



CIO Office

Global Markets Weekly Kickstart

# AI Power Beast: Feeding on Materials

29 June 2026

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Nvidia AGM Reinforces  
Confidence in AI Outlook



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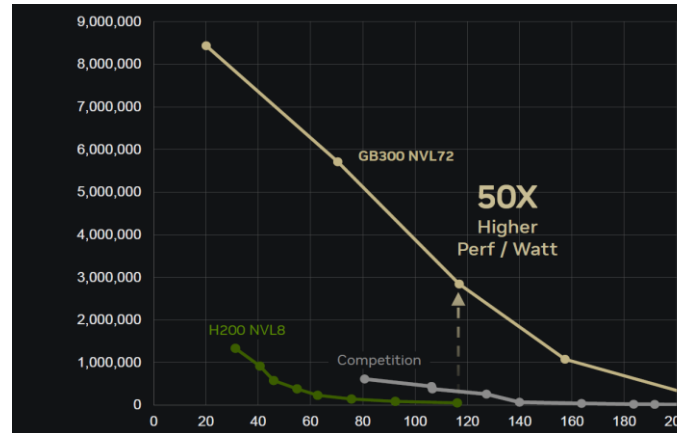
# Nvidia AGM Addresses AI ROI; Jensen Huang Unveils Three Key Growth Engines

- ▶ The AGM focused on AI investment returns, product ramp-up, the company's three long-term growth engines, chip smuggling, and China export issues. Jensen Huang said AI can generate profits as long as its output is valuable (e.g., automated code generation), highlighting Nvidia's systems' advantages in both cost efficiency and revenue potential. The company also reaffirmed its commitment to return 50% of free cash flow to shareholders. On products, Huang said Vera Rubin is now in full-scale production, with its GPU-CPU architecture addressing computing bottlenecks and expanding into the AI agent computing market.
- ▶ Nvidia's three growth engines are AI agents (the core driver), AI reasoning, and physical AI. AI agents are expected to be the primary growth driver as AI enters an era of reasoning capabilities and autonomous execution of business tasks. Meanwhile, physical AI robotics, combining large-scale industrial and healthcare applications, represents the next major growth opportunity. On chip smuggling, Huang said Nvidia will continue to comply with U.S. policy and prioritize U.S. national interests if commercial opportunities conflict with national security. He added that chip smuggling and assembling systems from individual components are not viable. As for China-specific chips, although they have received U.S. approval, the revenue contribution remains uncertain.

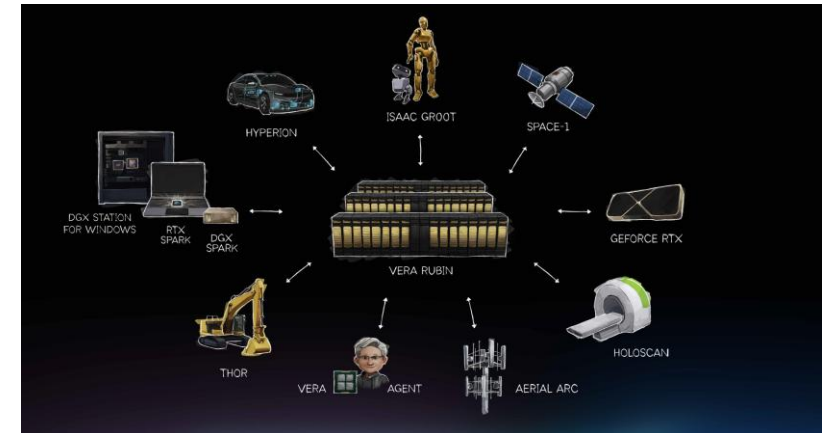
## AI Monetization Accelerates: AI Factories Turn Tokens into Profits; 3 Growth Engines Focus on AI Agents, AI Reasoning, and Physical AI

Key Takeaways from Nvidia's 2026 AGM

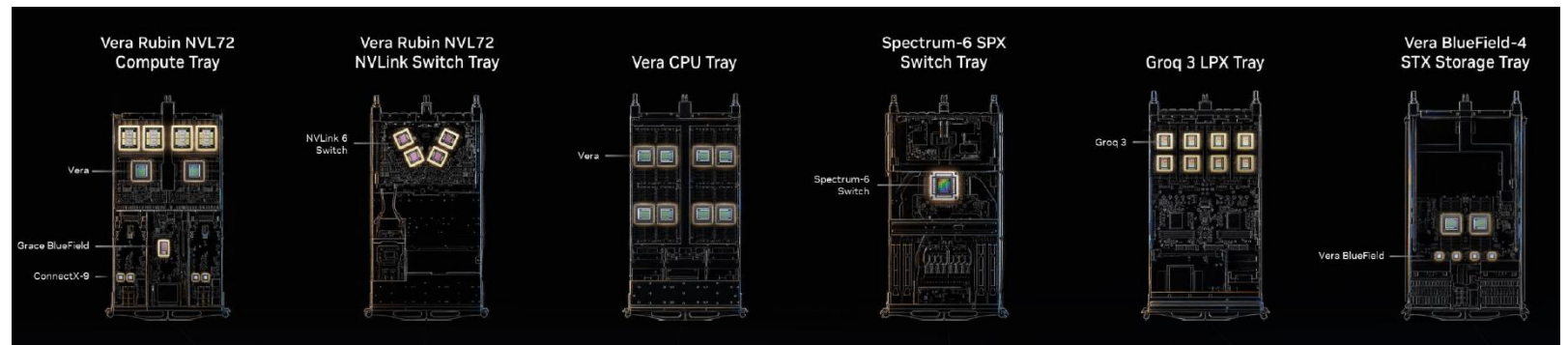
**Nvidia's higher-performance products will contribute vastly to revenue growth**



**AI reasoning, AI agents, and physical AI will be the company's key growth drivers going forward**



**Vera Rubin has entered full-scale production**



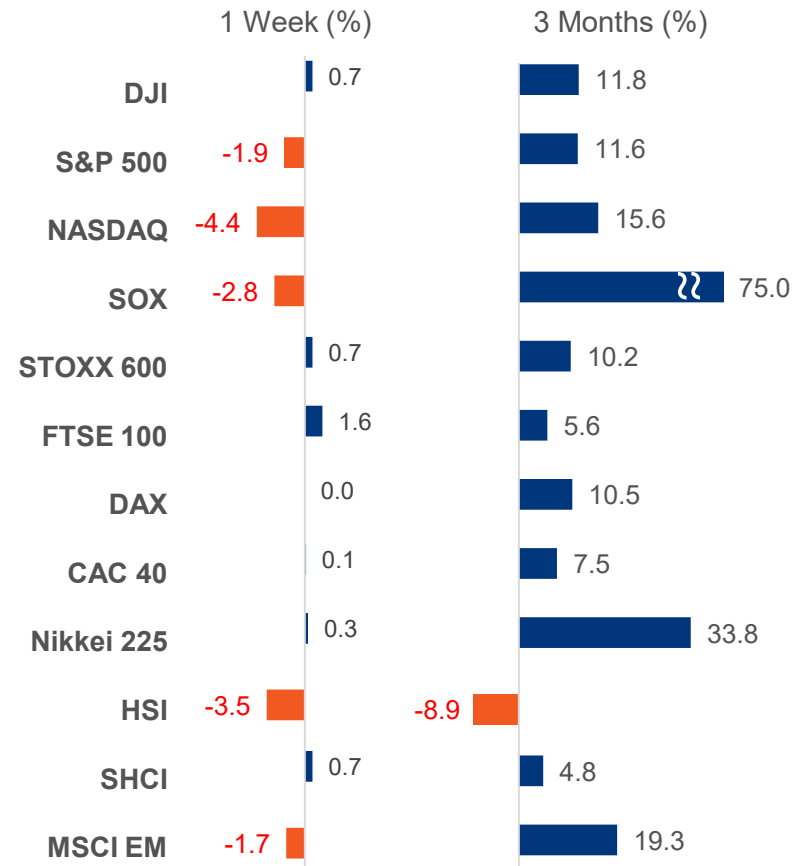
Source: NVIDIA

## Market Recap

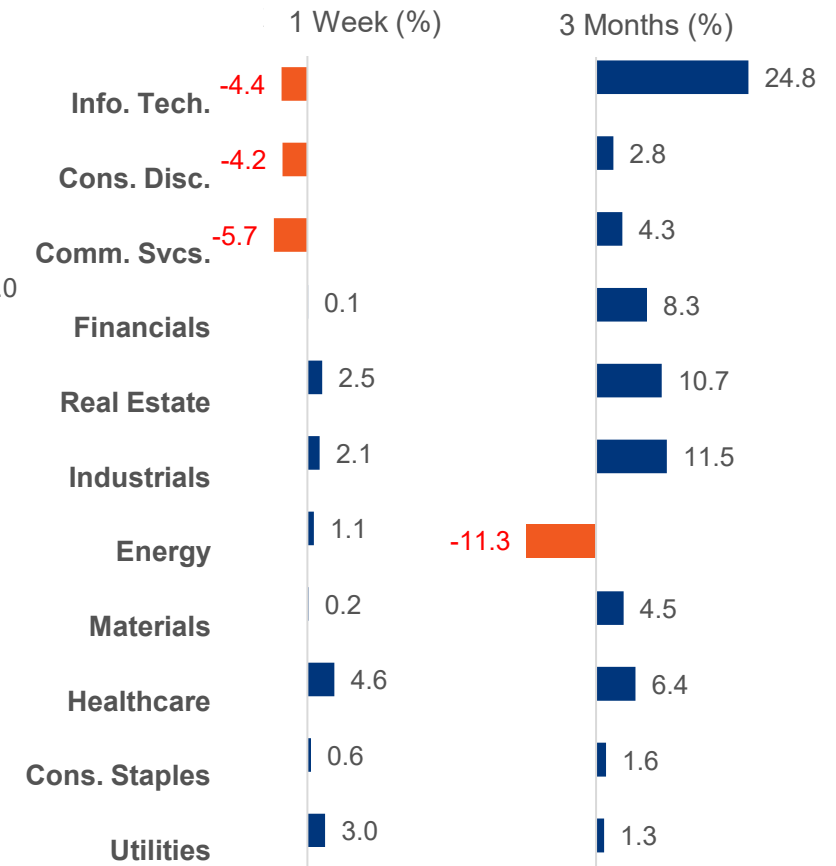
## U.S. Major Indexes Mixed as Sector Rotation Favors Defensive Stocks

- ▶ U.S. major indexes were mixed, with the Nasdaq and Philadelphia Semiconductor Index underperforming as AI and technology stocks faced profit-taking after strong gains. Elevated valuations and rate sensitivity continued to pressure growth stocks. The S&P 500 declined modestly, while the Dow was more resilient, supported by stable cash flow and lower-valuation constituents, highlighting a clear rotation toward defensive sectors.
- ▶ European and Japanese equities remained resilient on more reasonable valuations, with Japanese stocks continuing to benefit from semiconductor and AI supply chain themes. Hong Kong equities, however, extended losses on weak macroeconomic data.
- ▶ By sector, technology, communication services, and consumer discretionary led declines, while healthcare and utilities outperformed. Industrials and materials also gained on AI-related infrastructure demand. Energy rebounded, though the move appears to be a technical rebound as oil prices continue to trend lower.

