

ChinaAMC China Opportunities Fund

Fund Factsheet



Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme"²
(Applicable to Class A Acc HKD Only)



As of 31 Aug 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:
 - The Fund focuses on investing in equities of China-related companies with registered offices located in the People's Republic of China ("PRC") and/or Hong Kong, and/or China-related companies that do not have their registered offices in the PRC or Hong Kong but either (a) carry out a predominant proportion of their business activities in the PRC or Hong Kong, or (b) are holding companies which predominantly own companies with registered offices in the PRC or Hong Kong.
 - 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, currency and interest rate fluctuations. If the market value of equity securities in which the Fund invests in goes down, the net asset value of the Fund may be adversely affected, and investors may suffer substantial losses.
 - The Fund focuses its investments on China-related equity securities. The Fund is likely to be more volatile than a broad-based fund, as the Fund is more susceptible to fluctuations in value resulting from limited number of holdings or from unfavourable performance in such equity securities that the Fund invests in.
 - The Fund may invest in the PRC markets via indirect means, which involve certain risks and special considerations not typically associated with investment in more developed economies or markets, such as greater political, tax, economic, foreign exchange, liquidity, legal and regulatory risk.
 - The Fund may invest in the PRC domestic securities market indirectly through RQFII funds which may be subject to RMB currency risk, RQFII regime risk, A-Share market risk, RQFII ETFs risk and PRC tax risk.

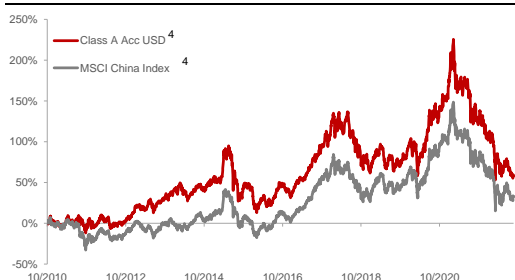
▲ Investment Objective

The Fund seeks to maximise capital growth by investing primarily (i.e. at least 70% of its net assets) in China related listed equity securities.

▲ Fund Information⁵

Legal Structure	Luxembourg SICAV (UCITS)
Investment Manager	China Asset Management (Hong Kong) Limited
Fund Size	USD 63.03 million
Base Currency	USD
Non-Base Currency Share Classes	EUR, GBP ¹ and HKD
Dealing Frequency	Daily
Management Company	FundRock Management Company S.A.
Depository	Brown Brothers Harriman (Luxembourg) S.C.A.

▲ Fund Performance³



	Class A Acc USD	Class A Acc EUR	Class A Acc HKD	Class I Acc USD
Launch Date	11-Oct-2010	11-Nov-2010	3-Nov-2014	22-Dec-2011
NAV per share	USD 15.787	EUR 19.796	HKD 109.591	USD 18.068
Bloomberg Code	CHCOAAU LX	CHCOAAE LX	CHCOAAH LX	CHCOIAU LX
ISIN Code	LU0531876844	LU0531876760	LU1097445909	LU0531877578
Initial Charge	Up to 5%	Up to 5%	Up to 5%	Up to 3%
Investment Management Fee	1.8% p.a.	1.8% p.a.	1.8% p.a.	1.0% p.a.
Minimum Initial Subscription	USD 1,000	EUR 1,000	HKD 10,000	USD 500,000

▲ Cumulative Return³

	1 Month	3 Month	6 Month	1 Year	Since Inception ⁶	Annualized-SI ⁶
Class A Acc USD	-2.93%	-7.79%	-18.82%	-32.99%	+57.87%	+3.91%
MSCI China (in USD)	+0.22%	-3.34%	-13.70%	-28.19%	+27.61%	+2.07%
Class A Acc EUR	-0.38%	-1.19%	-8.89%	-20.55%	+97.96%	+5.95%
Class A Acc HKD	-2.95%	-7.77%	-18.47%	-32.42%	+9.59%	+1.18%
Class I Acc USD	-2.86%	-7.59%	-18.47%	-32.43%	+80.68%	+5.69%

▲ Yearly Return³

	2017	2018	2019	2020	2021	2022YTD
Class A Acc USD	+55.86%	-19.82%	+16.11%	+37.62%	-22.29%	-24.21%
MSCI China (in USD)	+54.07%	-18.88%	+23.46%	+29.49%	-21.72%	-19.51%
Class A Acc EUR	+37.10%	-16.06%	+18.40%	+25.91%	-15.75%	-14.04%
Class A Acc HKD	+57.08%	-19.65%	+15.45%	+37.01%	-21.84%	-23.72%
Class I Acc USD	+57.17%	-19.15%	+17.10%	+38.78%	-21.65%	-23.78%

¹Not available in HK.

²The fund is approved as Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme" of Hong Kong Special Administrative Region.

³Past 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.

⁴Calculated since the inception date of Class A Acc USD share class.

⁵Please refer to the Fund's prospectus for further details (including fees).

⁶Calculated since the inception date of each respective share class.

⁷Source: © 2022 Morningstar. All Rights Reserved. Data as of 31 Aug 2022.

