PRODUCT KEY FACTS

ChinaAMC Fund -
ChinaAMC New Horizon China A Share Fund (the "Sub-Fund")

February 2024

华夏基金(香港)有限公司
CHINA ASSET MANAGEMENT (HONG KONG) LIMITED

- ***This statement provides you with key information about this product.***
- ***This statement is a part of the offering document and must be read in conjunction with the Hong Kong Prospectus of ChinaAMC Fund ("Prospectus").***
- ***You should not invest in this product based on this statement alone.***

Quick facts

Investment Manager and QFI Holder:	China Asset Management (Hong Kong) Limited	
Management Company:	FundRock Management Company S.A.	
Depositary:	Brown Brother Harriman (Luxembourg) S.C.A.	
PRC Custodian	Bank of China Limited	
Base currency:	USD	
Financial year end of the Sub-Fund:	31 December	
Dealing frequency:	Daily	
Dividend policy:	No dividends will be paid, declared or distributed. Gross income and net realized and unrealized capital gains will be accumulated.	
Ongoing charges over a year:	Class A Acc USD#	2.50%
	Class A Acc HKD*	2.50%
	Class A Acc RMB#	2.50%
	Class I Acc USD#	2.50%
	Class I Acc HKD^	2.50%
	Class I Acc RMB^	2.50%

^ As the share class has not yet been launched, the figure is an estimate only and represents the sum of the estimated ongoing expenses chargeable to the relevant share class expressed as a percentage of the estimated average net asset value of the relevant share class. The actual figure may be different upon actual operation of the Sub-Fund and may vary from year to year.

#The ongoing charges figure is based on expenses for the period ended 31 December 2023. This figure may vary from year to year. It represents the sum of the ongoing expenses chargeable to the relevant share class expressed as a percentage of the average net asset value of the relevant share class.

* As the share class is newly launched, the figure is an estimate only and represents the sum of the estimated ongoing expenses chargeable to the relevant share class expressed as a percentage of the estimated average net asset value of the relevant share class. The actual figure may be different upon actual operation of the Sub-Fund and may vary from year to year.

Over a 12-month period, the ongoing charges figure is capped at 2.5% of the average net asset value of the relevant share class. Any ongoing expenses exceeding 2.5% of the average net asset value of the relevant share class during this period will be borne by the Investment Manager and will not be charged to such share class.

Minimum investment:

Class	Initial	Additional
Class A Acc USD	USD1,000	USD1,000
Class A Acc HKD	HKD10,000	HKD10,000
Class A Acc RMB	RMB10,000	RMB10,000
Class I Acc USD	USD500,000	None
Class I Acc HKD	HKD3,000,000	None
Class I Acc RMB	RMB3,000,000	None

Minimum holding:

Class	Minimum Holding
Class A Acc USD	USD1,000
Class A Acc HKD	HKD10,000
Class A Acc RMB	RMB10,000
Class I Acc USD	USD500,000
Class I Acc HKD	HKD3,000,000
Class I Acc RMB	RMB3,000,000

What is this product?

ChinaAMC New Horizon China A Share Fund ("Sub-Fund") is a sub-fund of ChinaAMC Fund ("Fund"), an open ended investment company, which was incorporated in Luxembourg as a SICAV. It is a UCITS fund and is domiciled in Luxembourg and its home regulator is the *Commission de Surveillance du Secteur Financier*.

The Sub-Fund invests primarily in China A-Shares listed on the Shanghai Stock Exchange ("SSE") and the Shenzhen Stock Exchange ("SZSE") through the QFI status granted to the Investment Manager and through Stock Connect.

Investment Objective

The Sub-Fund seeks to achieve capital appreciation and income generation by investing primarily in onshore RMB denominated equity securities issued by issuers based in, or having a significant exposure to, Mainland China and Hong Kong, as further described below.

The Investment Manager contemplates investing directly into China A-Shares using its QFI status and the Stock Connect. As at the date of this KFS, the Investment Manager, when using Stock Connect, will be limited to investments in China A-Shares listed on the SSE and the SZSE.

Investment Strategies

To achieve its investment objective, the Sub-Fund will invest primarily (i.e. at least 70% of its net asset value) in China A-Shares listed on the SSE or the SZSE through the QFI status granted to the Investment Manager and through Stock Connect. The Sub-Fund may invest at least 70% of its net asset value in China A-Shares through the foregoing QFI status.