## Regional Index Performance (%)

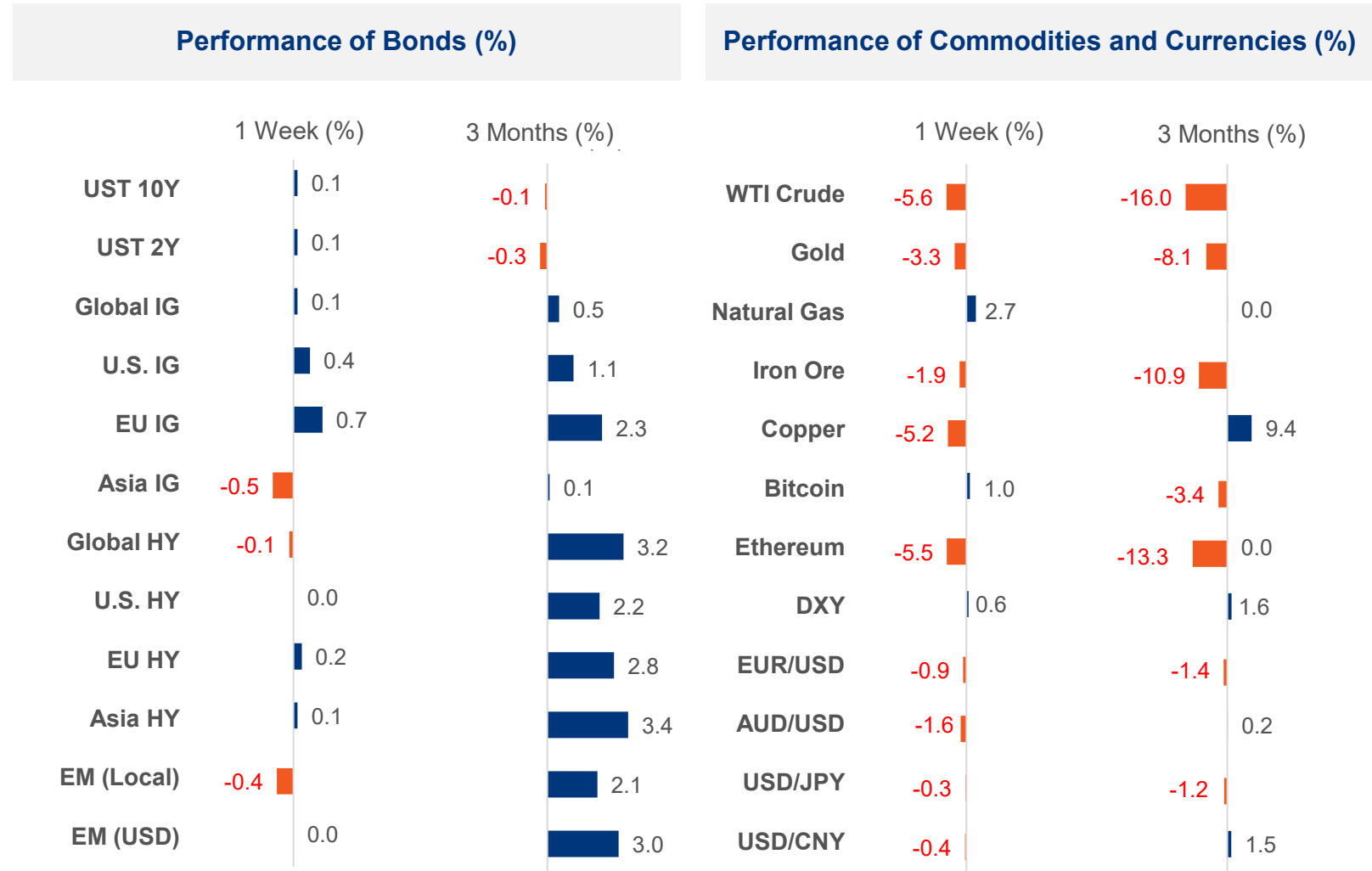


## U.S. Sector Index Performance (%)



## Inflation Data In Line; Treasury Yields Ease Slightly While Dollar Stays Firm, Pressuring Commodities

- ▶ U.S. May PCE inflation rose about 4.1% YoY, with core PCE at roughly 3.4%, broadly in line with market expectations. Concerns over runaway inflation eased somewhat, but expectations for rapid Fed rate cuts have declined sharply. The 10-year Treasury yield initially rose before retreating, supporting a modest gain in the bond market. Investment-grade bonds remained relatively stable, with credit spreads largely unchanged. Meanwhile, the U.S. dollar index stayed firm, reflecting continued market pricing for higher interest rates over a longer period.
- ▶ The U.S. and Iran signed a ceasefire memorandum, easing geopolitical risks around the Strait of Hormuz and extending the decline in oil prices, which could gradually improve inflation expectations. Markets will watch whether Treasury yields and the U.S. dollar begin to weaken. Commodity markets remained driven by interest rates and the stronger dollar, with both gold and copper prices declining. However, copper has remained one of the stronger-performing raw materials over the past three months, supported by AI-driven demand. Going forward, investors should watch opportunities tied to power grid infrastructure. Overall, with inflation contained but financial conditions still tight, markets are undergoing selective risk-taking and asset repricing, which could lead to higher asset price volatility.



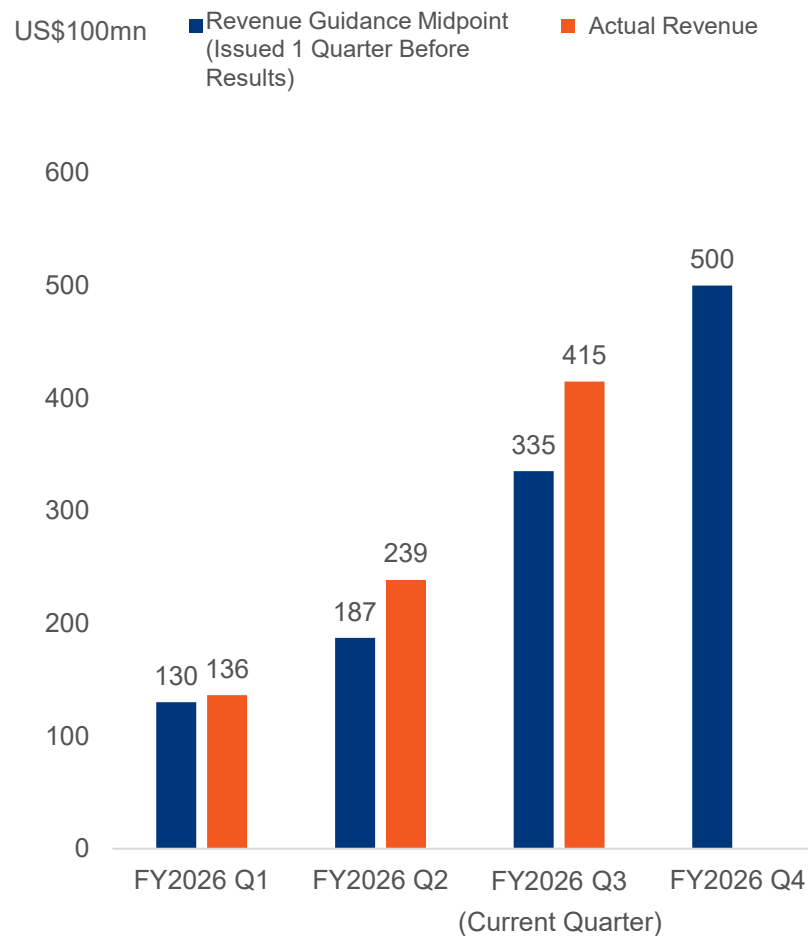
Source: Bloomberg

What's Trending

# Micron Beats Expectations; 16 SCAs Reshape Business Model

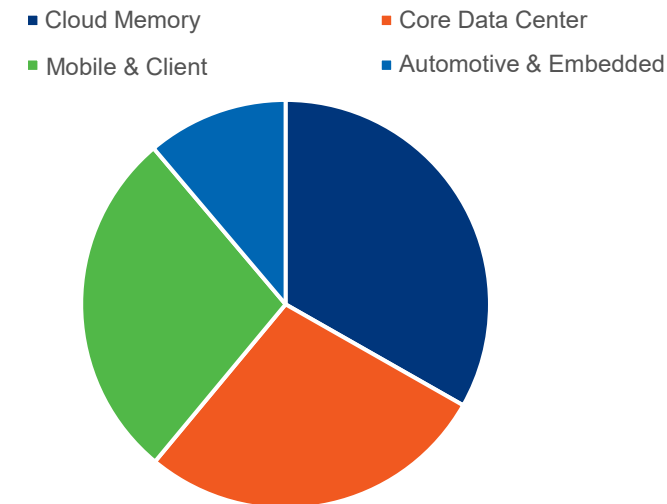
- ▶ Micron reported strong FY3Q26 results, with revenue of US\$41.46bn (+74% QoQ, +346% YoY), surpassing the previous quarter's record high and sending the stock sharply higher. Non-GAAP EPS reached US\$25.11, about 20% above consensus. For FY4Q26, the company guided revenue to US\$50bn (+21% QoQ, +342% YoY), with management attributing the outlook to AI-driven structural demand growth.
- ▶ To improve earnings visibility amid the cyclical nature of memory pricing, Micron said it has signed 16 Strategic Customer Agreements (SCAs), fundamentally reshaping its business model. The agreements extend through end-2030, covering about 20% of DRAM and one-third of NAND shipments. Once fully implemented, they will cover more than half of company revenue while establishing a gross margin floor above historical peak levels. Management said capital spending will be guided by these agreements, with both the CEO and CFO emphasizing disciplined investment.

## Strategic Agreements Reshape Business Model, Improving Earnings Visibility



## Business No Longer Overly Concentrated in a Single Segment

FY2026 Q3 Revenue Mix



FY2026 Q3 Gross Margin

Cloud Memory	83%
Core Data Center	87%
Mobile & Client	87%
Automotive & Embedded	79%

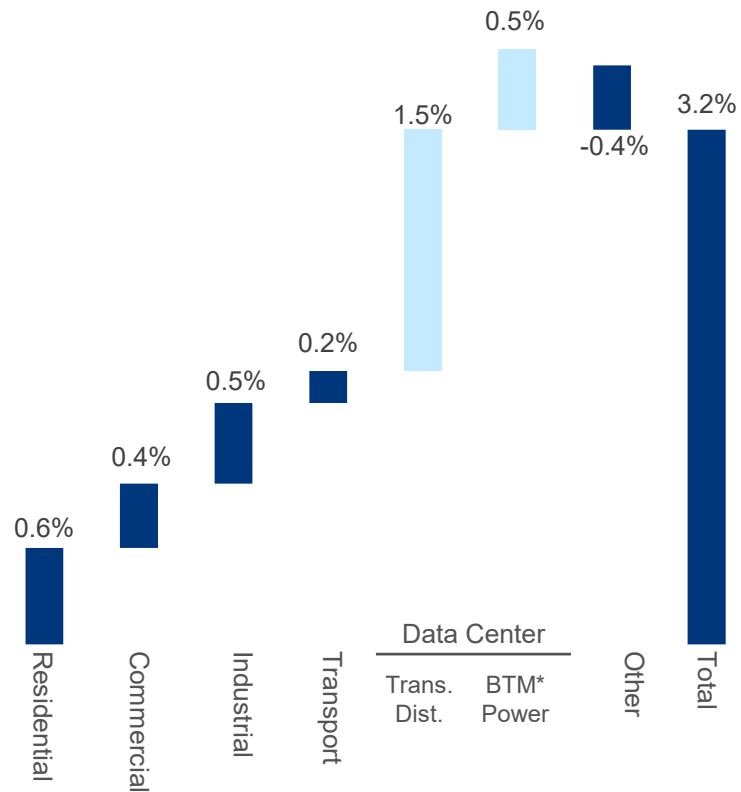
Source: Bloomberg

# Utilities, Grid, Renewables, and Energy Storage to Drive Near-Term AI Power Supply

- ▶ Goldman Sachs raised its forecast for U.S. electricity demand growth, driven by data center expansion and increased deployment of grid infrastructure and behind-the-meter (BTM) power generation (Note 1), much of which relies on natural gas. Lengthy permitting processes and supply chain constraints mean hyperscalers and data center operators must address both near-term (five-year) and long-term (10–15 year) power supply challenges. While nuclear power offers superior generation capacity, it requires substantial upfront investment and years before becoming operational. For hyperscalers, speed to deployment matters more than minimizing electricity costs, making energy planning increasingly complex.
- ▶ Goldman estimates that about 60% of incremental data center power demand will require new generation capacity, with roughly 30% supplied by combined-cycle natural gas plants, 30% by peaking power plants, 27.5% by solar, and 12.5% by wind. Although renewables remain the fastest and most cost-effective source of new capacity, current storage technologies cannot provide long-duration power. Further advances in energy storage will be needed to support reliable baseload supply and reduce renewable energy's dependence on weather conditions.

## Data Centers Are the Primary Driver of U.S. Power Demand Growth

Sources of U.S. Electricity Demand CAGR



## Natural Gas, Grid Power, Renewables, and Battery Storage Form the Most Reliable Near-Term Power Mix\*

Power Sources for Hyperscale Data Centers

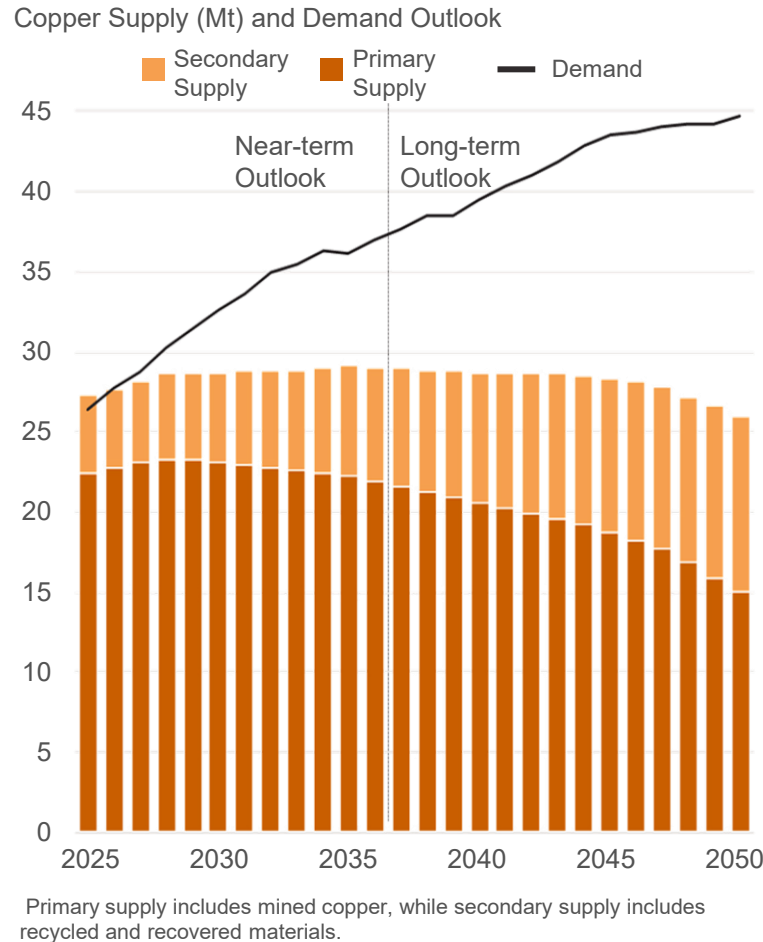
Power Source	Generation	Advantages	Key Challenges
Solar		<ul style="list-style-type: none"> <li>Low carbon footprint</li> </ul>	<ul style="list-style-type: none"> <li>Large land requirements</li> <li>Intermittent generation</li> </ul>
Onshore Wind		<ul style="list-style-type: none"> <li>Low carbon footprint</li> </ul>	<ul style="list-style-type: none"> <li>Large land requirements</li> <li>Intermittent generation</li> </ul>
Nuclear (Large Reactors & SMRs)		<ul style="list-style-type: none"> <li>Reliable</li> <li>Small land footprint</li> <li>Low carbon emissions</li> </ul>	<ul style="list-style-type: none"> <li>Supply chain constraints</li> <li>Nuclear waste</li> <li>Labor availability</li> <li>Enriched uranium supply</li> <li>Long lead times</li> </ul>
Battery Storage		<ul style="list-style-type: none"> <li>Improves renewable power reliability</li> </ul>	<ul style="list-style-type: none"> <li>Limited storage capacity</li> </ul>
Combined-Cycle Natural Gas		<ul style="list-style-type: none"> <li>Reliable</li> <li>Small land footprint</li> </ul>	<ul style="list-style-type: none"> <li>Higher carbon emissions</li> </ul>
Natural Gas Peaker Plants		<ul style="list-style-type: none"> <li>Reliable</li> <li>Small land footprint</li> </ul>	<ul style="list-style-type: none"> <li>Higher carbon emissions</li> <li>Lower efficiency than combined-cycle plants</li> </ul>
Grid Power		<ul style="list-style-type: none"> <li>Reliable</li> <li>Small land footprint</li> </ul>	<ul style="list-style-type: none"> <li>Higher carbon emissions</li> <li>Grid connection delays</li> </ul>

Source: Goldman Sachs Global Investment Research; \*Note: Behind-the-meter (BTM) power refers to on-site generation and energy storage installed behind a customer's electricity meter, while front-of-the-meter power is supplied by utilities; Reliability refers to the ability to provide continuous, stable, 24/7 power regardless of weather conditions or time of day.

