

# PRODUCT KEY FACTS

## ChinaAMC Investment Trust

Issuer: China Asset Management (Hong Kong) Limited ChinaAMC Global Multi Income Fund

April 2025

- ***This statement provides you with key information about ChinaAMC Global Multi Income Fund (the “Fund”).***
- ***This statement is a part of the Fund’s offering document.***
- ***You should not invest in this product based on this statement alone.***

### Quick facts

|  |   |
|--|---|
| <b>Manager:</b>                            | China Asset Management (Hong Kong) Limited  |
| <b>Sub-Investment Manager<sup>^</sup>:</b> | Manulife Investment Management (Hong Kong) Limited (external delegation)  |
| <b>Trustee:</b>                            | Cititrust Limited   |
| <b>Custodian and Administrator:</b>        | Citibank, N.A. (Hong Kong branch)   |
| <b>Ongoing charges over a year:</b>        | Class A USD (Acc/Dist) Units: 2.50% <sup>^^*</sup><br>Class A HKD (Acc/Dist) Units: 2.50% <sup>^^*</sup><br>Class A RMB (Acc/Dist) Units: 2.50% <sup>^^*</sup><br>Class A RMB (Acc/Dist) - Hedged Units: 2.50% <sup>^^*</sup><br>Class B USD (Acc) Units: 2.50% <sup>^^*</sup><br>Class B HKD (Acc) Units: 2.50% <sup>^^*</sup><br>Class B RMB (Acc) Units: 2.50% <sup>^^*</sup><br>Class I USD (Acc) Units: 2.50% <sup>#*</sup><br>Class I USD (Dist) Units: 2.50% <sup>^^*</sup><br>Class I HKD (Acc/Dist) Units: 2.50% <sup>^^*</sup><br>Class I RMB (Acc/Dist) Units: 2.50% <sup>^^*</sup><br>Class I RMB (Acc/Dist) - Hedged Units: 2.50% <sup>^^*</sup> |
| <b>Dealing frequency:</b>                  | Daily   |
| <b>Base currency:</b>                      | USD   |
| <b>Distribution policy:</b>                | <b>Accumulating classes:</b> No dividend distributions. All interest and other income earned on investments will be accumulated and re-invested into the Fund on behalf of the Unitholders of the relevant accumulating classes.<br><b>Distributing classes:</b> The Manager currently intends to make monthly dividend distributions, subject to its discretion. The Manager intends to distribute income to Unitholders having regard to the Fund’s net   |

<sup>^</sup> The Manager has delegated to the Sub-Investment Manager the discretionary power in the investment management of the Fund. The Sub-Investment Manager is responsible for the selection and ongoing monitoring of the Fund’s investments, subject to the control and review by the Manager. The Sub-Investment Manager is independent of the Manager.

<sup>#</sup> The ongoing charges figure is based on expenses for the year ended 31 December 2024. This figure may vary from year to year. It represents the sum of the ongoing expenses chargeable to the relevant Unit class expressed as a percentage of the average net asset value (“NAV”) of the relevant Unit class.

<sup>^^</sup> As the unit class has not yet been launched or has been fully redeemed, the figure is an estimate only and represents the sum of the estimated ongoing expenses over a 12-month period chargeable to the relevant Unit class expressed as a percentage of the estimated average NAV of the relevant Unit class. The figure may be different upon actual operation of the Fund and may vary from year to year.

<sup>\*</sup> Over a 12-month period, the ongoing charges figure is capped at 2.50% of the average NAV of the relevant Unit class. Any ongoing expenses exceeding 2.50% of the average NAV of the relevant Unit class during this period (where applicable) will be borne by the Manager and will not be charged to such Unit class.

income after fees and costs. Distributions (if any) will only be paid from net income after deduction of all fees and costs and no distributions will be paid out of or effectively out of the capital of the Fund. All Units of the distributing classes will receive distributions (if any) in the currency of the relevant distributing classes.

