

# ChinaAMC China Opportunities Fund

## Fund Factsheet



Morningstar Rating™<sup>6</sup>

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



As of 31 Jan 2023

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.

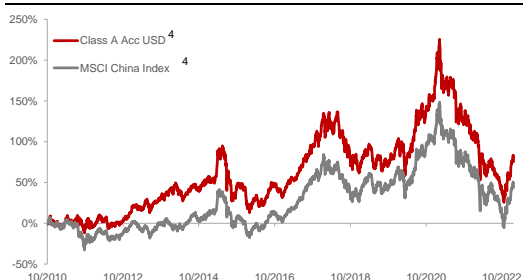
### ▲ Investment Objective

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 Information<sup>5</sup>

Legal Structure	Luxembourg SICAV (UCITS)
Investment Manager	China Asset Management (Hong Kong) Limited
Fund Size	USD 57.90 million
Base Currency	USD
Non-Base Currency Share Classes	EUR, GBP <sup>1</sup> and HKD
Dealing Frequency	Daily
Management Company	FundRock Management Company S.A.
Depository	Brown Brothers Harriman (Luxembourg) S.C.A.

### ▲ Fund Performance<sup>3</sup>



	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 17.569	EUR 20.291	HKD 121.803	USD 20.179
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 Return<sup>3</sup>

	1 Month	3 Month	6 Month	1 Year	Since Inception <sup>6</sup>	Annualized-SI <sup>6</sup>
Class A Acc USD	+11.64%	+39.94%	+8.03%	-12.78%	+75.69%	+4.68%
MSCI China (in USD)	+11.78%	+52.53%	+8.66%	-10.08%	+38.35%	+2.67%
Class A Acc EUR	+10.01%	+28.29%	+2.11%	-10.17%	+102.91%	+5.96%
Class A Acc HKD	+12.27%	+39.74%	+7.86%	-12.34%	+21.80%	+2.42%
Class I Acc USD	+11.73%	+40.24%	+8.49%	-12.04%	+101.79%	+6.52%

### ▲ Yearly Return<sup>3</sup>

	2018	2019	2020	2021	2022	2023YTD
Class A Acc USD	-19.82%	+16.11%	+37.62%	-22.29%	-24.45%	+11.64%
MSCI China (in USD)	-18.88%	+23.46%	+29.49%	-21.72%	-21.93%	+11.78%
Class A Acc EUR	-16.06%	+18.40%	+25.91%	-15.75%	-19.91%	+10.01%
Class A Acc HKD	-19.65%	+15.45%	+37.01%	-21.84%	-24.49%	+12.27%
Class I Acc USD	-19.15%	+17.10%	+38.78%	-21.65%	-23.81%	+11.73%

<sup>1</sup>Not available in HK.

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

<sup>3</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.

<sup>4</sup>Calculated since the inception date of Class A Acc USD share class.

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

<sup>6</sup>Source: © 2023 Morningstar. All Rights Reserved. Data as of 31 Jan 2023.