# Copper Critical to Grid Expansion; Structural Supply Shortage May Emerge

- ▶ JPMorgan and Goldman Sachs both identify copper as a critical material for power generation, grid infrastructure, and renewable energy. AI-driven investment in grid upgrades, power infrastructure, and energy storage is expected to accelerate demand, raising the risk of a structural copper supply shortage. JPMorgan estimates the mining industry will need to invest about US\$350bn by 2040 to meet growing copper demand. However, limited new mine supply and constraints on expanding existing operations could make copper-focused miners and potential M&A activity key market themes.
- ▶ Meanwhile, much of the U.S. transmission and distribution network is nearing the end of its service life. Goldman estimates US\$600bn in capital spending will be required between 2026 and 2030 to upgrade generation, distribution, and transmission infrastructure. While hyperscalers and data center operators are increasingly deploying behind-the-meter power as a near-term solution, surveys indicate they still prefer grid power over the long run. As a result, raw materials, mining capacity, and skilled labor needed for grid expansion could become new bottlenecks in AI development, intensifying competition for these resources.

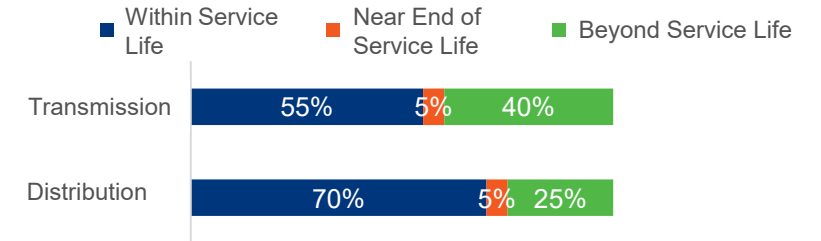
## Structural Copper Supply Shortage Likely to Emerge



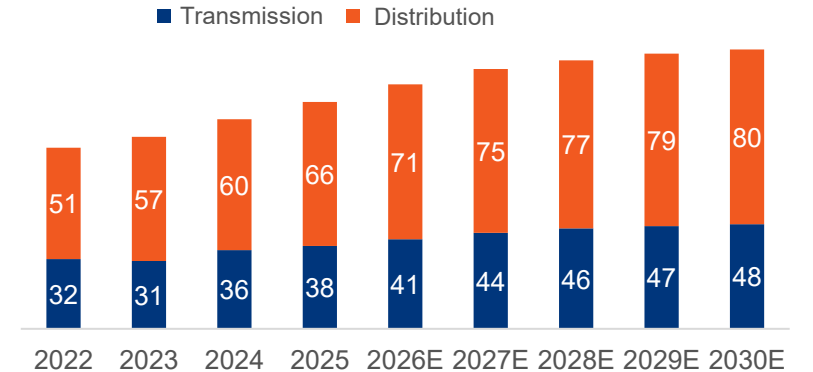
## Much of the U.S. Transmission & Distribution Grid Is Nearing End of Life, Requiring Significant Capex

### U.S. T&D Line Stats & Outlook

#### Existing U.S. T&D Infrastructure



### Goldman Sachs' Forecast for U.S. Grid Capex (US\$bn)



Source: Goldman Sachs Global Investment Research, J.P.Morgan

# Asset Strategy

Asset Type	Market View	Preferred Assets
<b>Equities</b>	<ul style="list-style-type: none"> <li>◆ The U.S.-Iran ceasefire memorandum, easing oil prices, and solid U.S. corporate earnings provide fundamental support for equities. While major indexes still have upside, narrow market breadth and elevated valuations warrant caution. Near term, favor defensive sectors such as healthcare and utilities to reduce risk. Longer term, remain constructive on technology and AI, while selectively adding AI infrastructure, physical AI, and AI software. Diversify across regions and sectors.</li> <li>◆ Japan and Europe remain preferred diversification markets. Japan continues to benefit from semiconductor strength, while higher JGB yields support bank stocks. Europe is led by defense, with U.K. equities offering additional defensive exposure.</li> </ul>	<p><b>Strategy:</b> Short term: defensive sectors. Medium to long term: AI infrastructure, physical AI, AI software; AI software also favors large-cap and defensive names.</p> <p><b>Regions:</b> Japanese banks, Japanese semiconductor stocks, UK equities, European defense</p>
<b>Bonds</b>	<ul style="list-style-type: none"> <li>◆ Although oil prices have declined, the U.S. 30-year Treasury yield remains elevated. Avoid excessive duration risk and focus on short- to intermediate-duration bonds. Investment-grade corporate bonds offer attractive yields, particularly in financials, technology, communications, and utilities.</li> <li>◆ A stronger U.S. dollar also supports diversification into non-USD investment-grade bonds, such as EUR- and AUD-denominated issues.</li> </ul>	<p><b>Types:</b> Short- to intermediate-duration IG bonds, with a preference for financials, technology, telecoms, and utilities.</p> <p><b>Satellite :</b> Non-USD IG bonds for diversification.</p>
<b>Forex</b>	<ul style="list-style-type: none"> <li>◆ The Fed's new Vice Chair is expected to make his FOMC debut in June, with a more dovish stance that could steepen the yield curve. The U.S. dollar should remain supported in the near term.</li> <li>◆ Lower oil prices may ease inflation expectations. The JPY is likely to appreciate gradually on BOJ rate hikes and intervention, while the RMB is expected to strengthen modestly under policy support.</li> </ul>	<p><b>USD:</b> Near-term strength remains supported.</p> <p>Gradual JPY appreciation; modest RMB appreciation.</p>
<b>Commodity</b>	<ul style="list-style-type: none"> <li>◆ Oil prices may remain volatile following the U.S.-Iran ceasefire memorandum and easing geopolitical risks around the Strait of Hormuz.</li> <li>◆ Higher U.S. yields and a stronger dollar have pressured gold in the short term. However, geopolitical tensions, continued central bank purchases, and portfolio diversification demand should support gold over the medium to long term.</li> </ul>	<p><b>Gold:</b> remains supported over the medium to long term.</p>

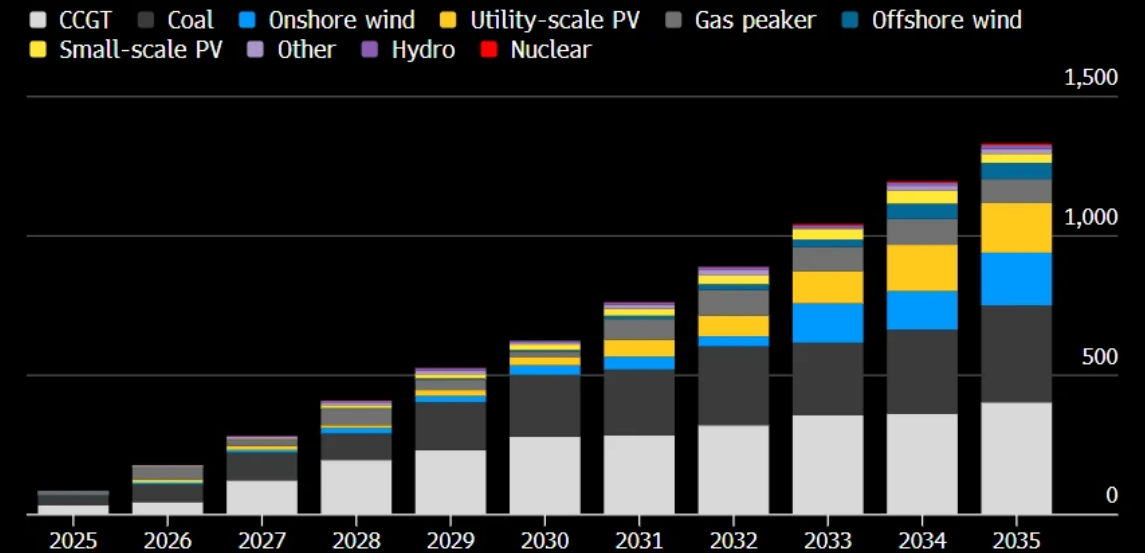


# AI Compute Demand Driving Power Infrastructure Expansion Cycle

- ▶ Q1 GDP (Final): Annualized QoQ growth at 2.1%, above consensus 1.6% and prior 0.5%.
- ▶ May Core PCE (MoM): Up 0.3%, in line with expectations and flat vs. revised prior.
- ▶ May Durable Goods Orders (MoM): Down 4.5%, smaller decline than consensus -5%, but weaker than revised prior -8.5%.
- ▶ AI compute expansion is significantly lifting data center electricity demand. BloombergNEF projects 2025-2035 incremental power needs to grow rapidly. In the near term, supply will rely mainly on gas combined cycle and coal power for stable dispatch. Meanwhile, utility-scale solar, onshore wind, and distributed solar will gradually increase their share, though intermittency and grid absorption constraints require traditional sources, peaking units, and storage systems as support. Overall, AI growth is not only driving chips and servers, but also pushing power infrastructure, gas generation, transmission upgrades, and renewable integration into a new expansion cycle.

## 2025-2035 Power Demand Growth (by Generation Type)

### Gas and Coal Will Fuel Most New Power Demand for AI Incremental generation needed to meet data-center demand



Source: BloombergNEF

Note: CCGT is combined cycle gas turbine, PV is photovoltaic.

BloombergNEF

# GE Vernova (GEV)

**Closing Price** US \$1,045.17

**Target Price** US \$1,200

GE Vernova is a global power company that designs, manufactures, and delivers electric power systems and services. Its operations span generation, transmission, dispatch, substation, and storage. The company serves a broad base of global customers, positioning itself as a key player in the energy transition and infrastructure modernization.

### Record Orders Provide Multi-Year Growth Visibility

GE Vernova benefited across both generation and grid equipment businesses: Q1 FY2026 new orders reached USD 18.3B, with backlog rising to USD 163B. Management raised FY2026 guidance. Its Electrification segment secured USD 2.4B in data center equipment orders in just one quarter, surpassing the full-year 2025 total. The Prolec GE acquisition strengthened transformer manufacturing and grid equipment capabilities in North America.

### AI-Driven Power Shortage Accelerates Gas Generation & Grid Upgrades

AI data centers are structurally boosting electricity demand, outpacing current grid capacity. This drives investment in gas turbines, transmission equipment, transformers, and renewables. With data center consumption expected to more than double long term, GE Vernova is well positioned across the full power value chain.

### Q1 FY2026 Earnings Beat & Guidance Raised

Revenue: USD 9.34B, up 16.3% YoY, beating consensus by USD 900M. GAAP EPS: USD 17.44, exceeding expectations by USD 15.44. FY2026 guidance raised: revenue USD 44.5–45.5B, adjusted EBITDA margin 12–14%, free cash flow USD 6.5–7.5B.

### Valuation Consensus

Bloomberg 12-month average target price: USD 1,218.9 (high: USD 1,400, low: USD 637).

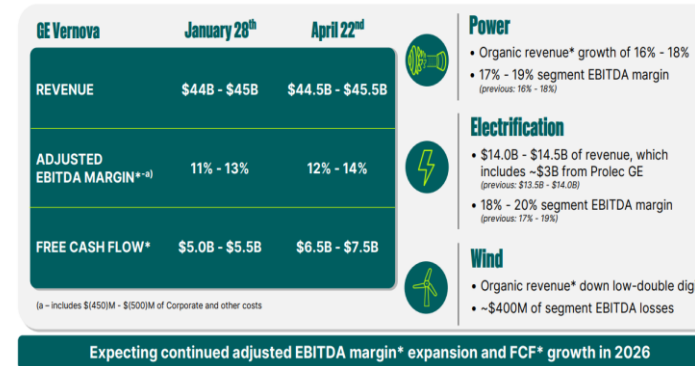
Source: Bloomberg, Company

### 1-Year Price



### Raising FY2026 Guidance

## Raising 2026 guidance

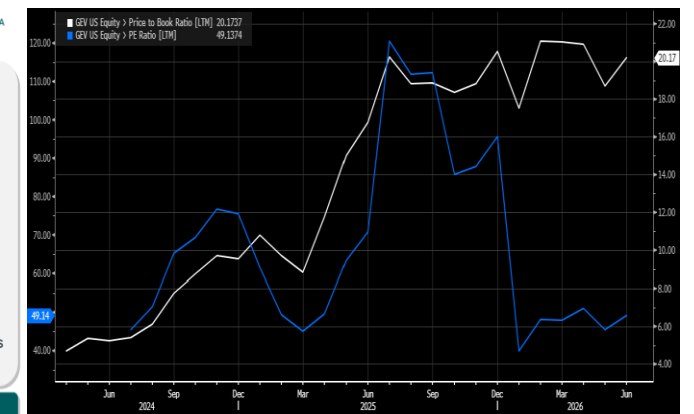


### Financials

	2023	2024	2025	2026F	2027F
Revenue Growth(%)	12.1	5.1	9.0	19.4	14.3
EBITDA (%)	2.4	5.8	8.4	13.6	17.9
EPS(USD)	-0.35	1.6	8.5	20.6	23.9
Net Profit Margin(%)	-0.3	4.4	12.8	13.9	12.6

Source: Bloomberg; 2026/27F are market estimates

### P/E & P/B



# Eaton (ETN)

**Closing Price** US \$402.68

**Target Price** US \$450

Eaton Corporation is a global power management company. It provides a wide range of products including actuators, clutches, brakes, fluid connectors, industrial controls, sensors, motors, generators, pumps, valves, as well as engines and transmission systems. Eaton serves diverse markets worldwide, including industrial, vehicle, construction, commercial, and aerospace.