**Financial year end of the Fund:**

31 December

**Minimum investment:**

| <b>Class of Units</b>                 | <b>Initial</b> | <b>Additional</b> |
|---------------------------------------|----------------|-------------------|
| Class A USD (Acc/Dist) Units          | USD1           | USD1              |
| Class A HKD (Acc/Dist) Units          | HKD1           | HKD1              |
| Class A RMB (Acc/Dist) Units          | RMB1           | RMB1              |
| Class A RMB (Acc/Dist) - Hedged Units | RMB1           | RMB1              |
| Class B USD (Acc) Units               | Nil            | Nil               |
| Class B HKD (Acc) Units               | Nil            | Nil               |
| Class B RMB (Acc) Units               | Nil            | Nil               |
| Class I USD (Acc/Dist) Units          | USD1,000,000   | USD1,000,000      |
| Class I HKD (Acc/Dist) Units          | HKD5,000,000   | HKD5,000,000      |
| Class I RMB (Acc/Dist) Units          | RMB5,000,000   | RMB5,000,000      |
| Class I RMB (Acc/Dist) - Hedged Units | RMB5,000,000   | RMB5,000,000      |

## What is this product?

The Fund is a sub-fund of ChinaAMC Investment Trust (the "Trust") which is a trust established as an umbrella fund. The Trust is governed under the laws of Hong Kong.

## Objective and Investment Strategy

### Objective

The investment objective of the Fund is to seek to achieve capital appreciation and income generation by investing primarily in global fixed income and/or equity securities.

### Strategy

The Fund will seek to achieve its investment objective by investing more than 70% of its NAV directly or indirectly in global fixed income and/or equity securities. The Fund will pursue a flexible approach and generally invest 50% to 80% of its NAV in global fixed income and fixed income-related securities, and 20% to 50% of its NAV in global equity and equity-related securities. Allocations between fixed income and equity securities will be based on the Manager and Sub-Investment Manager's views of the fundamental economic and market conditions and investment trends across the globe, taking into consideration factors such as liquidity, costs, timing of execution, relative attractiveness of individual securities and issuers available in the market. The Fund has no particular focus in terms of industry, sector, or geographical region in the selection of its investments. The Fund's investment in either fixed income and fixed income-related securities and/or equity and equity-related securities may entirely be in exchange-traded funds ("ETFs") and collective investment schemes ("CISs"), subject to the Fund's aggregate investment in CISs of up to 30% of its NAV.

#### *Fixed income and fixed income-related securities*

Fixed income and fixed income-related securities in which the Fund may invest may include, but are not limited to, bonds, fixed and floating rate securities, convertible bonds, contingent convertible bonds, money market instruments (including commercial papers, certificates of deposits, commercial bills), issued by the international issuers such as financial institutions, corporations, governments, quasi-government organisations, agencies, organisations or entities, as well as ETFs which track fixed income indices and other CISs which primarily invest in fixed income and fixed income-related securities. Such CISs may include money market funds.

The Fund will not invest directly in fixed income securities (including money market instruments and collateralised and/or securitised products) which, or the issuers of which, are below investment grade (i.e. having a credit rating of Ba1 or BB+ or below rated by Standard & Poor's, Fitch, Moody's or other equivalent internationally recognised credit rating agency) or unrated. For the purpose of the Fund, a fixed income security is "unrated" if neither itself nor its issuer has a credit rating. Fixed income securities issued or guaranteed by

issuers domiciled or carrying out the predominant part of their economic activities in the PRC that carry a credit rating of AA+ or above rated by China Chengxin International Credit Rating Co., Ltd. or China Lianhe Credit Rating Co., Ltd. or equivalent ratings by one of the local rating agencies recognised by the relevant authorities in the PRC will be considered having a credit rating equivalent to investment grade. If a fixed income security, or its issuer, has various credit ratings assigned by different credit rating agencies, the highest rating shall apply.

The Fund may directly invest up to 20% of its NAV in urban investment bonds (城投債), which are debt instruments issued by Mainland local government financing vehicles ("LGFVs") in the listed bond and interbank bond market in the PRC.

The Fund may directly invest less than 30% of its NAV in collateralised and/or securitised products (such as asset backed securities, mortgage backed securities and asset backed commercial papers).