When investing in China A-Shares, the Sub-Fund will focus on investing in equities of companies listed on stocks exchanges and/or with registered offices located in Mainland China or Hong Kong, and companies which do not have their registered offices in Mainland China or Hong Kong but either (i) carry out a predominant proportion of their business activities in these markets, or (ii) are holding companies which predominantly own companies with registered offices in Mainland China or Hong Kong, of which, the Sub-Fund may invest more than 30% of its net asset value in China A-Shares listed on SZSE ChiNext Market or the SSE Science and Technology Innovation Board (“STAR Market”).

The Sub-Fund may invest no more than 30% of its net asset value in other eligible investment instruments, which include RMB denominated fixed income securities, collective investment schemes, convertibles (including convertible bonds and preferred shares), financial derivatives (“FDI”), cash and cash equivalents (including short-term money market instruments). RMB denominated fixed income securities include RMB bonds traded in Mainland China, which are (a) settled in RMB and (b) listed on the SSE or the SZSE (“RMB Debt Securities”). Collective investment schemes in which the Sub-Fund may invest up to 10% of its net asset value will include but not limit to ETFs, UCITS, and PRC open ended collective investment schemes which are approved by the China Securities Regulatory Commission and offered to the public in Mainland China. For the avoidance of doubt, PRC open ended collective investment schemes which are eligible to be invested by the Sub-Fund refer to those investing in China A-Shares (“China A-Share Funds”) or RMB Debt Securities (“RMB Debt Securities Funds”).

The Sub-Fund may invest no more than 10% of its net asset value in fixed income securities issued and/or guaranteed by any single country (including its government or a public or local authority of that country) with credit rating below investment grade.

The Sub-Fund may use FDI for hedging and efficient portfolio management purposes. The Investment Manager may in particular utilize a variety of FDI and strategies to hedge against interest rate, credit and currency fluctuations. The Sub-Fund may for example enter into futures, swaps, forwards for hedging and interest rate/currency exposure management purpose.

The Sub-Fund may hold ancillary liquid assets (i.e., bank deposits at sight, such as cash held in current accounts with a bank accessible at any time) up to 20% of its net assets in order to cover current or exceptional payments, or for the time necessary to reinvest in eligible assets provided under article 41(1) of the law of 17 December 2010 regarding undertakings for collective investment (as amended from time to time) or for a period of time strictly necessary in case of unfavourable market conditions. The Sub-Fund may, under exceptionally unfavourable market conditions (for instance in highly serious circumstances such as the September 11 attacks or the bankruptcy of Lehman Brothers in 2008), temporarily hold ancillary liquid assets up to 100% of its net assets for a period of time strictly necessary if it is considered to be in the best interest of its investors.

In order to (i) achieve its investment goals, (ii) for treasury purposes, and/or (iii) in case of unfavourable market conditions, the Sub-Fund may hold cash equivalent (i.e., bank deposits excluding bank deposits at sight but including fixed deposits, term deposits and certificates of deposit, money market instruments or money market funds) pursuant to the applicable investment restrictions (i.e., no more than 30% of its net assets). In particular, in times of extreme volatility of the markets or during severe adverse market conditions, the Investment Manager may hold a substantial portion of the Sub-Fund’s assets in cash equivalents including short-term money market instruments to preserve the value of the assets in the investment portfolio of the Sub-Fund.

The Sub-Fund will not enter into (i) repurchase or reverse repurchase agreements, (ii) securities lending and securities borrowings and (iii) total return swaps.

Use of derivatives / Investment in derivatives

The Sub-Fund's net derivative exposure may be up to 50% of the Sub-Fund's net asset value.

What are the key risks?

Investment involves risks. For further information on risk, please refer to the Prospectus.

1. Investment risk

- The value of shares, and the return derived from them, can fluctuate and can go down as well as up. There can be no assurance, and no assurance is given, that the Sub-Fund will achieve its investment objectives. There is also no guarantee of repayment of capital.

2. Liquidity risk

- Investors should note that in certain market conditions, securities held by the Sub-Fund may not be as liquid as they would be in normal circumstances. If a security cannot be sold in a timely manner then it may be harder to attain a reasonable price and there is a risk that the price at which the security is valued may not be realisable in the event of sale. The Sub-Fund may therefore be unable to readily sell such securities.