## Strong Orders & Boyd Thermal Expand Eaton's Data Center Footprint

Eaton's Q1 FY2026 sales rose 17% YoY, a record high. The Americas Electrical segment's trailing 12-month orders grew 42%, driven by data center demand. This strength supported raising FY2026 organic growth guidance to 9–11%. The Boyd Thermal acquisition enhanced liquid cooling capabilities, broadening Eaton's portfolio from grid to chip-level thermal management.

## Rack Density Elevates Power & Cooling Needs

AI server energy consumption is driving demand for power distribution, backup systems, conversion equipment, and liquid cooling. Higher rack density raises infrastructure requirements per MW, fueling demand for Eaton's integrated electrical + thermal solutions as hyperscale operators expand AI compute and upgrade power architectures.

## Q1 FY2026 Earnings Beat & Growth Outlook

Revenue: USD 7.45B, up 16.8% YoY, beating consensus by USD 310M. Non-GAAP EPS: USD 2.81, exceeding estimates by USD 0.08. Q2 EPS guidance: USD 3.00-3.10, organic growth 9-11%. FY2026 EPS guidance: USD 13.05-13.50, organic growth 9-11%, free cash flow USD 3.9-4.3B.

## Valuation Consensus

Bloomberg 12-month average target price: USD 459.62 (high: USD 534, low: USD 350).

## 1-Year Price

(USD)



## FY2026 Guidance

### 2026 Guidance

	2 <sup>nd</sup> Quarter Outlook	2026 FY Outlook
Adjusted Earnings Per Share	\$3.00 – \$3.10	\$13.05 – \$13.50
Organic Growth	9 – 11%	9 – 11%
Segment Operating Margins	22.6 – 23.0%	24.1 – 24.5%
Operating Cash Flow	N/A	\$5.0B – \$5.4B
Free Cash Flow	N/A	\$3.9B – \$4.3B
Share Repurchases	--	--

## Financials

	2024	2025	2026	2027F	2028F
Revenue Growth(%)	11.8	7.3	10.3	16.2	10.5
EBITDA (%)	22.3	24.2	25.4	23.7	25.1
EPS(USD)	8.3	10.0	11.5	13.3	15.6
Net Profit Margin(%)	14.4	16.0	15.0	16.0	17.2

Source: Bloomberg; 2027/28F are market estimates

## P/E & P/B



Source: Bloomberg, Company



# Short-Term Correction Pressure, But Medium- to Long-Term Bullish Trend Intact

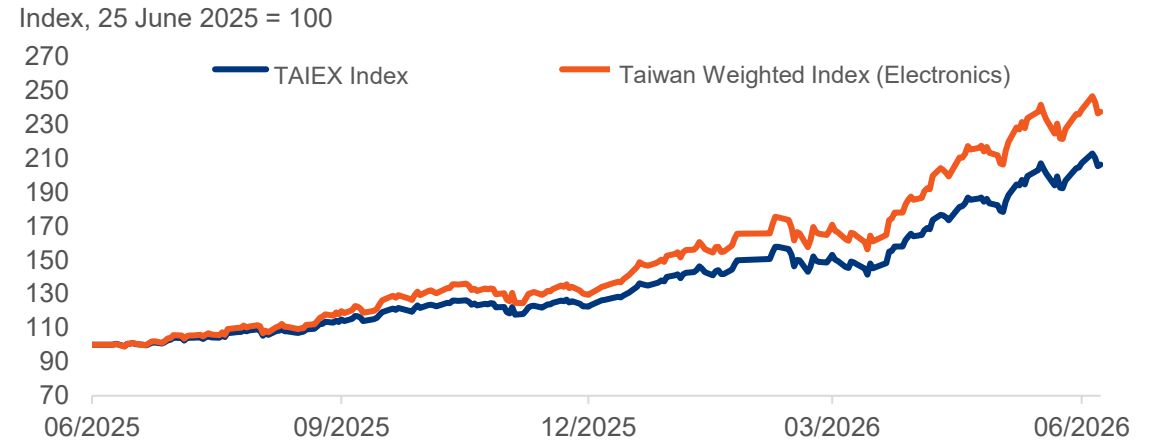
## Taiwan Stocks: Short-Term Pressure, Micron Boosts Memory Rebound

Taiwan equities pulled back after hitting new highs last week, with indices pressured by declines in Japan and Korea. Sector performance diverged: memory stocks rebounded on Micron’s earnings, while IC substrates, passive components, and copper-clad laminates showed strength. Optical lenses and facility engineering regained all moving averages with volume support. Traditional industries saw airlines and petrochemicals outperform. While the medium- to long-term bullish trend remains intact, the short-term correction is not yet complete. Strategy: avoid chasing highs, adopt staggered buying, and strictly control position sizing.

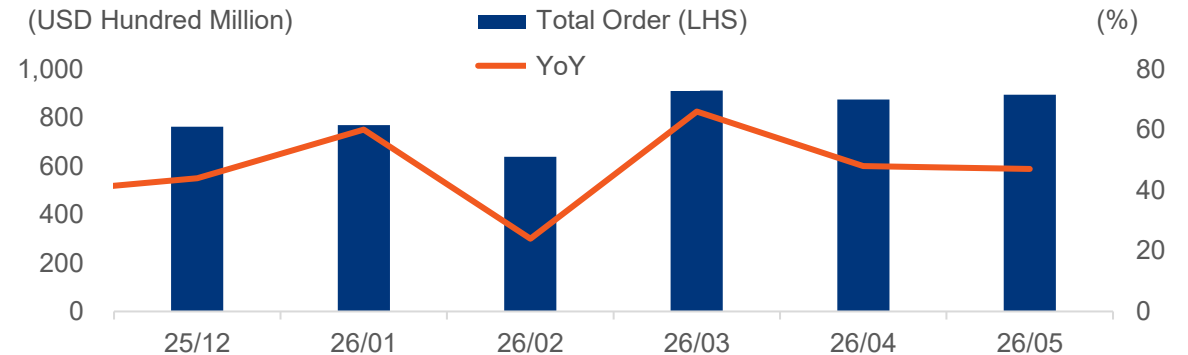
## Export Orders & AI Demand

Taiwan’s May export orders reached USD 89.48B, up 47.2% YoY, slightly below April’s 48.1% but above KGI’s forecast of 40.1%. Growth drivers: ICT products surged 67.2% on strong cloud demand, boosting servers and networking; electronics rose 61.2% on AI and HPC momentum, lifting chip distribution, IC manufacturing, and memory; machinery grew 22.5% on semiconductor and automation equipment demand. KGI expects AI-driven momentum to persist, with base effects only appearing mid-Q3. June export orders are projected to grow 57% YoY, sustaining high growth.

## TAIEX Index and Taiwan Electronics Sector Trends



## Export Orders Value and YoY Growth Rate



Source: Bloomberg

# ITEQ Corporation (6213 TT)

ITEQ Corporation is a Taiwan-based PCB materials manufacturer. The company primarily produces and sells multilayer laminates, copper-clad laminates, and fiberglass prepregs. Its products are mainly export-oriented, supplying global electronics and semiconductor industries.

## Key Features

### Price Hikes & New Server Platform Drive Profitability

May revenue reached NT\$3.8B, up 29.3% YoY, achieving 83.4% of KGI's 2Q26 forecast in just two months. Profit growth was fueled by double-digit price increases in April–May and shipments of the new PCIe 6.0 server platform starting in May. CCL specs upgraded from M6 to M7, with layer counts rising from 18–22L to 20–24L. KGI expects penetration to continue climbing at a single-digit pace.

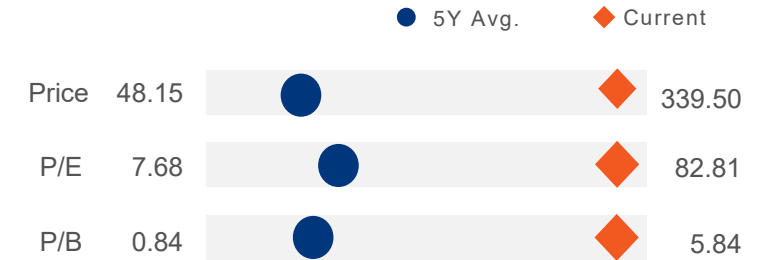
### 2H26 CCL Supply Tightness

In Q2, with AWS and NVIDIA AI servers ramping, plus general server platform transitions, CCL remains in a seller's market. Prices are set to keep rising. By Q4, upstream bottleneck E-glass fiber cloth capacity expansion should lift utilization above the current 70–75%. Eaton's Thailand plant will add 300K sheets/month in Q4, injecting new growth momentum.

## Financials

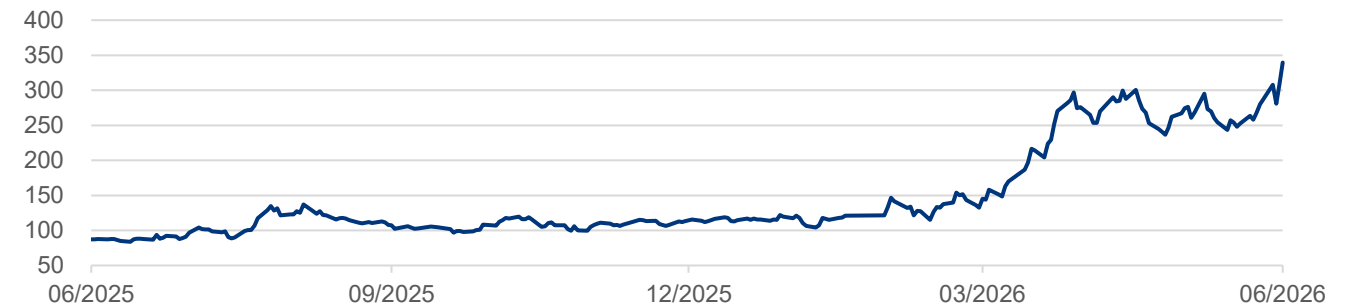
	2024	2025	2026F	2027F	2028F
<b>EPS (NTD)</b>	1.86	2.26	4.16	9.79	14.74
<b>EPS Growth (%)</b>	-62.3	21.5	83.8	135.3	50.5
<b>P/E Ratio</b>	165.8	136.5	74.3	31.6	21.0
<b>ROE (%)</b>	3.4	4.1	7.2	16.0	21.5

## Valuations



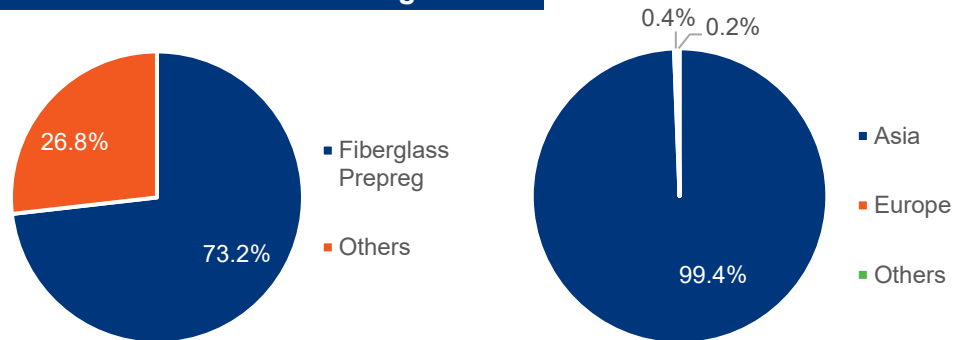
Source: Company data, estimates of KGI analyst

## 1-Year Price



As of 25 June 2026	1Wk	1M	3M	6M	YTD	1Y
<b>Return (%)</b>	26.92	27.15	133.33	199.12	199.12	288.00

## Revenue Sources and Regions



Source: Bloomberg

# King Slide (2059 TT)

King Slide Works Co., Ltd. is a Taiwan-based manufacturer that designs and sells ball bearing slides, roller slides, and soft-closing hinges.

## Key Features

### Strong Server Demand Boosts Slide Rail Revenue

May revenue surged 172% YoY, beating market expectations, driven by Eaton's dominance in AI server slide rails. Shipments included GB300 to CSPs and enterprise clients, plus B300 HGX and new ASIC models. ASP for GB300 rails is estimated at USD 70–80 per set, while Vera Rubin is expected to be even higher.