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

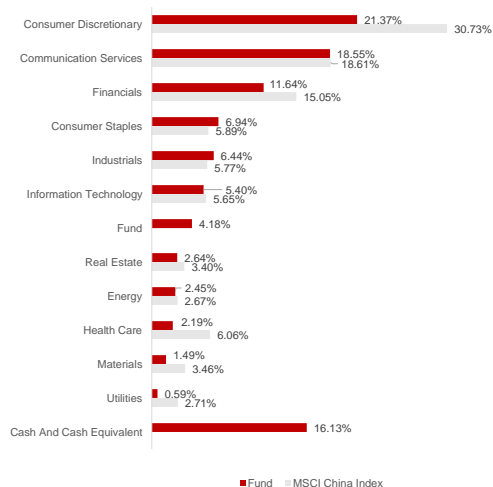
ChinaAMC China Opportunities Fund

Fund Factsheet

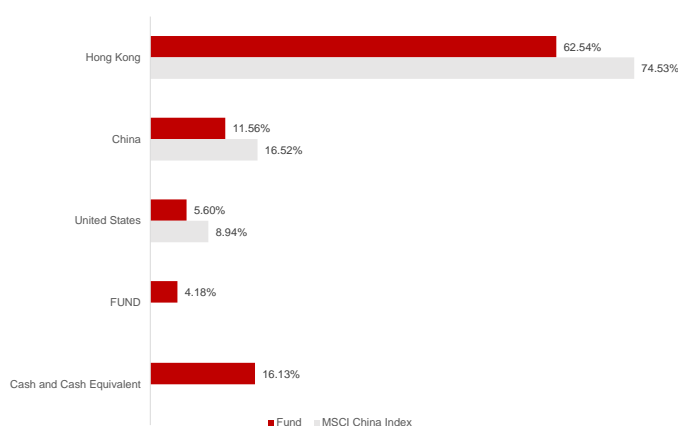


▲ Portfolio Allocation

Sector Exposure (%)



Geographical Exposure (%)



▲ Manager's Comment

MSCI China index slightly rose by 0.12% in the month of August, and outperformed most overseas equity markets, mainly driven by China's resumed stabilization measures and the better-than-expected earnings growth of most Chinese Internet giants. The process of China's economic recovery slowed down in July, and both the monthly credit data and monthly macro-economic data came in lower than expected, which highlighted the soft domestic demand, the weak private sector sentiment, and the negative impacts from recent COVID resurgence in mainland China. The good thing is that China resumed the pro-growth policies after the signs of economic slowdown emerged in July, which helped the momentum and sentiment pick-up and led to China equities' relative resilience in August. Following the 10bps MLF cut on Aug 15, the PBoC cut the 1yr and 5yr LPR by 5bps and 15bps respectively to support the real economy and stabilize China's property market. The State Council's meeting on Aug 24 announced a new round of stimulus package measures with a headline figure of 1 trillion yuan (0.8% of GDP), including 500 billion yuan additional special local government bonds, 300 billion yuan policy bank financing to support investment projects, and 200 billion yuan special bonds to ensure stable energy supply.

Besides, the PCAOB and the CSRC signed a preliminary agreement which allows PCAOB's access to the audit papers of Chinese ADRs. Though PCAOB said it was just the first step in removing the delisting risk of Chinese ADRs, we expect to see the final agreement reached by the end of this year. However, the US-China relations continued to disrupt China's equity market, as the US government imposed more restrictions on semiconductor-related exports to China, following the passage of the CHIPS and Science Act.

China's manufacturing PMI edged up to 49.4 in August from 49.0 in July, but remained in contractionary territory. The sequential improvement was influenced by the regional Omicron resurgence, the extreme heat and the power rationing. The output sub-index remained unchanged at 49.8 and the new order sub-index rose to 49.2 in August from 48.5 in July, reflecting the still weak production and demand. The non-manufacturing PMI further moderated to 52.6 in August from 53.8 in July, with softened recovery in both construction and service sectors.

Looking forward, we maintain our long-term positive view on China equity market. The attractive valuation, intact long-term earnings growth and the continuing southbound inflows will support the long-term performance of offshore China equities. In the near term, we expect the market to consolidate with relatively high volatility, due to lack of positive catalysts and continuing uncertainties from geopolitical tensions, COVID development and economic recovery. We expect the upcoming August credit and macro-economic data to show marginal improvement thanks to a low base, while the recent regional COVID outbreaks, the drought shock and the regional power shortage may weigh on activities. Externally, the hawkish speech delivered by Fed Chair Jerome Powell at the Jackson Hole Symposium knocked global markets into risk-off mode. The USD index broke out to 20yr highs and the real bond yields in the US and EU also moved up significantly, which may put pressure on the performance of global risk assets.

In terms of portfolio positioning, we will continue to seek a balance between value and growth. The growth to value rotation has returned in the second half of August. As China's 20th National Party Congress, held every 5 years to elect the new Party leadership, is set to begin on Oct 16, we are going to enter a stability maintenance window, which means the potential short-term downside risks should be limited. We will pay close attention to China's pro-growth policies, the progress of China's economic recovery and the external uncertainties.

Data source: Bloomberg, As of 31 Aug 2022.

▲ Top 5 Holdings

Security Name	Sector	Weight
Tencent Holdings Ltd	Communication Services	9.59%
Alibaba Group Holding Ltd	Consumer Discretionary	8.17%
China Mobile Ltd	Communication Services	5.71%
ChinaAMC New Horizon China A Share Fund	Fund	4.18%
Kweichow Moutai Co Ltd	Consumer Staples	3.63%

Customer Hotline: (852) 3406 8686

Website: www.chinaamc.com.hk

Email: hkfund_services@chinaamc.com

Important Note

Performance is net of Fund level fees/expenses but not sales charges which will reduce returns. 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 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.