

# ChinaAMC Select Fixed Income Allocation Fund

## Fund Factsheet



As of 30 Sep 2022

37/F, Bank of China Tower, 1 Garden Road, Hong Kong

Investment involves risks, including the loss of principal. The price of units or shares of the Funds may go up as well as down. Past performance is not indicative of future results. The value of the Funds can be extremely volatile and could go down substantially within a short period of time. You should read the Fund's Placing Memorandum or Explanatory Memorandum and Product Key Facts Statement for details, including risk factors. Investors should not base investment decisions on this marketing material alone. Please note:

- ChinaAMC Select Fixed Income Allocation Fund (the "Fund") seeks to achieve capital appreciation by investing not less than 70% of the NAV in fixed income and debt instruments in markets worldwide.
- Investment in debt instruments involves volatility and liquidity risk, credit risk, interest rate risk, credit rating risk, valuation risk, downgrade risk and sovereign debt risk. Fixed income and debt instruments which are below investment grade or unrated are subject to lower liquidity, higher volatility, higher credit risk and greater risk of loss.
- Investment in short-term debt instruments are not risk-free. The turnover rates of the Fund's investments may be relatively high, as such the transaction costs incurred by the Fund will increase.
- RMB is not freely convertible and is subject to exchange controls and restrictions. There is no guarantee that the value of RMB against the investor's base currencies will not depreciate. Any depreciation of RMB could adversely affect the value of investors' investments in the Fund. Payment of redemptions and/or dividend in RMB may be delayed due to exchange controls and restrictions.
- Certain investments acquired by the Fund are denominated in currencies different from the Base Currency. The NAV of the Fund may be affected by exchange rates and by changes in exchange rate control.
- The Fund may acquire FDIs and may invest in structured notes for hedging purpose. The price of a derivative instrument can be very volatile and involves counterparty risk. Structured notes are complex, illiquid and there are risks of mispricing or improper valuation. They may not always perfectly track the value of the securities, rates or indices they are designed to track. Besides, structured notes are subject to insolvency or default risk of the issuers and usually involve an embedded leverage, so a relatively small adverse market movement could expose the Fund to an exceeded loss. In adverse situations, such hedging may become ineffective.
- The Fund may invest in other funds and additional fees may involve. There can be no assurance that 1) the liquidity of the underlying funds will always be sufficient to meet redemption requests; and 2) investment objective and strategy of the underlying funds will be successfully achieved.

### ▲ Investment Objective

The Fund seeks to achieve capital appreciation by directly or indirectly investing not less than 70% of the Net Asset Value of the Fund in fixed income and debt instruments in markets worldwide.

### ▲ Fund Information<sup>2</sup>

|                                 |   |
|---------------------------------|---|
| Legal Structure                 | Hong Kong domiciled umbrella structure unit trust |
| Investment Manager              | China Asset Management (Hong Kong) Limited        |
| Fund Size                       | USD 56.09 million                                 |
| Base Currency                   | USD   |
| Non-Base Currency Share Classes | HKD, RMB  |
| Dealing Frequency               | Daily   |
| Custodian                       | Bank of China (Hong Kong) Limited                 |
| Trustee                         | BOCI-Prudential Trustee Limited                   |

### ▲ Fund Performance<sup>1</sup>



### ▲ Portfolio Characteristics<sup>5</sup>

|                                |            |
|--------------------------------|------------|
| Weighted Avg Duration          | 1.59 Years |
| Weighted Avg Credit Ratings    | A-         |
| Weighted Avg Yield to Maturity | 6.04%      |