The Fund may directly invest up to 30% of its NAV in fixed income instruments with loss-absorption features (including contingent convertible bonds (Additional Tier 1 and Tier 2 Capital Instruments), senior non-preferred debt securities, instruments issued under the Financial Institutions (Resolution) (Loss-absorbing Capacity Requirements – Banking Sector) Rules and other similar instruments that may be issued by banks or other financial institutions). These securities may be subject to contingent write-down or contingent conversion to ordinary shares on the occurrence of trigger event(s).

Up to 10% of the Fund's NAV may directly be invested in convertible bonds.

#### *Equity and equity-related securities*

Equity securities and equity-related securities in which the Fund may invest may include, but are not limited to, common stocks, preferred stocks, depositary receipts, as well as ETFs which track equity indices and CISs which primarily invest in equity and equity-related securities which track the performances of equity indices.

#### *Investments in ETFs and CISs*

The Fund may invest, in aggregate, up to 30% of its NAV in CISs which, either for fixed income and fixed income-related securities exposure and/or equity and equity-related securities exposure, will have similar investment objectives as the Fund, and can be managed by the Manager, the Sub-Investment Manager or their Connected Persons or by any third party. In respect of the Fund's investments in CISs, (i) up to 30% of its NAV may be invested in each CIS that is authorised by the SFC or is an eligible scheme (as defined under the Code on Unit Trusts and Mutual Funds (the "Code")) and (ii) up to 10% of its NAV may be invested in CISs that are non-eligible schemes (as defined under the Code) and are not authorised by the SFC. For the avoidance of doubt, investments in ETFs will be considered and treated as listed securities for the purposes of and subject to the requirements in 7.1, 7.1A and 7.2 of the Code.

#### *PRC exposure*

The Fund may, in aggregate, directly invest no more than 20% of its NAV in securities which are issued in the PRC market.

The Fund will access the PRC fixed income markets via QFI status of the Manager, Bond Connect (an initiative for mutual bond market access between Hong Kong and the PRC) and Foreign Access Regime (a regime whereby foreign institutional investors can invest in the PRC interbank bond market).

The Fund will access the PRC equity markets via QFI status of the Manager and Stock Connect (a securities trading and clearing linked programme with an aim to achieve mutual stock market access between the PRC and Hong Kong, comprising the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect).

#### *Other investments*

The Fund may invest in financial derivative instruments ("FDIs"), including but not limited to options, forwards and swaps, for investment or hedging purposes.

Up to 30% the Fund's NAV may be invested in cash and money market instruments (such as bank deposits, certificates of deposit, commercial papers, treasury bills and money market funds managed by the Manager, the Sub-Investment Manager or their Connected Persons or by any third party), except that this may increase to up to 70% of the Fund's NAV on a temporary basis for liquidity management and/or defensive purpose under exceptional circumstances such as extreme volatility or severe adverse market conditions.

The Fund may directly enter into securities lending, repurchase or reverse repurchase transactions for up to 30% of its NAV in aggregate.

The Fund may borrow up to 10% of its NAV on a temporary basis for the purpose of meeting realisation requests or defraying operating expenses.

## Use of Derivatives / Investment in Derivatives

The Fund's net derivative exposure may be up to 50% of its NAV.

### What are the key risks?

**Investment involves risks. Please refer to the Explanatory Memorandum for details including the risk factors.**

#### 1. Investment risk

- The Fund's investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the Fund may suffer losses. There is no guarantee of the repayment of principal.

#### 2. Currency risk

- Underlying investments of the Fund may be denominated in currencies other than the base currency of the Fund. Also, a class of Units may be designated in a currency other than the base currency of the Fund. The NAV of the Fund may be affected unfavourably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.

#### 3. Risks relating to dynamic asset allocation strategy

- The dynamic asset allocation may not achieve the desired results under all circumstances and market conditions. The investments of the Fund may also be periodically rebalanced and therefore the Fund may incur greater transaction costs than a fund with static allocation strategy.

