of supplying information to the clients of CMBIGM or its affiliate(s) to whom it is distributed. This report is not and should not be construed as an offer or solicitation to buy or sell any security or any interest in securities or enter into any transaction. Neither CMBIGM nor any of its affiliates, shareholders, agents, consultants, directors, officers or employees shall be liable for any loss, damage or expense whatsoever, whether direct or consequential, incurred in relying on the information contained in this report. Anyone making use of the information contained in this report does so entirely at their own risk.

The information and contents contained in this report are based on the analyses and interpretations of information believed to be publicly available and reliable. CMBIGM has exerted every effort in its capacity to ensure, but not to guarantee, their accuracy, completeness, timeliness or correctness. CMBIGM provides the information, advices and forecasts on an "AS IS" basis. The information and contents are subject to change without notice. CMBIGM may issue other publications having information and/ or conclusions different from this report. These publications reflect different assumption, point-of-view and analytical methods when compiling. CMBIGM may make investment decisions or take proprietary positions that are inconsistent with the recommendations or views in this report.

CMBIGM may have a position, make markets or act as principal or engage in transactions in securities of companies referred to in this report for itself and/or on behalf of its clients from time to time. Investors should assume that CMBIGM does or seeks to have investment banking or other business relationships with the companies in this report. As a result, recipients should be aware that CMBIGM may have a conflict of interest that could affect the objectivity of this report and CMBIGM will not assume any responsibility in respect thereof. This report is for the use of intended recipients only and this publication, may not be reproduced, reprinted, sold, redistributed or published in whole or in part for any purpose without prior written consent of CMBIGM.

Additional information on recommended securities is available upon request.

For recipients of this document in the United Kingdom

This report has been provided only to persons (I) falling within Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 (as amended from time to time) ("The Order") or (II) are persons falling within Article 49(2) (a) to (d) ("High Net Worth Companies, Unincorporated Associations, etc.") of the Order, and may not be provided to any other person without the prior written consent of CMBIGM.

For recipients of this document in the United States

CMBIGM is not a registered broker-dealer in the United States. As a result, CMBIGM is not subject to U.S. rules regarding the preparation of research reports and the independence of research analysts. The research analyst who is primary responsible for the content of this research report is not registered or qualified as a research analyst with the Financial Industry Regulatory Authority ("FINRA"). The analyst is not subject to applicable restrictions under FINRA Rules intended to ensure that the analyst is not affected by potential conflicts of interest that could bear upon the reliability of the research report. This report is intended for distribution in the United States solely to "major US institutional investors", as defined in Rule 15a-6 under the US, Securities Exchange Act of 1934, as amended, and may not be furnished to any other person in the United States. Each major US institutional investor that receives a copy of this report by its acceptance hereof represents and agrees that it shall not distribute or provide this report to any other person. Any U.S. recipient of this report wishing to effect any transaction to buy or sell securities based on the information provided in this report should do so only through a U.S.-registered broker-dealer.

For recipients of this document in Singapore

This report is distributed in Singapore by CMBI (Singapore) Pte. Limited (CMBISG) (Company Regn. No. 201731928D), an Exempt Financial Adviser as defined in the Financial Advisers Act (Cap. 110) of Singapore and regulated by the Monetary Authority of Singapore. CMBISG may distribute reports produced by its respective foreign entities, affiliates or other foreign research houses pursuant to an arrangement under Regulation 32C of the Financial Advisers Regulations. Where the report is distributed in Singapore to a person who is not an Accredited Investor, Expert Investor or an Institutional Investor, as defined in the Securities and Futures Act (Cap. 289) of Singapore, CMBISG accepts legal responsibility for the contents of the report to such persons only to the extent required by law. Singapore recipients should contact CMBISG at +65 6350 4400 for matters arising from, or in connection with the report.