

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 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:
- 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.

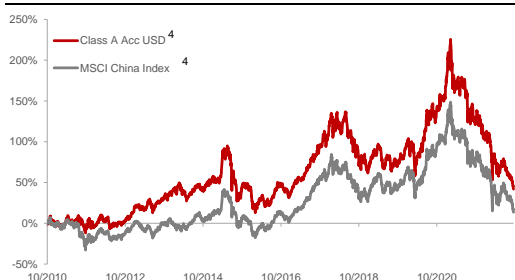
▲ Investment Objective

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 55.45 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 14.193	EUR 18.193	HKD 98.547	USD 16.255
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	-10.10%	-19.19%	-21.72%	-36.92%	+41.93%	+2.97%
MSCI China (in USD)	-14.55%	-22.50%	-19.85%	-35.39%	+9.03%	+0.72%
Class A Acc EUR	-8.10%	-13.90%	-11.04%	-25.24%	+81.93%	+5.16%
Class A Acc HKD	-10.08%	-19.15%	-21.52%	-36.43%	-1.45%	-0.18%
Class I Acc USD	-10.03%	-19.02%	-21.39%	-36.39%	+62.55%	+4.61%

▲ Yearly Return³

	2017	2018	2019	2020	2021	2022YTD
Class A Acc USD	+55.86%	-19.82%	+16.11%	+37.62%	-22.29%	-31.86%
MSCI China (in USD)	+54.07%	-18.88%	+23.46%	+29.49%	-21.72%	-31.23%
Class A Acc EUR	+37.10%	-16.06%	+18.40%	+25.91%	-15.75%	-21.00%
Class A Acc HKD	+57.08%	-19.65%	+15.45%	+37.01%	-21.84%	-31.41%
Class I Acc USD	+57.17%	-19.15%	+17.10%	+38.78%	-21.65%	-31.43%

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.

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

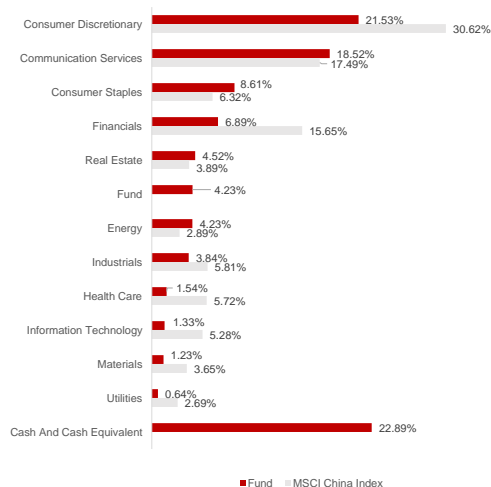
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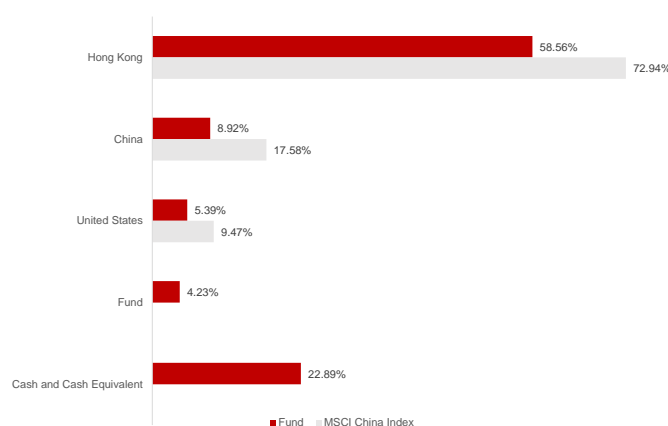


▲ Portfolio Allocation

Sector Exposure (%)



Geographical Exposure (%)



▲ Manager's Comment

MSCI China index dropped by 14.71% in the month of September, and underperformed other major equity markets, mainly driven by the hawkish Fed rate hike outlook, weaker global growth outlook and elevated geopolitical concerns. The higher-than-expected US CPI in August and thereafter the more-hawkish-than-expected rate hike outlook triggered the sharp rise of US Dollar and the bond yields, which led to investors' risk-off globally and depreciation of most currencies against US Dollar. The offshore RMB exchange rate against USD broke the 7.2 mark in the last week of the month and hit the lowest level since early 2008. PBoC announced to reimpose the 20% reserve requirement ratio for FX derivative sales effective from Sep 28. Also, PBoC published a statement on a FX market self-regulatory framework meeting and sent verbal guidance against the rapid depreciation of RMB. Geopolitical concerns continued to dampen the performance of equity market, including the US Senate Committee on Foreign Relations' passage of the Taiwan Policy Act, the elevated Russia-Ukraine situation, and the Europe's energy crisis. Besides, the UK's massive tax cuts further fueled the panic in late Sep, though the conditions temporarily eased after the announcement of UK's bond purchase program. The first batch of China ADR's audit document inspections started in mid-Sep and the results should be available before the end of 2022.

Internally, China's both COVID conditions and economic data marginally improved in Sep. The number of daily new cases in mainland China dropped to below 1000 and the cities running >10 cumulative new cases accounted for about 20% of China's GDP in late Sep vs. over 30% in early Sep. The relaxation of inbound restrictions in HK and Macau rekindled investors' expectation of China's reopening after the Party Congress in Oct. China's Aug macro data suggested the economic recovery was still underway albeit weak. More positive signs emerged in late Sep as a series of policies efforts was put forward to stimulate China's lukewarm property market. China's manufacturing PMI increased to 50.1 in Sep from 49.4 in Aug, back to the expansionary territory after 2 months of contraction and better than market consensus of 49.7. The new order sub-index rose further to 49.8 in Sep from 49.2 in Aug, and the output sub-index improved to 51.5 in Sep from 49.8 in Aug. The manufacturing sectors recovered on improved weather conditions and continued policy support. The non-manufacturing PMI fell to 50.6 in Sep from 52.6 in Aug, driven by deterioration in services sectors due to protracted Covid restrictions. The services sub-index fell to 48.9 in Sep from 51.9 in Aug, while the construction sub-index rose notably to 60.2 in Sep from 56.5 in Aug thanks to ongoing fiscal stimulus.

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 relatively high market volatility to continue, due to the weak economic recovery in China, ongoing geopolitical concerns, and global rate hike worries. More pro-growth policies are in need to stabilize the economic growth and rebuild the market confidence. Also, the geopolitical tensions, the economic status of the developed markets, and the attitudes of global central banks may bring more uncertainties to equity markets.

In terms of portfolio positioning, we will pay more attention to the quality names with strong cash flows and highly visible earnings growth in current volatile market and continue to seek a balance between value and growth. We will closely monitor the upcoming 20th Party Congress, China's pro-growth policies, the progress of China's economic recovery and the development of external uncertainties.

Data source: Bloomberg, As of 30 Sep 2022.

▲ Top 5 Holdings

Security Name	Sector	Weight
China Mobile Ltd	Communication Services	8.17%
Alibaba Group Holding Ltd	Consumer Discretionary	7.46%
Tencent Holdings Ltd	Communication Services	7.04%
ChinaAMC New Horizon China A Share Fund	Fund	4.23%
Kweichow Moutai Co Ltd	Consumer Staples	3.90%

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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.