#### 4. Risks associated with fixed income and fixed income-related securities

- *Credit / Counterparty risk:* The Fund is exposed to the credit/default risk of issuers of the fixed income securities that the Fund may invest in directly or indirectly.
- *Interest rate risk:* Direct or indirect investment in fixed income securities is subject to interest rate risk. In general, the prices of fixed income securities rise when interest rates fall, whilst their prices fall when interest rates rise.
- *Volatility and liquidity risk:* The fixed income securities in certain emerging 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 Fund may incur significant trading costs directly or indirectly.
- *Downgrading risk:* The credit rating of a fixed income security or its issuer may subsequently be downgraded. In the event of such downgrading, the value of the Fund may be adversely affected. The Manager and/or the Sub-Investment Manager may or may not be able to dispose of the fixed income securities that are being downgraded or the relevant fixed income-related securities.
- *Sovereign debt risk:* The Fund's direct or indirect investment in securities issued or guaranteed by governments may be exposed to political, social and economic risks. In adverse situations, the sovereign issuer may not be able or willing to repay the principal and/or interest when due or may request the Fund or the fixed income-related securities in which the Fund invests to participate in restructuring such debts. The Fund may suffer significant losses when the sovereign debt issuer defaults.
- *Valuation risk:* Valuation of the Fund's direct or indirect investments in fixed income securities may involve uncertainties and judgmental determinations. If such valuation turns out to be incorrect, this may affect the NAV calculation of the Fund.

#### 5. Risks associated with equity and equity-related securities

- The Fund's direct or indirect investments in equity securities are subject to idiosyncratic risks and general market risks, whose value may fluctuate due to various factors, such as changes in investment sentiment, political and economic conditions and issuer-specific factors.
- High market volatility and potential settlement difficulties in certain markets may also result in significant fluctuations in the prices of the equity securities traded on such markets and thereby may adversely affect the value of the Fund directly or indirectly.
- Securities exchanges in certain countries (such as the PRC) 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 financial markets. All these may have a negative impact on the Fund directly or indirectly.

#### 6. Risks of investing in other funds

- The Fund may invest in ETFs and/or other CISs and will be subject to the risks associated with the underlying funds. The Fund does not have control of the investments of the underlying funds and there is no assurance that the investment objective and strategy of the underlying funds will be successfully achieved which may have a negative impact to the NAV of the Fund.
- The underlying funds in which the Fund may invest may not be regulated by the SFC. There may be additional costs involved when investing into these underlying funds. There is also no guarantee that the

underlying funds will always have sufficient liquidity to meet the Fund's redemption requests as and when made.

- To the extent that the Fund invests in underlying ETFs or other CISs that are index-tracking, the Fund is also subject to the following risks associated with such underlying index-tracking funds:
  - *Passive investment risk*: Underlying index-tracking funds are passively managed and the manager of such underlying funds will not have the discretion to adapt to market changes due to the inherent investment nature of the underlying funds. Falls in the relevant index are expected to result in corresponding falls in the value of the underlying funds.
  - *Tracking error risk*: The underlying index-tracking funds may be subject to tracking error risk, which is the risk that its performance may not track that of the relevant index exactly. This tracking error may result from the investment strategy used, and fees and expenses. There can be no assurance of exact or identical replication at any time of the performance of the relevant index.
  - *Trading risk (applicable to index-tracking ETFs only)*: The trading price of the units of underlying index-tracking ETFs on The Stock Exchange of Hong Kong Limited (the "SEHK") is driven by market factors such as the demand and supply of the units. Therefore, the units may trade at a substantial premium or discount to such ETF's net asset value. As the Fund will pay certain charges (e.g. trading fees and brokerage fees) to buy or sell units of such ETFs on the SEHK, the Fund may pay more than the net asset value per unit when buying units on the SEHK, and may receive less than the net asset value per unit when selling units on the SEHK.
  - *Termination risk (applicable to index-tracking ETFs only)*: An underlying index-tracking ETF may be terminated early under certain circumstances, for example, where the relevant index is no longer available for benchmarking or if the size of the ETF falls below a pre-determined net asset value threshold. The Fund may not be able to recover its investments and suffer a loss when the underlying index-tracking ETF is terminated.

#### **7. Risks associated with investment in FDIs / hedging**

- The Fund may invest in FDIs for investment or hedging purposes. Risks associated with the use of FDIs 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 FDIs by the Fund. Exposure to FDIs may lead to a high risk of significant loss by the Fund.
- There is no assurance that the use of FDIs for hedging purposes will fully and effectively eliminate the risk exposure of the Fund. Hedging may become inefficient or ineffective. In adverse situations, the Fund may even suffer significant losses.