### 2H26 Outlook Remains Strong, Diversified Growth in 2027

2H26 revenue is projected to exceed 1H26, supported by more complex designs such as Nvidia VR platform (ASP >10% higher than GB300) and AMD MI455 Helios dual-width cabinet designs. Looking ahead to 2027, rising demand for customized independent cabinets (CPU, storage, networking, LPX, power) will add incremental growth momentum. Market share in GB/VR and ASIC AI server rails is estimated above 80%, with even higher penetration in customized cabinets.

## Financials

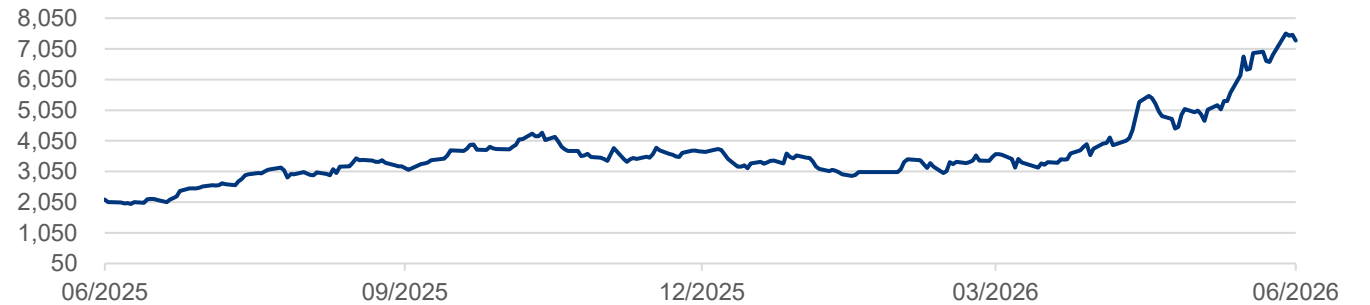
	2024	2025	2026F	2027F	2028F
<b>EPS (NTD)</b>	28.38	64.59	103.23	206.36	295.01
<b>EPS Growth (%)</b>	-33.3	127.6	59.8	99.9	43.0
<b>P/E Ratio</b>	241.9	106.3	66.5	33.3	23.3
<b>ROE (%)</b>	16.9	32.6	39.9	59.3	61.8

Source: Company data, estimates of KGI analyst

## Valuations

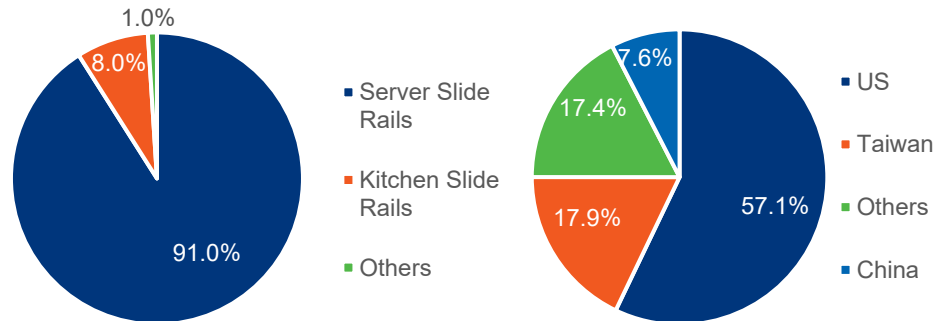
	5Y Avg.	Current
Price	361.00	7,550
P/E	8.65	66.54
P/B	2.24	22.82

## 1-Year Price



As of 25 June 2026	1Wk	1M	3M	6M	YTD	1Y
<b>Return (%)</b>	10.50	46.89	102.35	97.17	95.07	242.62

## Revenue Sources and Regions



Source: Bloomberg

## Integrated AI Power Value Chain: Generation, Storage & Transmission

### ► Global X Copper Miners ETF (COPX US)

- Index tracked: Solactive Global Copper Miners Total Return Index
- Investment scope: Global copper mining companies across exploration, development, and production
- Country allocation: Canada (20.6%), Australia (15.0%), China (13.3%)
- Concentration: Top 10 holdings ~50.7% of portfolio.

<b>Product</b>	<b>Global X Copper Miners ETF (COPX US)</b>	
<b>Features</b>	<ul style="list-style-type: none"> <li>■ Focused on Global Copper Miners, Benefiting from Energy Transition &amp; Electrification</li> <li>■ Diversified Exposure Across Major Copper Companies, Mitigating Geopolitical &amp; Single-Country Risks</li> </ul>	
<b>AUM</b>	USD 7.04 billion	
<b>Tracking Index</b>	Solactive Global Copper Miners Total Return Index	
<b>Currency</b>	USD	
<b>Exchange</b>	NYSE	
<b>Number of Holdings</b>	49	
<b>Expense Ratio</b>	0.65%	
<b>3M / YTD Return</b>	3.70% / 5.45%	
<b>Sector (%)</b>	Metals & Mining	99.55
	Building Materials	0.37
	Cash	0.09
<b>Holdings (%)</b>	KGHM Polska Miedz SA	5.33
	BHP Group Ltd	5.32
	Teck Resources Ltd	5.30
	Hudbay Minerals Inc	5.24
	Antofagasta PLC	4.98

Source: Bloomberg

# Global X Copper Miners ETF (COPX US)

## Profile

This ETF tracks the Solactive Global Copper Miners Total Return Index, seeking to replicate the performance of its constituent securities.

### Global Diversification, Lower Market Risk

Tracks global copper miners, diversifying geopolitical and country risk, offering international allocation advantages.

### Efficient Industry Exposure

Compared with picking individual stocks, the ETF provides an efficient way to invest in the copper mining industry, reducing stock-selection difficulty while maintaining liquidity and transparency.

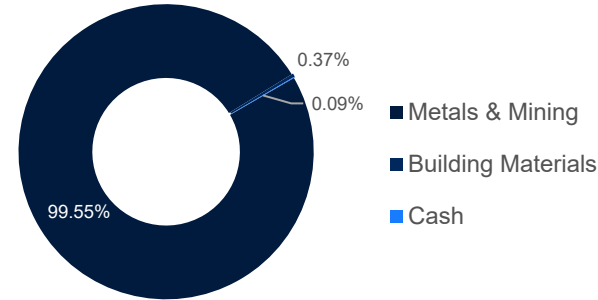
### Riding Energy Transition & Electrification

Focused on global copper miners, with copper as a core material for EVs, renewable infrastructure, and AI data centers. As energy transition and electrification accelerate, copper demand enjoys long-term structural tailwinds, positioning the ETF to benefit directly.

<b>Inception</b>	2010/4/19	<b>AUM</b>	USD 7.04 billion
<b>ETF Category</b>	Equities	<b>Holdings</b>	49
<b>Expense Ratio</b>	0.65%	<b>3Y SD (Ann.)</b>	32.06%

Source: Bloomberg

## Sectors



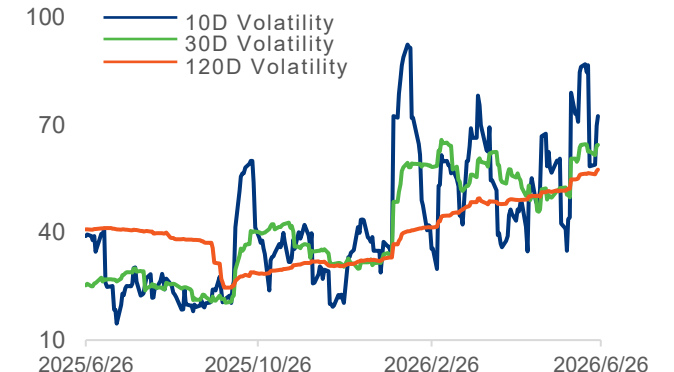
## Top-5 Holdings (%)

<b>KGHM Polska Miedz SA</b>	5.33
<b>BHP Group Ltd</b>	5.32
<b>Teck Resources Ltd</b>	5.30
<b>Hudbay Minerals Inc</b>	5.24
<b>Antofagasta PLC</b>	4.98

## Price Trend (Past 1 Year)



## Volatility (Past 1 Year)



<b>As of 25 June 2026</b>	<b>1M</b>	<b>3M</b>	<b>YTD</b>	<b>1Y</b>	<b>3Y</b>	<b>5Y</b>
<b>Cumulative Return(%)</b>	-9.18	3.70	5.45	80.65	29.41	17.92

## Integrated AI Power Value Chain: Generation, Storage &amp; Transmission

## ► iShares Energy Storage &amp; Materials ETF (IBAT US)

- Index tracked: STOXX Global Energy Storage and Materials Index
- Theme focus: Energy transition, low-carbon economy, energy security
- Investment scope: U.S. and non-U.S. companies in hydrogen, fuel cells, and battery packs
- Country allocation: U.S. 32.2%, Japan 31.0%

## ► State Street Utilities Select Sector SPDR ETF (XLU US)

- Index tracked: Utilities Select Sector Index
- Industry coverage: Electric power, water, integrated utilities, independent power & renewables, natural gas
- Concentration: Heavy weight in large utilities — NextEra Energy (12.7%), Southern Co (7.5%), Duke Energy (6.9%); top 10 ~57.6%
- Expense ratio: 0.08%, relatively low

Product	iShares Energy Storage & Materials ETF (IBAT US)	State Street Utilities Select Sector SPDR ETF (XLU US)
Features	<ul style="list-style-type: none"> <li>■ Enable global supply chain exposure</li> <li>■ Covering upstream materials, midstream battery production, and downstream energy storage applications.</li> </ul>	<ul style="list-style-type: none"> <li>■ AUM exceeds USD 25 billion, Top 10 holdings ~58%</li> <li>■ Expense ratio at 0.08%, among the lowest in peers</li> </ul>
AUM	USD 805 million	USD 25.156 billion
Tracking Index	STOXX Global Energy Storage and Materials Index	Utilities Select Sector Index
Exchange	NASDAQ	NYSE
Currency	USD	USD
Holdings	86	52
Expense Ratio	0.47%	0.08%
3M/YTD Reutrnr	33.81% / 56.89%	1.64% / 8.10%
Top Sector Allocations (%)	Chemicals 35.44 Electrical Equipment 21.04 Hardware 19.13 Automotive Industry 16.13 Renewable Energy 6.19	Electric Utilities 94.15 Gas & Water Utilities 5.38 Others 0.47
Holdings (%)	Bloom Energy Corp 10.00 Murata Manufacturing Co Ltd 6.98 TDK Corp 6.09 Air Liquide SA 5.81 Air Products and Chemicals Inc 5.74	NextEra Energy Inc 12.78 Southern Co/The 7.55 Duke Energy Corp 6.9 Constellation Energy Corp 5.99 American Electric Power Co Inc 5.13

Source: Bloomberg

# iShares Energy Storage & Materials ETF (IBAT US)

## Profile

This ETF tracks the STOXX Global Energy Storage and Materials Index, seeking to replicate the performance of its constituent securities.

### Low-Carbon Transition Focus

ETF screens companies engaged in battery technology, hydrogen systems, and fuel cells, targeting advanced energy storage solutions that support the shift to a low-carbon economy.

### Global Supply Chain Layout

To fully cover key battery and materials supply chains, the ETF invests in both U.S. and non-U.S. firms (Japan, Europe, etc.), with U.S. 32.2% and Japan 31.0% allocations.

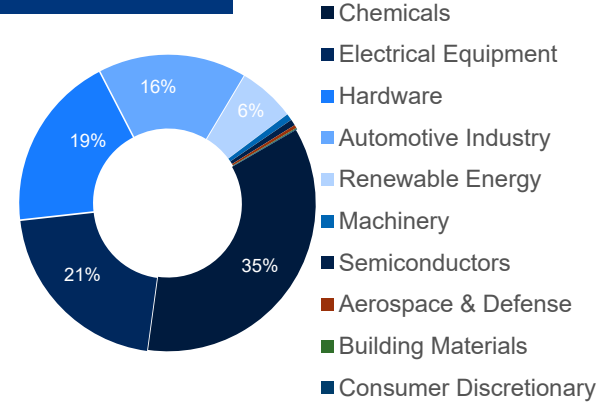
### Complete Supply Chain Coverage

Exposure spans upstream materials (lithium, nickel, cobalt), midstream battery manufacturing, and downstream energy storage applications, enabling investors to capture the entire energy storage value chain in one ETF.

<b>Inception</b>	2024/3/21	<b>AUM</b>	USD 805 mln
<b>ETF Category</b>	Equities	<b>Holdings</b>	86
<b>Expense Ratio</b>	0.47%	<b>3Y SD (Ann.)</b>	-

Source: Bloomberg

## Sectors



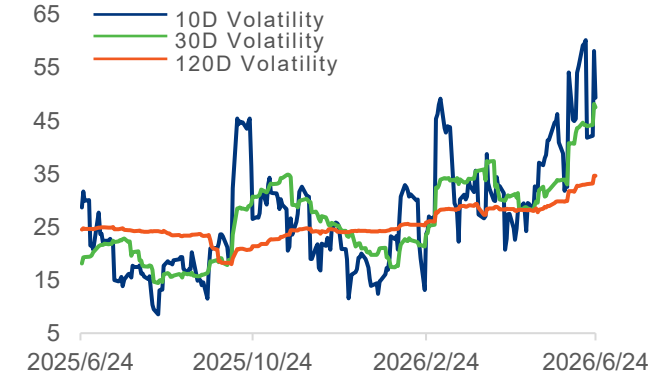
## Top-5 Holdings (%)

<b>Bloom Energy Corp</b>	10.00
<b>Murata Manufacturing Co Ltd</b>	6.98
<b>TDK Corp</b>	6.09
<b>Air Liquide SA</b>	5.81
<b>Air Products and Chemicals</b>	5.74

## Price Trend (Past 1 Year)



## Volatility (Past 1 Year)



As of 24 June 2026	1M	3M	YTD	1Y	3Y	5Y
<b>Cumulative Return(%)</b>	-0.30	33.81	56.59	110.50	-	-

# State Street Utilities Select Sector SPDR ETF (XLU US)

## Profile

This ETF tracks the Utilities Select Sector Index, seeking to replicate the performance of its constituent securities.