3. Risk relating to investing in equity securities

- Investment in equity securities is subject to market risk and the prices of such securities may be volatile.

- Factors affecting the stock values are numerous, including but not limited to changes in investment sentiment, political environment, economic environment, regional or global economic instability, issuer-specific factors, and currency and interest rate fluctuations.

4. Concentration risks relating to investing in China A-Shares and China-related securities

- The Sub-Fund's investments are concentrated in the PRC markets and China-related securities. The value of the Sub-Fund may be more volatile than that of a fund having a more diverse portfolio of investments.

- The value of the Sub-Fund may be more susceptible to adverse political, tax, economic, foreign exchange, liquidity, policy, legal and regulatory risk affecting the markets in which the Sub-Fund invests.

- Companies in Mainland China are required to follow the Chinese accounting standards and practice which, to a certain extent, follow international accounting standards. However, there may be significant differences between financial statements prepared by accounts following the Chinese accounting standards and practice and those prepared in accordance with international accounting standards.

- Market volatility, potential settlement difficulties and potential lack of liquidity in Mainland China equity markets may result in prices of securities traded on such markets fluctuating significantly, thereby causing volatility in the net asset value of the Sub-Fund.

- Securities exchanges in Mainland China typically have the right to suspend or limit trading in any security traded on the relevant exchange. The government or the regulators may also implement policies that may affect the financially markets. All these may have a negative impact of the Sub-Fund.

5. Emerging market risk

- The Sub-Fund invests in emerging markets which may involve increased risks and special considerations not typically associated with investment in more developed markets, such as liquidity risks, currency risks/control, political and economic uncertainties, legal and taxation risks, settlement risks, custody risk and the likelihood of a high degree of volatility.

6. Mainland China tax risks

- There are risks and uncertainties associated with the current Mainland China tax laws, regulations and practice in respect of capital gains realised via the Investment Manager's QFI status or Stock Connect on the Sub-Fund's investments in Mainland China (which may have retrospective effect). Any increased tax liabilities on the Sub-Fund may adversely affect the Sub-Fund's value.

- Based on independent tax advice, the Investment Manager has determined not to make any tax provisions of Mainland China withholding income tax on capital gains derived from the trading of Mainland China A-shares, and Mainland China debt securities via QFI.

7. Risks associated with investment made through QFI regime

- The Sub-Fund's ability to make the relevant investments or to fully implement or pursue its investment objective and strategy is subject to the applicable laws, rules and regulations (including restrictions on investments and repatriation of principal and profits) in Mainland China, which are subject to change and such change may have potential retrospective effect.

- The Sub-Fund may suffer substantial losses if the approval of the Investment Manager's QFI status is being revoked/terminated or otherwise invalidated as the Sub-Fund may be prohibited from trading of relevant securities and repatriation of the Sub-Fund's monies, or if any of the key operators or parties (including QFI custodian/brokers) is bankrupt / in default and/or is disqualified from performing its obligations (including execution or settlement of any transaction or transfer of monies or securities).

8. Risks associated with the Stock Connect

- The relevant rules and regulations on Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect are subject to change which may have potential retrospective effect. The Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect are subject to quota limitations. Where a suspension in the trading through the programme is effected, the Sub-Fund's ability to invest in China A-shares or access Mainland China market through the programme will be adversely affected. In such event, the Sub-Fund's ability to achieve its investment objective could be negatively affected.

9. Currency risk

- The Sub-Fund may hold assets denominated in currencies other than its base currency. Also, share classes designated in a non-base currency are currently available for investment. The Sub-Fund's net asset value may be affected by changes in exchange rates between the base currency and these other currencies or by changes to exchange control regulations.

10. RMB currency and conversion risks

- RMB is currently not freely convertible and is subject to exchange controls and restrictions.

- Non-RMB based investors are exposed to foreign exchange risk and there is no guarantee that the value of RMB against the investors' base currencies (for example USD) will not depreciate. Any depreciation of RMB could adversely affect the value of investor's investment in the Sub-Fund.

- Although offshore RMB (CNH) and onshore RMB (CNY) are the same currency, they trade at different rates. Any divergence between CNH and CNY may adversely impact investors.

- Under exceptional circumstances, payment of redemptions and/or dividend payment in RMB may be delayed due to the exchange controls and restrictions applicable to RMB.