#### **8. Risks associated with investment in fixed income instruments with loss-absorption features**

- Fixed income instruments with loss-absorption features are subject to greater risks when compared to traditional fixed income instruments as such instruments are typically subject to the risk of being written down or converted to ordinary shares upon the occurrence of pre-defined trigger event(s) (e.g. when the issuer is near or at the point of non-viability or when the issuer's capital ratio falls to a specified level), which are likely to be outside of the issuer's control. Such trigger events are complex and difficult to predict and may result in a significant or total reduction in the value of such instruments.
- In the event of the activation of a trigger, there may be potential price contagion and volatility to the entire asset class. Fixed income instruments with loss-absorption features may also be exposed to liquidity, valuation and sector concentration risk.
- The Fund may invest in contingent convertible debt securities, commonly known as CoCos, which are highly complex and are of high risk. Upon the occurrence of the trigger event, CoCos may be converted into shares of the issuer (potentially at a discounted price), or may be subject to the permanent write-down to zero. Coupon payments on CoCos are discretionary and may be cancelled by the issuer at any point, for any reason, and for any length of time.
- The Fund may invest in senior non-preferred debts. While these instruments are generally senior to subordinated debts, they may be subject to write-down upon the occurrence of a trigger event and will no longer fall under the creditor ranking hierarchy of the issuer. This may result in total loss of principal invested.

#### **9. Risks associated with securities financing transactions**

- *Risks relating to securities lending transactions*: Securities lending transactions may involve the risk that the borrower may fail to return the securities lent out in a timely manner and the value of the collateral may fall below the value of the securities lent out.
- *Risks relating to sale and repurchase transactions*: In the event of the failure of the counterparty with which collateral has been placed, the Fund may suffer loss as there may be delays in recovering collateral placed out or the cash originally received may be less than the collateral placed with the counterparty due to inaccurate pricing of the collateral or market movements.



- *Risks relating to reverse repurchase transactions:* In the event of the failure of the counterparty with which cash has been placed, the Fund may suffer loss as there may be delay in recovering cash placed out or difficulty in realising collateral or proceeds from the sale of the collateral may be less than the cash placed with the counterparty due to inaccurate pricing of the collateral or market movements.

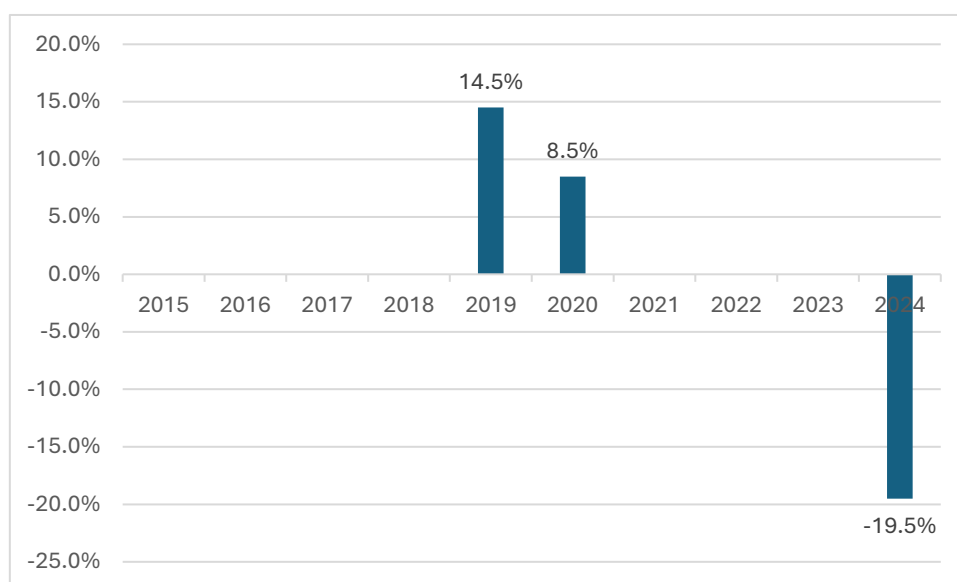
#### 10. Reliance on Sub-Investment Manager risk

- The Manager has delegated the investment discretion of the Fund to the Sub-Investment Manager and will rely on the Sub-Investment Manager's expertise and systems for the Fund's investments. Any disruption in the communication with or assistance from the Sub-Investment Manager or a loss of service of the Sub-Investment Manager or any of its key personnel may adversely affect the operations of the Fund.