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

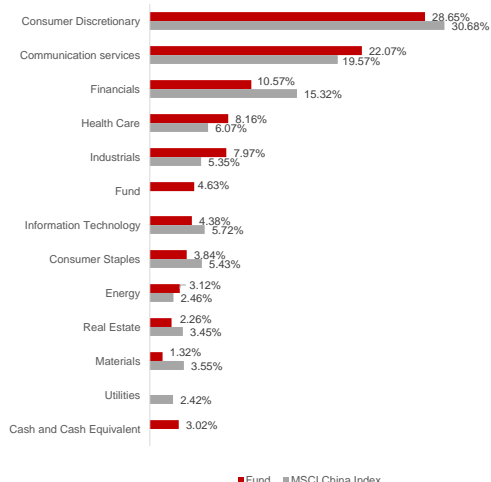
# ChinaAMC China Opportunities Fund

## Fund Factsheet

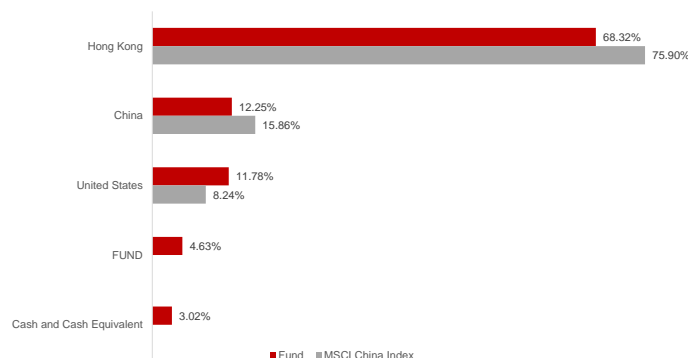


### ▲ Portfolio Allocation

#### Sector Exposure (%)



#### Geographical Exposure (%)



### ▲ Manager's Comment

MSCI China index rose by 12.25% in the month of January and continued the rally since late 2022, driven by the earlier and faster reopening process of China, the overall better-than-expected Dec macro data, investors' stronger expectation on China's growth outlook, more regulatory easing on Internet and more favorable external environment. China has been rapidly reaching its COVID herd immunity, as the government estimates about 80% of the population has already been infected with COVID. Recent CDC data on infections, hospitalizations and deaths suggest the "exit wave" is coming to an end. China's Dec macro data generally came in above expectations, led by a significant rebound in retail sales (despite the sharp spike in COVID cases), along with moderate pickup in FAI growth and better-than-expected held up industrial production. Due to the faster-than-expected transition to herd immunity and higher-than-expected sequential growth in 4Q22, most investors see larger upside risks to their previous expectations on China's economic growth in 2023. Investors appear to be starting to build a positive consensus on China macro and financial market outlook.

Chinese Vice Premier Liu He conveyed an unequivocal pro-business message at Davos, vowing that China will maintain focus on growth and stay on the path of supporting the private sector, deepening market-oriented reforms and opening up. Chinese financial technology giant Ant Group and 13 other platform companies "have basically completed business rectification" under the guidance and supervision of financial regulators, according to Guo Shuqing, Chairman of CBIRC. Also, Didi apps were allowed to return to Apple and Android app stores. The positive regulatory progress and continuous supportive statements from Chinese government on the private economy further increased investors' risk appetite on China equities. Besides, RMB continued to appreciate against USD in January on China's bullish economic recovery outlook and the market's lower expectation on the Fed rate hikes. The north-bound net buy value under the stock connect program in January has already exceeded 2022 annual level, and the inflows may continue in the coming months. China's manufacturing PMI rose to 50.1 in Jan from 47.0 in Dec, back to the expansionary territory as disruptions from reopening rapidly dissipated. The new order sub-index jumped to 50.9 in Jan from 43.9 in Dec, and the output sub-index rose to 49.8 in Jan from 44.6 in Dec, on ongoing recovery in demand and resumption of production. The non-manufacturing PMI jumped to 54.4 in Jan from 41.6 in Dec, showing a sharp acceleration in both construction and services sectors. The services sub-index rebounded sharply to 54.0 in Jan from 39.4 in Dec, and the construction sub-index rose to 56.4 in Jan from 54.4 in Dec.

Looking forward, we maintain our long-term positive view on China equity market. With the earlier and faster reopening process together with the continued countercyclical easing policies, China's economic growth is likely to exceed the market's previous expectations. During the first Chinese New Year holiday, most high-frequency data showed that the domestic economic activities were gradually getting rid of the influence from COVID and the pent-up travel and consumption demand rebounded significantly. In the coming weeks, we expect the market to consolidate after the sharp rally in the past 3 months, given more noises on geopolitical tensions and lack of further strong short-term catalysts.

In terms of portfolio positioning, we are more bullish on the performance of China equities and more active in the investment process. In terms of style, large-caps and growth stocks may outperform value stocks during the process of investors adding China positions. We continue to focus on the long-term policy beneficiaries (eg. software localization and advanced manufacturing), short-term policy beneficiaries (property and property-related sectors) and reopening-related opportunities (eg. consumer, Internet, financials and healthcare).

Data source: Bloomberg, As of 31 Jan 2023.

### ▲ Top 5 Holdings

Security Name	Sector	Weight
Tencent Holdings Ltd	Communication Services	10.12%
Alibaba Group Holding Ltd	Consumer Discretionary	5.23%
Meituan	Consumer Discretionary	4.71%
ChinaAMC New Horizon China A Share Fund	Fund	4.63%
Alibaba Group Holding Ltd	Consumer Discretionary	4.01%

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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.