### Power Utilities Focus

Tracks the Utilities Select Sector Index, providing precise exposure to electric utilities along with water facilities, diversified utilities, independent power & renewables, and natural gas utilities.

### Large Scale, High Concentration

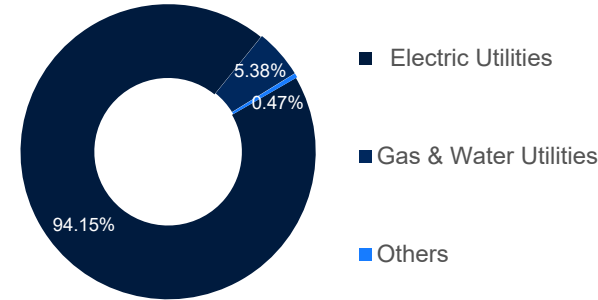
AUM exceeds USD 25 billion, with electric utilities accounting for ~66% of the portfolio. Top 10 holdings represent ~58%, including NextEra Energy, Southern Co, and Duke Energy.

### Low Expense Ratio

At 0.08%, the ETF's expense ratio ranks among the lowest in peers, helping investors save costs and enhance long-term net returns.

<b>Inception</b>	1998/12/16	<b>AUM</b>	USD 25.156 bln
<b>ETF Category</b>	Equities	<b>Holdings</b>	52
<b>Expense Ratio</b>	0.08%	<b>3Y SD (Ann.)</b>	15.15%

## Sectors



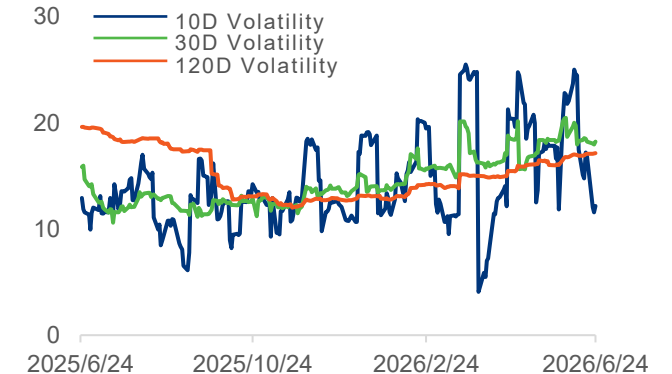
## Top-5 Holdings (%)

<b>NextEra Energy Inc</b>	12.78
<b>Southern Co/The</b>	7.55
<b>Duke Energy Corp</b>	6.90
<b>Constellation Energy Corp</b>	5.99
<b>American Electric Power Co Inc</b>	5.13

## Price Trend (Past 1 Year)



## Volatility (Past 1 Year)



As of 24 June 2026	1M	3M	YTD	1Y	3Y	5Y
<b>Cumulative Return(%)</b>	1.06	1.64	8.10	14.72	15.25	10.81

Source: Bloomberg

## Bonds

## Global Power Demand with Defensive Strength GEV Growth and Earnings Expected to Rise

▶ **GEV 4.25 02/04/31 (GE Vernova) (USD)**▶ **GEV 4.875 02/04/36 (GE Vernova) (USD)**

- GE Vernova (GEV) designs and delivers products for power generation, transmission, coordination, conversion, and storage. The company operates through three main segments: Power, Wind, and Electrification. Its installed base includes ~7,000 gas turbines with a total capacity exceeding 2,000 GW.
- Supported by rising global electricity demand, AI-driven data center expansion, digitalization, and modernization of aging grids, GE Vernova is positioned for steady growth over the coming years. It is expected to be a core beneficiary of this industry wave, with credit metrics improving alongside profitability.
- In Q4 2025, GE Vernova acquired the remaining 50% stake in Prolec GE from Xignux, enabling vertical integration in the high-margin transformer market and enhancing future gross margins. S&P projects EBITDA margins to rise from ~12.4% in 2026 to ~15.6% in 2027, driven by backlog margin expansion and operating leverage from gas and grid equipment demand.
- In December 2025, S&P upgraded GE Vernova's credit rating to BBB with a positive outlook. From a credit perspective, GEV maintained a net cash position even after issuing debt.

Bond	GEV 4.25 02/04/31 (GE Vernova) (USD)	GEV 4.875 02/04/36 (GE Vernova) (USD)
ISIN	US36828AAA97	US36828AAB70
Features	Data center expansion is accelerating global electricity demand. GE Vernova is expected to maintain steady growth in the coming years, becoming a core beneficiary of this industry wave. S&P forecasts EBITDA margins to continue improving over the next few years.	
Maturity	2031/2/4	2036/2/4
Next Call Date	2031/1/4	2035/11/4
Coupon(%)	Fixed/4.25/Semi-Annual	Fixed/4.875/Semi-Annual
Currency	USD	USD
Years to Maturity	4.62	9.62
Credit Rating (Moody's/ Fitch/S&P)	-/BBB+/BBB	-/BBB+/BBB
Seniority	Senior Unsecured	Senior Unsecured
YTM/YTC (%)	4.43/4.43	4.94/4.94

Source: Bloomberg

## GEV 4.25 02/04/31 (GE Vernova) (USD)

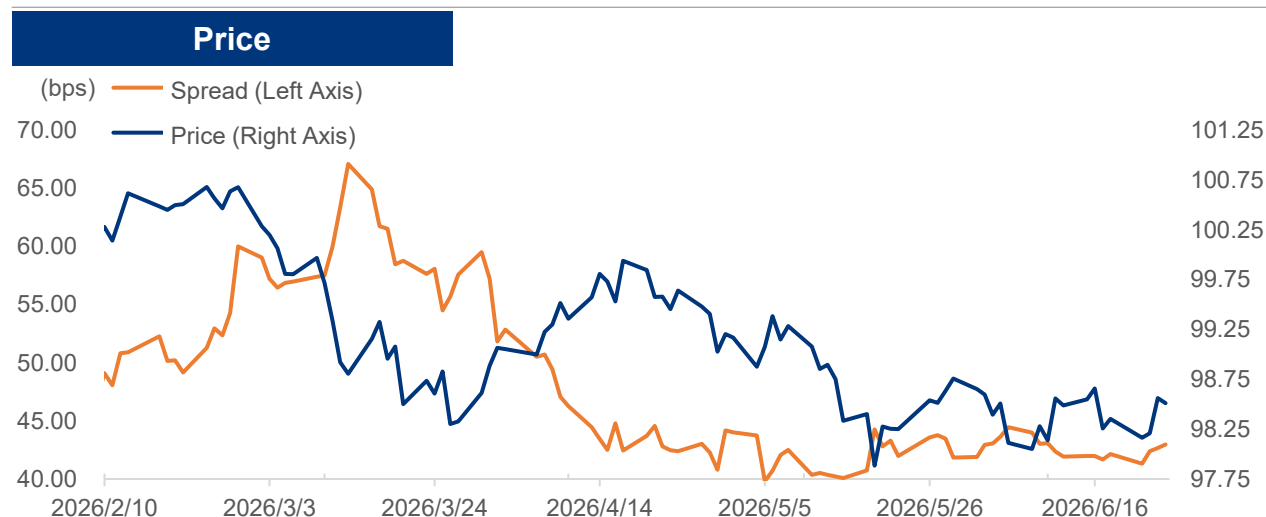
GE Vernova is a global energy infrastructure leader. With AI adoption accelerating data center expansion and driving global electricity demand, the company is poised for steady growth in the coming years. S&P forecasts EBITDA margins to continue improving.

- Under trends of rising global electricity demand, AI-driven data center expansion, increasing digitalization, and modernization of aging grid infrastructure, GE Vernova is expected to sustain steady growth in the coming years and emerge as a core beneficiary of this industry wave. Its credit metrics are also likely to improve as profitability strengthens.
- In Q4 2025, GE Vernova announced the acquisition of the remaining 50% stake in Prolec GE from Xignux. This move enables vertical integration in the high-margin transformer market, further enhancing future gross margins. S&P projects EBITDA margins to rise to ~12.4% in 2026 and ~15.6% in 2027, supported by backlog margin expansion and operating leverage from growing demand for gas and grid equipment.
- In December 2025, S&P upgraded GE Vernova's credit rating to BBB with a positive outlook. From a credit perspective, the company maintained a net cash position even after issuing debt.

Financials	2023	2024	2025
Free Cash Flow (USD 100 mln)	4.42	17.00	37.10
EBITDA Margin (%)	0.12	4.70	6.46
Return on Assets (%)	-0.97	3.18	8.53

Source: Bloomberg

Overview			
Name	GEV 4.25 02/04/31	ISIN	US36828AAA97
Maturity Date	2031/2/4	Remaining Maturity	4.62
Coupon(%)	Fixed/4.25/Semi-Annual	YTM/YTC(%)	4.43/4.43
Currency	USD	Min. Subscription/ Increment	2,000/1,000
Ratings (Moody's/Fitch/S&P)	-/BBB+/BBB	Seniority	Senior Unsecured



## GEV 4.875 02/04/36 (GE Vernova) (USD)

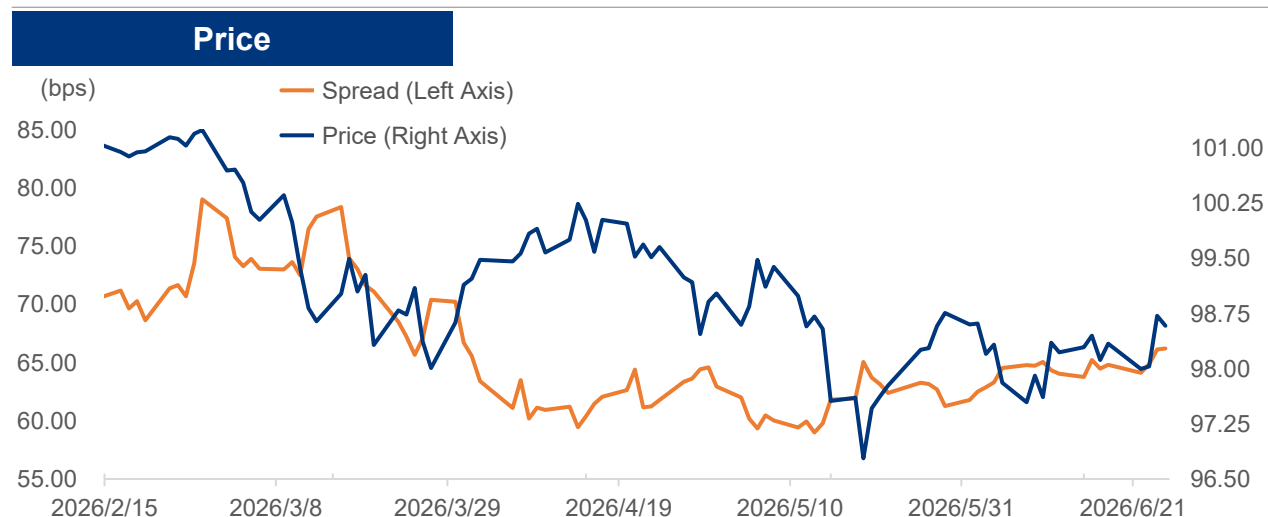
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Financials	2023	2024	2025
Free Cash Flow (USD 100 mln)	4.42	17.00	37.10
EBITDA Margin (%)	0.12	4.70	6.46
Return on Assets (%)	-0.97	3.18	8.53

Source: Bloomberg

Overview			
Name	GEV 4.875 02/04/36	ISIN	US36828AAB70
Maturity Date	2036/2/4	Remaining Maturity	9.62
Coupon(%)	Fixed/4.875/Semi-Annual	YTM/YTC(%)	4.94/4.94
Currency	USD	Min. Subscription/ Increment	2,000/1,000
Ratings (Moody's/Fitch/S&P)	-/BBB+/BBB	Seniority	Senior Unsecured



## Appendix

## Key Economic Data / Events

## ► JUNE 2026

22

Monday

23

Tuesday

- U.S. Jun S&P Global Manufacturing PMI (Prelim)  
(Act:55.7 Est:54.6 Prev:55.1)
- U.S. Jun S&P Global Services PMI (Prelim) (Act:51.3 Est:51.1 Prev:50.7)
- Japan June S&P Global Manufacturing PMI (Prelim)  
(Act:54.9 Prev:54.5)
- Eurozone June S&P Global Manufacturing PMI (Prelim)  
(Act:51.3 Est:51.6 Prev:51.6)
- Taiwan May Export Orders YoY  
(Act:47.2% Est:50.0% Prev:48.1%)

24

Wednesday

- U.S. May New Home Sales  
(Act:580k Est:640k Prev:626k)

25

Thursday

- U.S. Weekly Initial Jobless Claims  
(Act:215k Est:225k Prev:227k)
- U.S. May PCE YoY  
(Act:4.1% Est:4.1% Prev:3.8%)
- U.S. May Core PCE YoY  
(Act:3.4% Est:3.4% Prev:3.3%)
- U.S. Q1 GDP QoQ Annualized (Final)  
(Act:2.1% Est:1.6% Prev:0.5%)

26

Friday

- U.S. Jun University of Michigan Consumer Sentiment Index (Final)  
(Est:50.0 Prev:44.8)
- Japan Jun Tokyo CPI YoY  
(Act:1.7% Est:1.6% Prev:1.4%)

## ► JUL 2026

29

Monday

- Japan May Retail Sales MoM  
(Est:-0.2% Prev:2.1%)