#### 11. RMB currency risk and RMB denominated classes risk

- RMB is currently not freely convertible and is subject to exchange controls and restrictions. Investors may be adversely affected by movements of the exchange rates between RMB and other currencies.
- Non-RMB based investors who invest in RMB denominated classes are exposed to foreign exchange risk and there is no guarantee that the value of RMB against the investors' base currency will not depreciate. Any depreciation of RMB could adversely affect the value of investors' investment in the RMB denominated classes of Units. 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.

### How has the Fund performed?



**Note:** The Fund was dormant from the year 2021 until it is re-launched on 16 October 2023. The performance prior to 16 October 2023 was achieved under circumstances that no longer apply as a result of a change in investment objective and strategies of the Fund since the re-launch of the Fund. Investors should exercise caution when considering the past performance of the Fund prior to 16 October 2023.

- 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.
- Where no past performance is shown there was insufficient data available in that year to provide performance.
- For the period prior to the re-launch of the Fund on 16 October 2023:
  - Class I USD Unit was selected as the representative unit class of the Fund for the purpose of presenting past performance information by the Manager on the basis that Class I USD Unit was the sole class that had been launched.
  - These figures show by how much the Class I USD Units increased or decreased in value during the calendar year being shown. Performance data were calculated in USD including ongoing charges and

excluding subscription fee and redemption fee you might have to pay.

- Fund launch date: 07 November 2018
- Class I USD Unit launch date: 07 November 2018

## Is there any guarantee?

The Fund does not have any guarantees. 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 Units of the Fund.

#### Fees

#### What you pay

**Preliminary charge**

Up to 5% of the amount you buy

**Switching fee**

Up to 2%\* of the Unit realisation price for each Unit converted

**Redemption fee (i.e. realisation charge)**

Nil\*

### Ongoing fees payable by the Fund

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

#### Annual rate (as a % NAV)

**Management fee\*\***

Class A Units: 1.5%

Class B Units: Nil

Class I Units: 1.0%

**Performance fee**

Nil

**Trustee's fee\***

NAV of USD 0 to 200 million: 0.10% p.a.

NAV of over USD 200 to 600 million: 0.09% p.a.

NAV of over USD 600 million: 0.07% p.a.

(subject to a minimum of USD 6,000 per month)

**Administration fee**

Included in the Trustee's fee

**Custodian fee**

Included in the Trustee's fee

\* You should note that some fees may be increased, up to a specified permitted maximum, by giving affected Unitholders at least one month's prior notice. For details please refer to the section headed "Expenses and Charges" in the Explanatory Memorandum.

# Where the Fund invests in funds which are managed by the Manager, the Sub-Investment Manager or their Connected Persons (the "underlying funds"), the Manager will procure that the underlying fund(s) will not charge any management fee in order to ensure no double-charging of management fees.

### Other fees

You may have to pay other fees when dealing in the Units of the Fund. Please refer to the Explanatory Memorandum for details.

## Additional information

- The Fund's dealing cut-off time is 4:00 pm on each dealing day. Before placing your subscription or realisation orders, please check with your distributor for the distributor's internal dealing cut-off time (which may be earlier than the Fund's dealing cut-off time).
- You generally buy and realise Units at the Fund's NAV as at the relevant dealing day. The NAV is generally finalised on the business day following the relevant dealing day.
- The NAV of the Fund is calculated and the price of Units is published on each business day on the website [www.chinaamc.com.hk](http://www.chinaamc.com.hk)<sup>1</sup>.

<sup>1</sup> This website has not been reviewed by the SFC.

- Investors may obtain information on the distributor(s) appointed in respect of the Fund by making a telephone enquiry with the Manager on 3406 8686.

**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.