### ▲ Cumulative Return<sup>1</sup>

|                 | 1 Month | 3 Month | 6 Month | 1 Year | Since Inception <sup>3</sup> | Annualized-SI <sup>3</sup> |
|-----------------|---------|---------|---------|--------|------------------------------|----------------------------|
| Class I Acc USD | -1.35%  | -1.11%  | -2.58%  | -6.12% | +8.36%                       | +1.98%                     |
| Class A Acc USD | -1.31%  | -1.10%  | -2.62%  | -6.33% | +2.15%                       | +0.67%                     |
| Class A Acc HKD | -1.30%  | -1.06%  | -2.39%  | -5.61% | +2.49%                       | +0.78%                     |
| Class I Acc HKD | -1.34%  | -1.08%  | -2.35%  | -5.41% | +1.75% <sup>4</sup>          | +0.42%                     |
| Class A Acc RMB | +1.85%  | +5.07%  | +9.25%  | +3.13% | +4.49%                       | +3.25%                     |
| Class R Acc USD | -0.04%  | +0.19%  | -1.36%  | -5.11% | -5.44%                       | -4.56%                     |

### ▲ Yearly Return<sup>1</sup>

|                 | 2018                | 2019                | 2020   | 2021                | 2022YTD |
|-----------------|---------------------|---------------------|--------|---------------------|---------|
| Class I Acc USD | +1.08% <sup>3</sup> | +5.24%              | +7.28% | +0.14%              | -5.17%  |
| Class A Acc USD | -                   | +1.19% <sup>3</sup> | +6.85% | -0.27%              | -5.28%  |
| Class A Acc HKD | -                   | +0.74% <sup>3</sup> | +6.38% | +0.30%              | -4.66%  |
| Class I Acc HKD | +0.84% <sup>3</sup> | +4.63%              | -      | +0.41% <sup>4</sup> | -4.55%  |
| Class A Acc RMB | -                   | -                   | -      | -1.64% <sup>3</sup> | +6.24%  |
| Class R Acc USD | -                   | -                   | -      | -1.45% <sup>3</sup> | -4.05%  |

<sup>1</sup>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 calculated on NAV-to-NAV, with dividend reinvested. With effect from 15 May 2020, the investment objective and strategy of the Fund was changed. The performance of the Fund prior to 15 May 2020 was achieved under circumstances that no longer apply. The investment objective and strategy of the Fund was also changed on 6 December 2019.

<sup>2</sup>Please refer to the Fund's prospectus for further details (including fees).

<sup>3</sup>Calculated since the inception date of each respective share class.

<sup>4</sup>The NAV calculation of Class I Acc HKD was terminated on 22 Jan 2020 due to full redemption of share class and it was re-activated on 26 Jan 2021.

<sup>5</sup>Data source: factset

Source: China Asset Management (Hong Kong) Limited and Bloomberg unless specified otherwise.

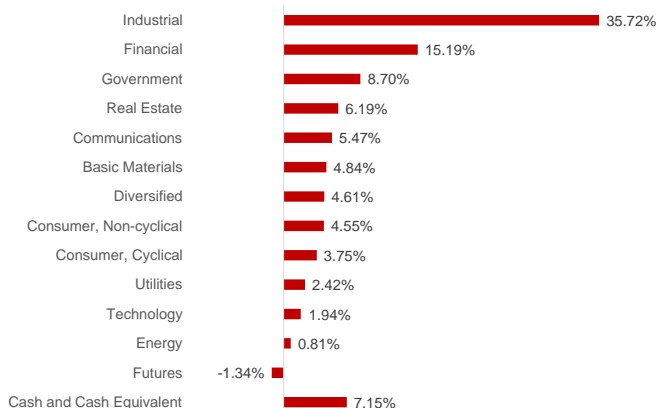
# ChinaAMC Select Fixed Income Allocation Fund