30

Tuesday

- U.S. Jun Conference Board Consumer Confidence  
(Est:94.3 Prev:93.1)
- U.S. May JOLTS Job Openings  
(Est:7,257k Prev:7,618k)
- Japan May Unemployment Rate  
(Est:2.5% Prev:2.5%)
- China Jun Manufacturing PMI  
(Est:50.1 Prev:50.0)
- China Jun Non-Manufacturing PMI  
(Est:49.9 Prev:50.1)

1

Wednesday

- U.S. Jun ADP Employment Change (Est:118k Prev:122k)
- U.S. June S&P Global Manufacturing PMI (Final)  
(Prev:55.1)
- U.S. Jun ISM Manufacturing Index (Est:53.8 Prev:54.0)
- Japan June S&P Global Manufacturing PMI (Final)  
(Prev:54.5)
- Eurozone Jun S&P Global Mnf. PMI (Final)  
(Est:51.3 Prev:51.6)

2

Thursday

- U.S. Weekly Initial Jobless Claims  
(Est:220k Prev:215k)
- U.S. Jun Nonfarm Payrolls  
(Est:115k Prev:172k)
- U.S. Jun Unemployment Rate  
(Est:4.3% Prev:4.3%)
- Eurozone May Unemployment Rate  
(Est:6.3% Prev:6.3%)

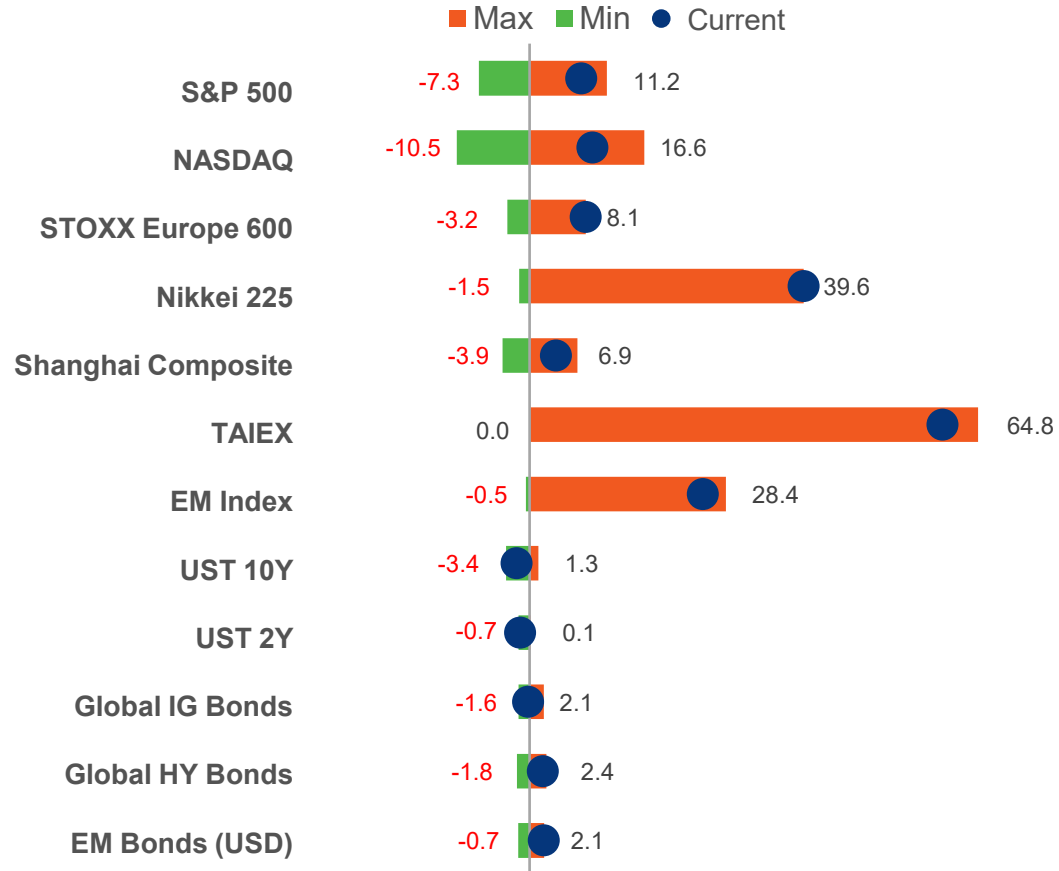
3

Friday

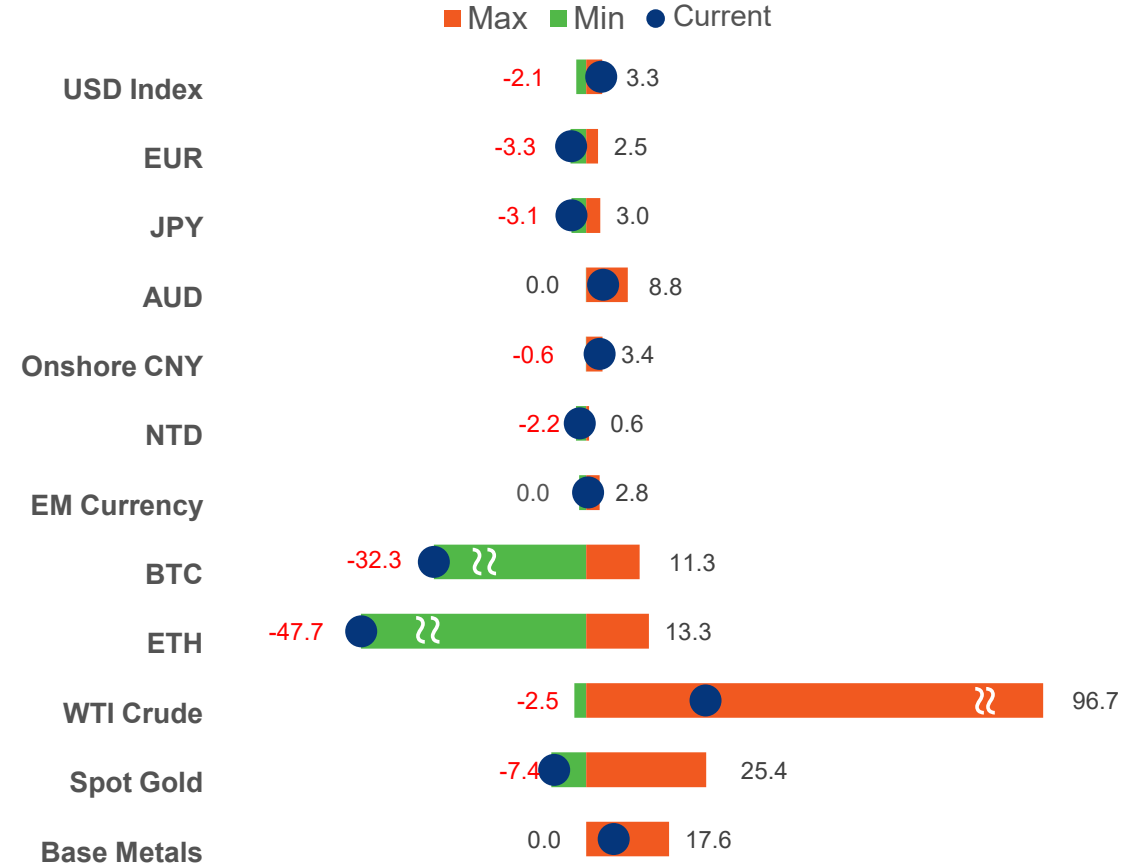
Source: Bloomberg

# Major Market / Asset YTD Performance

## Equities & Bond Markets YTD Performance (%)



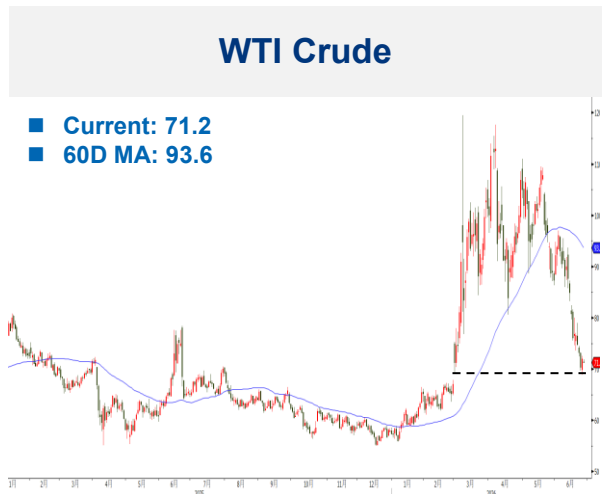
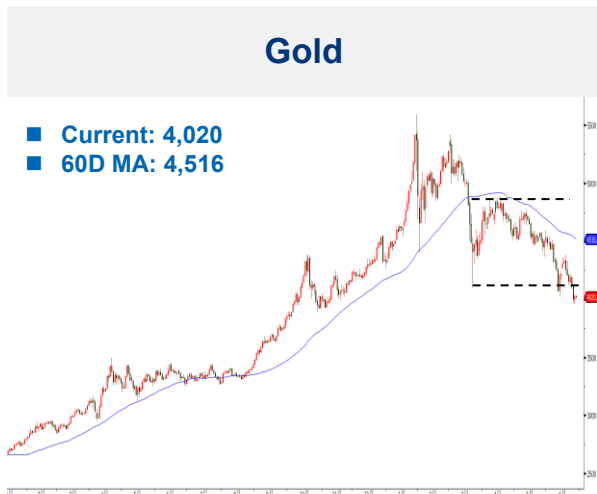
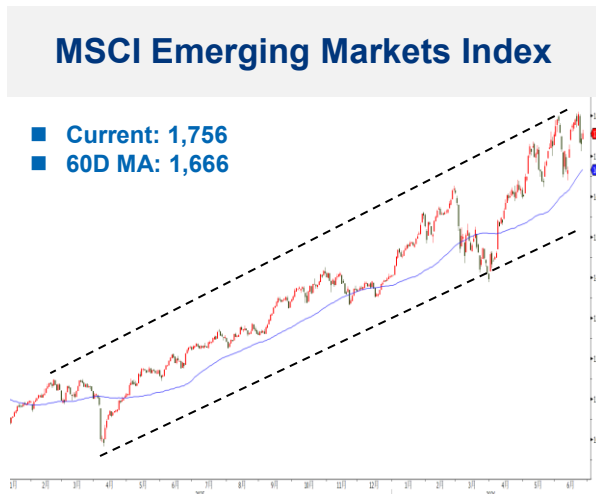
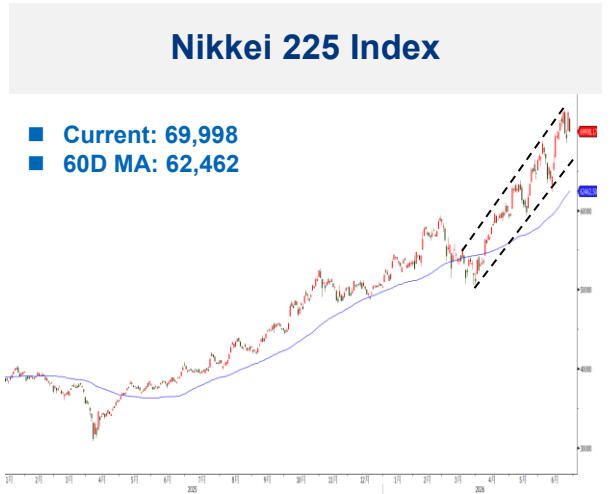
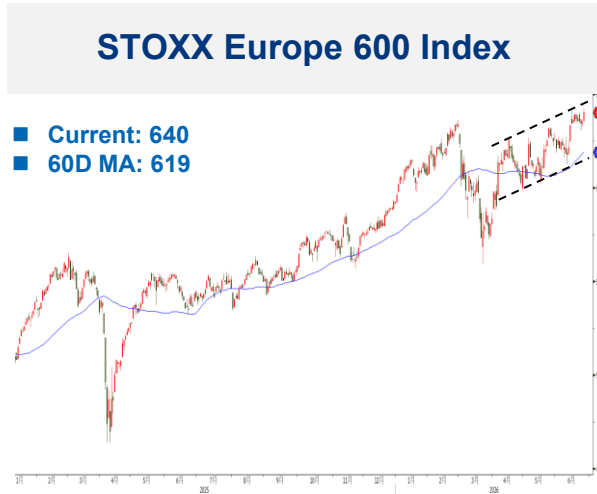
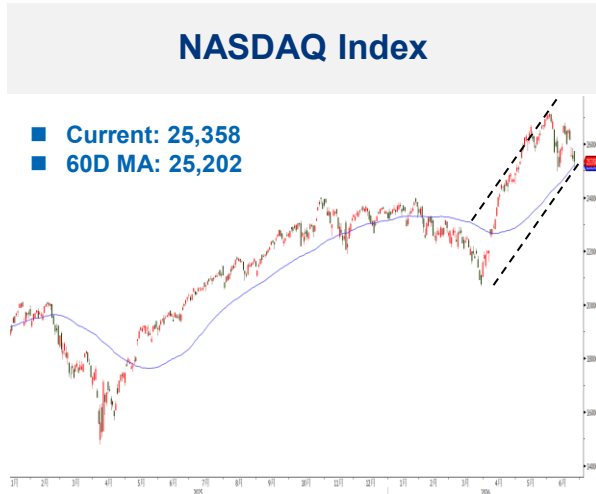
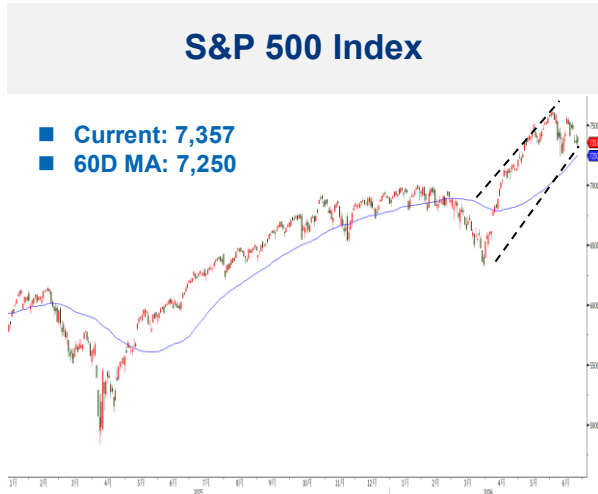
## Currencies and Commodities Market YTD Performance (%)