11. Risks associated with Mainland China debt securities

- *Credit / Counterparty risk*

  The Sub-Fund is exposed to the credit/default risk of issuers of the debt securities that the Sub-Fund may invest in.

- *Interest rate risk*

  Investment in the Sub-Fund is subject to interest rate risk. In general, the prices of debt securities rise when interest rates fall, whilst their prices fall when interest rates rise.

- *Volatility and liquidity risk*

  The debt securities in Mainland China markets may be subject to higher volatility and lower liquidity compared to more developed markets. The prices of securities traded in such markets may be subject to fluctuations. The bid and offer spreads of the price of such securities may be large and the Sub-Fund may incur significant trading costs.

- *Credit rating and downgrading risk*

  Credit ratings assigned by rating agencies are subject to limitations and do not guarantee the creditworthiness of the security and/or issuer at all times.The credit rating of a debt instrument or its issuer may subsequently be downgraded. In the event of such downgrading, the value of the Sub-Fund may be adversely affected. The manager may or may not be able to dispose of the debt instruments that are being downgraded.

- *Credit rating agency risk*

  The credit appraisal system in the Mainland China and the rating methodologies employed in the Mainland China may be different from those employed in other markets. Credit ratings given by Mainland China rating agencies may therefore not be directly comparable with those given by other international rating agencies.

- *Valuation risk*

  Valuation of the Sub-Fund's investments may involve uncertainties and judgmental determinations. If such valuation turns out to be incorrect, this may affect the net asset value calculation of the Sub-Fund.

12. Risks associated with investments in FDI

- Risks associated with FDI include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of an FDI can result in a loss significantly greater than the amount invested in the FDI by the Sub-Fund. Exposure to FDI may lead to a high risk of significant loss by the Sub-Fund.

13. Risk of investing on the ChiNext market and STAR Market

- Listed companies on the ChiNext market and/or STAR Market are usually of emerging nature with smaller operating scale. In particular, listed companies on ChiNext market and STAR Market are subject to wider price fluctuation limits, and, due to higher entry thresholds for investors, may have limited liquidity, compared to other boards. Hence, they are subject to higher fluctuation in stock prices and liquidity risks and have higher risks and turnover ratios than companies listed on the main board.

- Stocks listed on the ChiNext and/or STAR Market may be overvalued and such exceptionally high valuation may not be sustainable. Stock price may be more susceptible to manipulation due to fewer circulating shares.

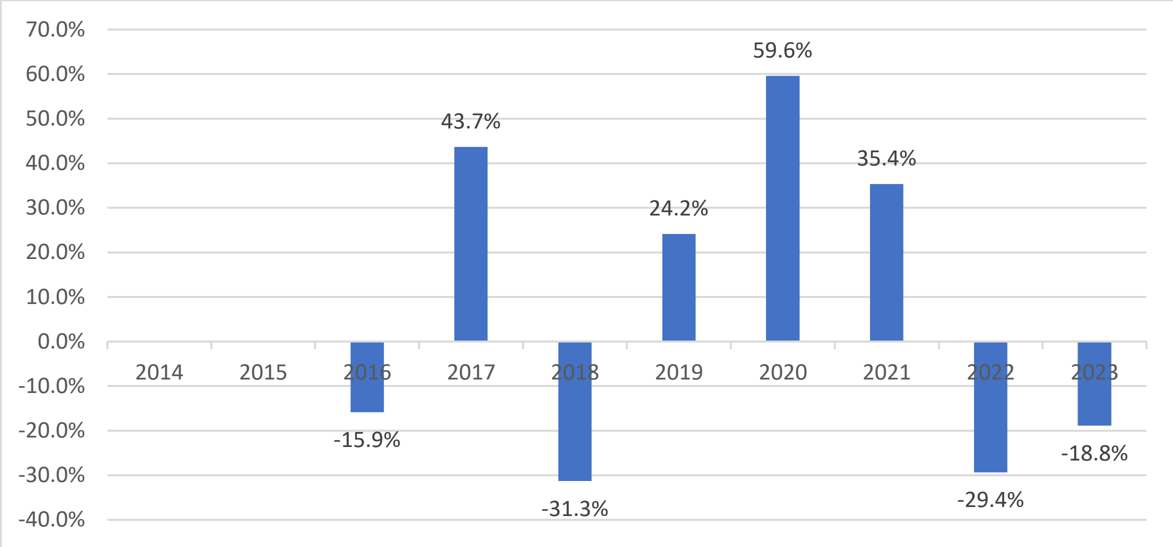
- The rules and regulations regarding companies listed on ChiNext market and STAR Market are less stringent in terms of profitability and share capital than those in the main board.