## Fund Factsheet

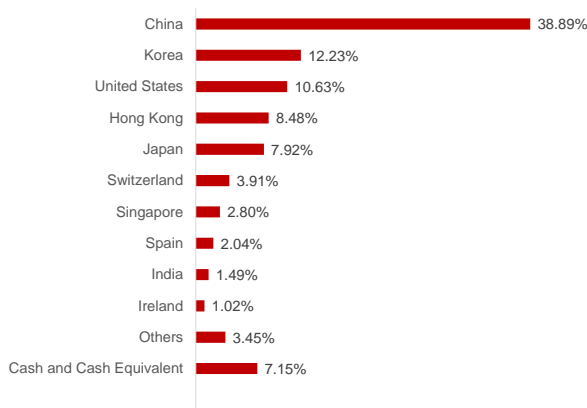


### ▲ Portfolio Allocation

#### Sector Exposure (%)



#### Geographical Exposure (%)



### ▲ Manager's Comment

The market weakened again in September. U.S. inflation exceeded expectations again. The FOMC meeting raised interest rates by 75bp as expected, the Federal Reserve continued its hawkish remarks, the endpoint and duration of interest rate hikes were re-priced, and economic data showed that the U.S. is still far from entering a substantial recession. U.S. bond yields continued to rise sharply, with the 2-year bond rising 79bp in a single month. Under the influence of factors such as liquidity crunch, worsening geopolitical situation and the European energy crisis, risk aversion was strong, and credit spreads in most parts of the world widened. The high-yield sector relatively outperformed under the support of technical aspects, especially the real estate sector, turned down again.

Portfolio allocation: In the face of market volatility, reduce relatively high BETA and long-term bonds and replace them with higher-quality US investment-grade bonds and bonds due within the year to ensure that the short-term returns of the portfolio are more stable.

### ▲ Available Share Classes

| Share Class                  | A Acc RMB     | I Acc HKD     | I Acc USD     | A Acc HKD     | A Acc USD     |
|------------------------------|---------------|---------------|---------------|---------------|---------------|
| Launch Date                  | 17-May-2021   | 27-Aug-2018   | 27-Aug-2018   | 02-Aug-2019   | 02-Aug-2019   |
| NAV per share                | RMB 10.481    | HKD 10.175    | USD 10.836    | HKD 10.249    | USD 10.215    |
| Bloomberg Code               | CHSFIAR HK    | CHSFIH HK     | CHSFIU HK     | CHSFAH HK     | CHSFAU HK     |
| ISIN Code                    | HK0000439619  | HK0000439650  | HK0000439635  | HK0000439627  | HK0000439601  |
| Initial Charge               | Up to 5% p.a. | Nil           | Nil           | Up to 5% p.a. | Up to 5% p.a. |
| Investment Management Fee    | 0.8% p.a.     | 0.4% p.a.     | 0.4% p.a.     | 0.8% p.a.     | 0.8% p.a.     |
| Minimum Initial Subscription | RMB 10,000    | HKD 5,000,000 | USD 1,000,000 | HKD 10,000    | USD 2,000     |

### ▲ Top 5 Holdings

| Security Name   | Sector    | Weight |
|---|-----------|--------|
| HUARONG FINANCE 2017 CO LTD 4% S/A PERP                 | Financial | 1.81%  |
| BANK OF AMERICA CORP 3.55% S/A 05MAR2024                | Financial | 1.77%  |
| MITSUBISHI UFJ FINANCIAL GROUP INC 5.063% S/A 12SEP2025 | Financial | 1.77%  |
| HSBC USA INC 3.75% S/A 24MAY2024                        | Financial | 1.77%  |
| BANCO SANTANDER SA 5.147% S/A 18AUG2025                 | Financial | 1.75%  |

Customer Hotline: (852) 3406 8686

Website: [www.chinaamc.com.hk](http://www.chinaamc.com.hk)

Email: [hkfund\\_services@chinaamc.com](mailto:hkfund_services@chinaamc.com)

#### Important Note

Investment involves risks. The value of the Fund's shares may go up as well as down. Past performance is not indicative of future performance, future return is not guaranteed and a loss of your original capital may occur. This material does not constitute an offer or solicitation of any transaction in any securities or collective investment schemes, nor does it constitute any investment advice. This document is provided for information purposes only and shall not be relied upon for making any investment decision. Certain information or data in this document has been obtained from unaffiliated third parties; we have reasonable belief that such information or data is accurate, complete and up to the date as indicated; China Asset Management (Hong Kong) Limited accepts responsibility for accurately reproducing such data and information but makes no warranty or representation as to the completeness and accuracy of data and information sourced from such unaffiliated third parties. You should not base on this material alone to make investment decision and should read the Fund's offering documents for further details, including risk factors. If necessary, you should seek independent professional advice. This material has been prepared and issued by China Asset Management (Hong Kong) Limited. This material has not been reviewed by the Securities and Futures Commission.