Source: Bloomberg

# Technical Analysis

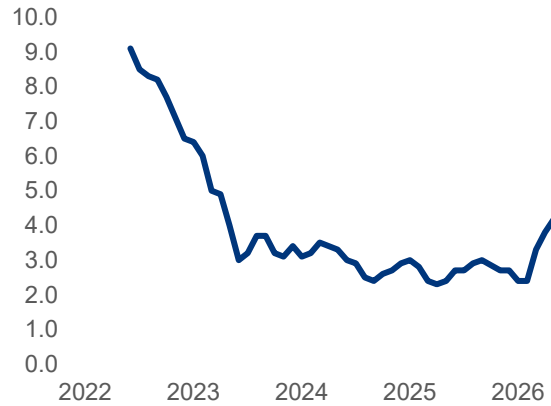
60D MA



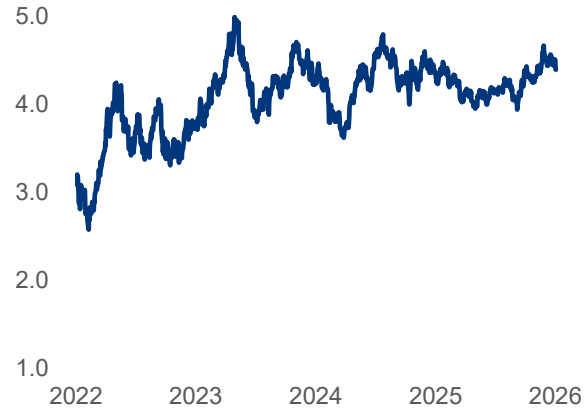
Source: Bloomberg

# Market Monitor

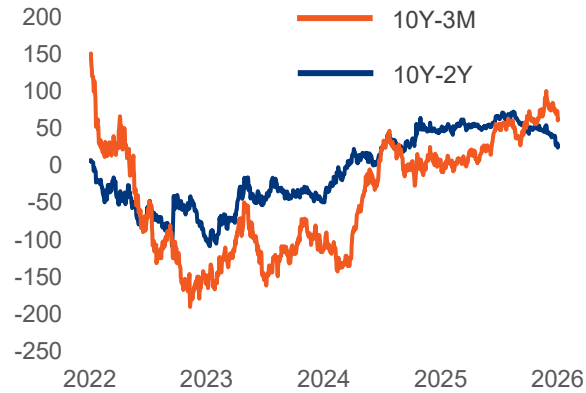
U.S. CPI YoY (%)



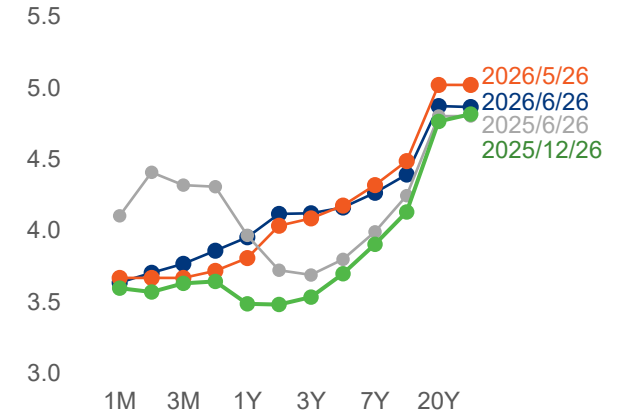
U.S. 10-Year Treasury Yield (%)



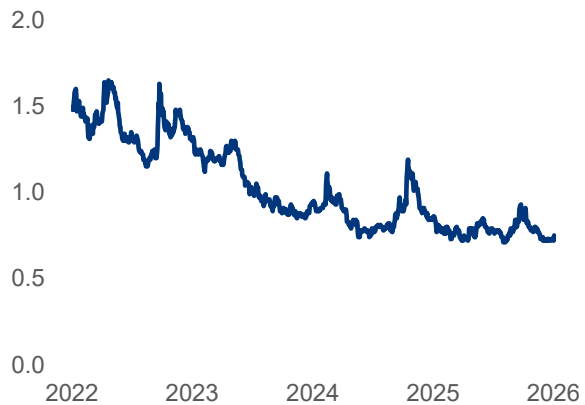
U.S. Treasury Yield Spread (bps)



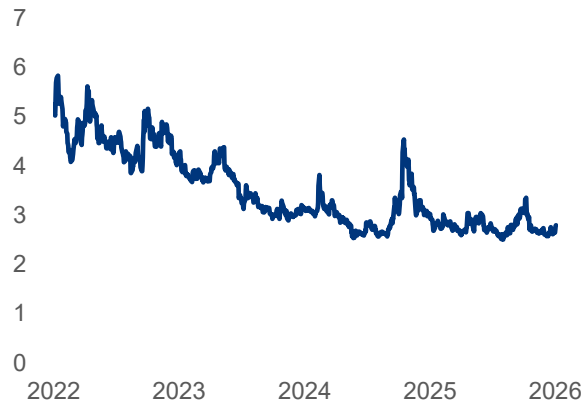
U.S. Treasury Yield Curve (%)



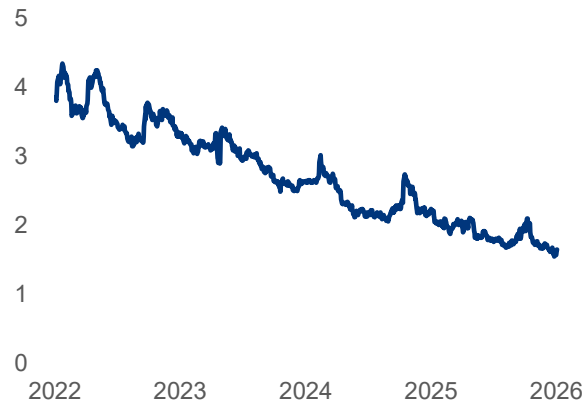
USD IG Credit Spread (%)



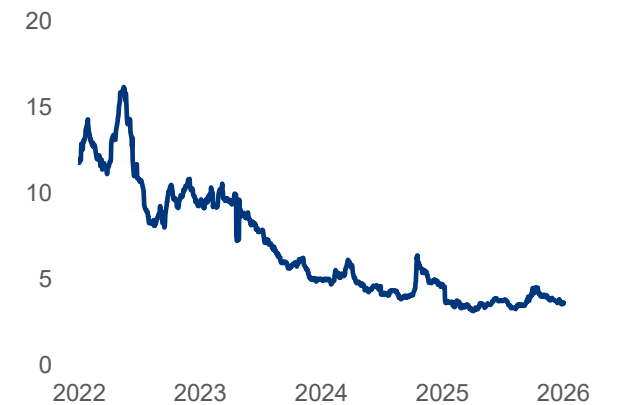
USD HY Credit Spread (%)



USD EM Credit Spread (%)



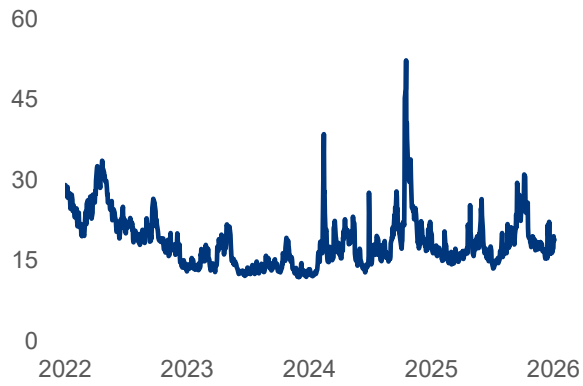
USD Asia Credit Spread (%)



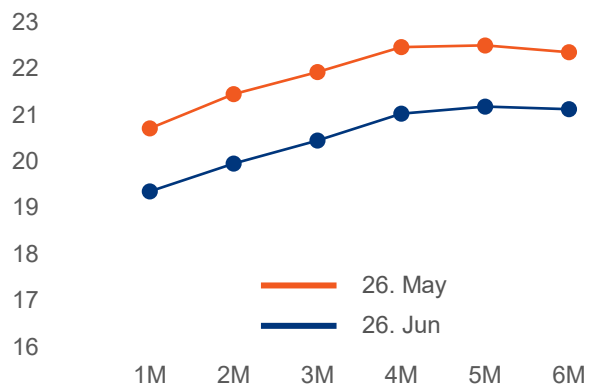
Source: Bloomberg

# Market Monitor

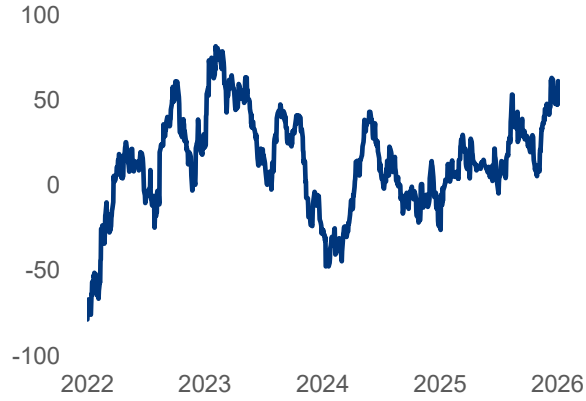
**VIX Index**



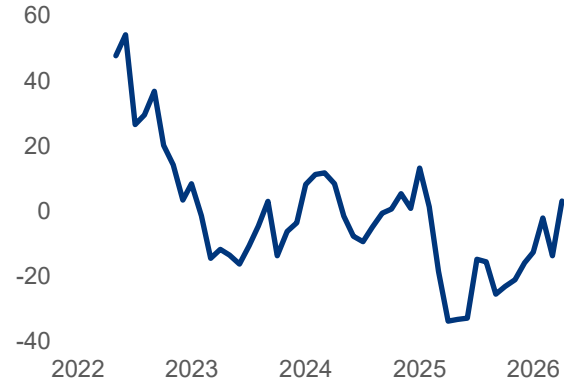
**VIX Term Structure**



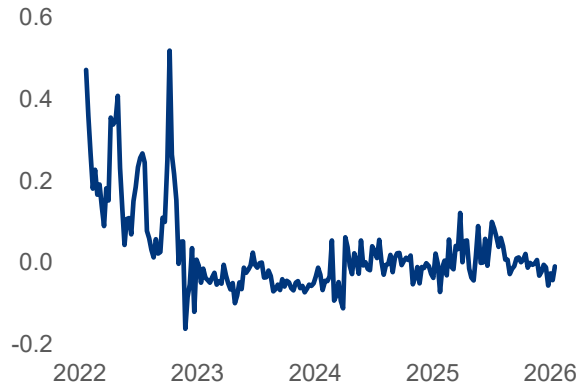
**U.S. Citi Economic Surprise Index\***



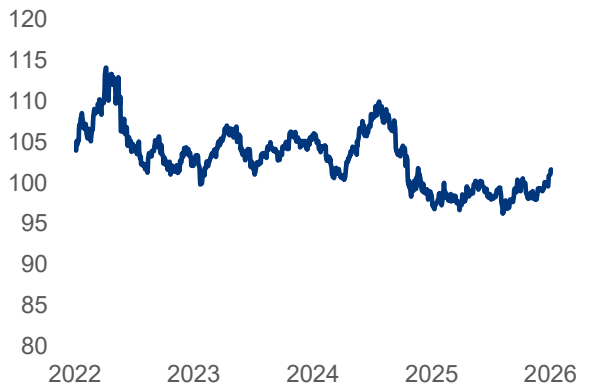
**U.S. Citi Inflation Surprise Index\***



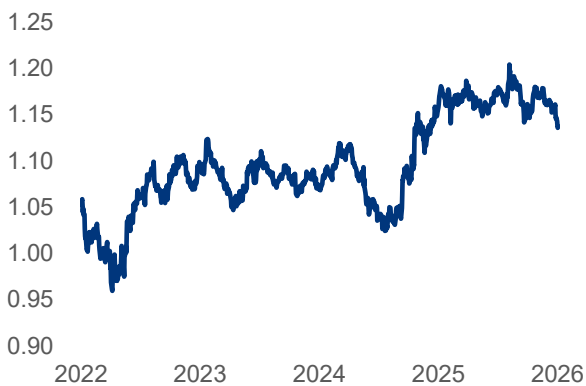
**TED Spread (bps)**



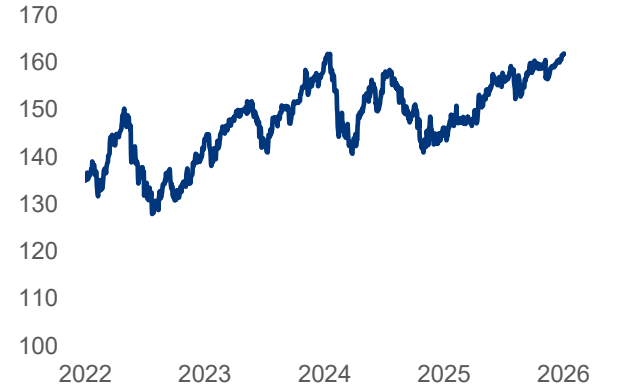
**U.S. Dollar Index**



**EUR to USD**



**USD to JPY**



Source: Bloomberg

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