- It may be more common and faster for companies listed on the ChiNext market and/or STAR Market to delist. In particular, ChiNext Market and STAR Market have stricter criteria for delisting compared to other boards. This may have an adverse impact on the Sub-Fund if the companies that it invests in are delisted.

- STAR Market is a newly established board and may have a limited number of listed companies during the initial stage. Investments in STAR Market may be concentrated in a small number of stocks and subject the Sub-Fund to higher concentration risk.

- Investments in the ChiNext market and/or STAR Market may result in significant losses for the Sub-Fund and its investors.

How has the Sub-Fund performed?



Note: The investment policy of the Fund was changed with effect from 29 June 2021. The performance prior to 29 June 2021 as achieved under circumstances that no longer apply.

- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To- NAV, with dividend reinvested.
- These figures show by how much Class A Acc USD increased or decreased in value during the calendar year being shown. Performance data has been calculated in USD including ongoing charges and excluding subscription fee and redemption fee you might have to pay.
- When no past performance is shown there was insufficient data available in that year to provide performance.
- Sub-Fund launch date: 2014
- Class A Acc USD launch date: 5 January 2015
- Class A Acc USD is selected as the most appropriate representative share class as it is the share class for retail offering denominated in the Sub-Fund's base currency which has the longest track record.
- For further information on the performance of other share classes, please refer to www.chinaamc.com.hk [1].

Is there any guarantee?

The Sub-Fund makes no guarantee of investment return or avoidance of loss. You may not get back the full amount of money you invest.

What are the fees and charges?

Charges which may be payable by you

You may have to pay the following fees when dealing in the shares of the Sub-Fund.

Fee	**What you pay**
Subscription fee (Initial charge) ^	**<u>Class A Shares:</u>** <u>(as a % of the total amount subscribed)</u> Up to 5% **<u>Class I Shares:</u>**

[1] This website has not been reviewed by the SFC.

	(as a % of the total amount subscribed) Up to 3%
Conversion fee (Conversion charge) ^	**Classes A:** (as a % of the gross amount being converted) Up to 1% **Class I Shares:** None
Redemption fee (Redemption charge) ^	**Classes A and I Shares:** None
Contingent deferred sales charge ^	**Classes A and I Shares:** None

^ Investor should check with distributor for current level of the subscription fee, conversion fee, redemption fee or contingent deferred sales charge.

Ongoing fees payable by the Sub-Fund

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

	Annual rate (as a % p.a. of the net asset value)
Investment management fee:	**Classes A Shares:** Up to 1.5% **Class I Shares:** Up to 1.0%
Management company fee:	**Classes A and I Shares:** Up to 0.045%, subject to a minimum monthly fee of EUR1,250
Depositary fee:	**Classes A and I Shares:** Up to 0.002% (includes PRC Custodian custody fee)
Administrator, Registrar and Transfer Agency fee:	**Classes A and I Shares:** Up to 0.47%, subject to a minimum monthly fee of USD 3,000

Other fees

You may have to pay other fees when dealing in the shares of the Sub-Fund.

Additional Information

- You generally buy and redeem shares at the Sub-Fund's next-determined net asset value after the Hong Kong representative or the relevant authorised distributors receive your request in good order on or before 5:30 p.m. or 6:30p.m. (i.e. 11:30am Luxembourg time. Hong Kong time depending on the daylight saving time applicable in Luxembourg on the relevant Dealing Day) on any business day in Mainland China and Luxembourg and in the Hong Kong S.A.R. Hong Kong representative/ distributor may impose different dealing deadlines for receiving requests from investors.

- The net asset value is calculated and the price of shares is available on each dealing day at the office of the Hong Kong representative or the Company's website at www.chinaamc.com.hk [2].
- For further information on the past performance of other share classes offered to Hong Kong investors, please refer to following website: www.chinaamc.com.hk [3].

Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.

[2] This website has not been reviewed by the SFC.

[3] This website has not been reviewed by the SFC.