

# 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)



华夏基金(香港)有限公司  
CHINA ASSET MANAGEMENT (HONG KONG) LIMITED

As of 31 May 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.

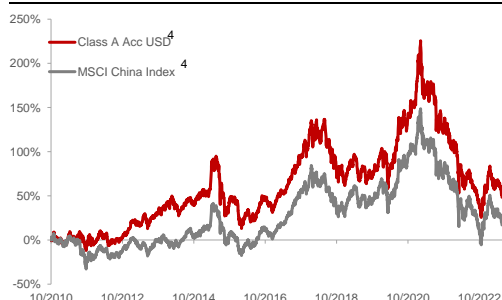
### ▲ Investment Objective

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 15.53 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	Class I Acc HKD
Launch Date	11-Oct-2010	11-Nov-2010	3-Nov-2014	22-Dec-2011	20-Mar-2023
NAV per share	USD 14.844	EUR 17.399	HKD 102.865	USD 17.096	HKD 9.428
Bloomberg Code	CHCOAAU LX	CHCOAAE LX	CHCOAAH LX	CHCOIAU LX	CHCOIAH LX
ISIN Code	LU0531876844	LU0531876760	LU1097445909	LU0531877578	LU1097446113
Initial Charge	Up to 5%	Up to 5%	Up to 5%	Up to 3%	Up to 3%
Investment Management Fee	1.8% p.a.	1.8% p.a.	1.8% p.a.	1.0% p.a.	1.0% p.a.
Minimum Initial Subscription	USD 1,000	EUR 1,000	HKD 10,000	USD 500,000	HKD 3,000,000

### ▲ Cumulative Return<sup>3</sup>

	1 Month	3 Month	6 Month	1 Year	Since Inception <sup>7</sup>	Annualized-Since Inception <sup>7</sup>
Class A Acc USD	-9.17%	-7.62%	-0.52%	-13.29%	+48.44%	+3.17%
MSCI China (in USD)	-8.43%	-9.23%	-4.34%	-14.75%	+12.55%	+0.94%
Class A Acc EUR	-6.55%	-8.21%	-3.48%	-13.15%	+73.99%	+4.51%
Class A Acc HKD	-9.35%	-7.80%	-0.10%	-13.43%	+2.87%	+0.33%
Class I Acc USD	-9.11%	-7.43%	-0.10%	-12.56%	+70.96%	+4.80%
Class I Acc HKD	-9.29%	-	-	-	-5.72%	-

### ▲ Yearly Return<sup>3</sup>

	2018	2019	2020	2021	2022	2023YTD <sup>7</sup>
Class A Acc USD	-19.82%	+16.11%	+37.62%	-22.29%	-24.45%	-5.67%
MSCI China (in USD)	-18.88%	+23.46%	+29.49%	-21.72%	-21.93%	-9.07%
Class A Acc EUR	-16.06%	+18.40%	+25.91%	-15.75%	-19.91%	-5.67%
Class A Acc HKD	-19.65%	+15.45%	+37.01%	-21.84%	-24.49%	-5.19%
Class I Acc USD	-19.15%	+17.10%	+38.78%	-21.65%	-23.81%	-5.34%
Class I Acc HKD	-	-	-	-	-	-5.72% <sup>7</sup>

<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 May 2023.

<sup>7</sup>Calculated since the inception date of each respective share class.

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

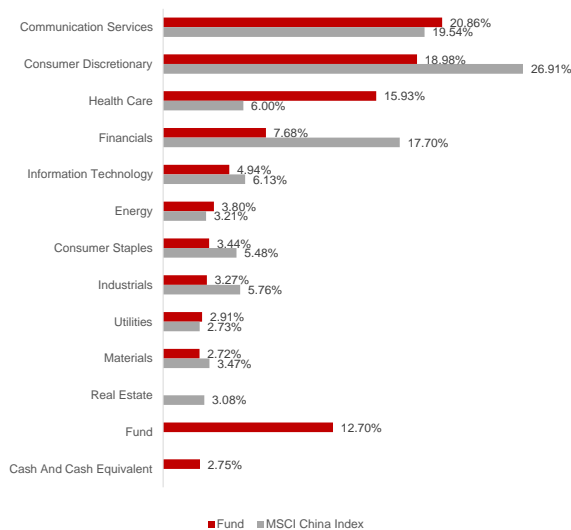
# ChinaAMC China Opportunities Fund

## Fund Factsheet

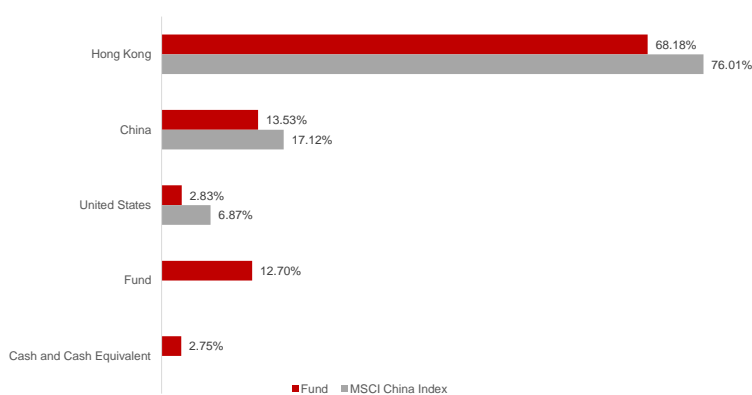


### ▲ Portfolio Allocation

#### Sector Exposure (%)



#### Geographical Exposure (%)



### ▲ Manager's Comment

MSCI China index dropped by 8.95% in the month of May, due to the weakened economic recovery, signs of a second COVID-19 wave and geopolitical tensions. Apart from a few consumption-related categories, most macro indicators in China showed sequential declines since April, after the release of pent-up demand in 1Q23. China's loan and credit growth also slowed significantly from 1Q23, likely due to front-loading of loan extensions and weak credit demand. The renewed property distress is leading to worsening funding stress for developers and LGFVs. The Japanese government announced that 23 items, including advanced semiconductor manufacturing equipment, will be added to the list of items subject to export controls, which will make it more difficult for companies to export to China. Signs of US/China resuming communication started to emerge in mid-May, as several government official meetings took place.

China's manufacturing PMI fell to 48.8 in May from 49.2 in Apr, mainly due to insufficient demand (especially in chemical fibers, non-metallic mineral products and ferrous metal processing industries). The new order sub-index decreased to 48.3 in May from 48.8 in Apr, and the output sub-index fell to 49.6 in May from 50.2 in Apr. The non-manufacturing PMI moderated to 54.5 in May from 56.4 in Apr, which was still solid but lower than market expectations, suggesting continued recovery in construction and services sectors but at a slower sequential pace. The construction sub-index fell to 58.2 in May from 63.9 in Apr but remained elevated, and the NBS noted that construction enterprises were optimistic about the outlook of construction sector. The services sub-index fell to 53.8 in May from 55.1 in Apr, with the PMIs of service industries such as airlines, ship and road transport services and telecommunication above 60 and the PMI in property sector below 50.

Looking forward, we maintain our long-term positive view on China equity market. A series of weaker-than-expected economic and financial data in recent weeks fueled worries about the strength of China's economic recovery, and sparked anticipation of further domestic policy stimulus (especially over the property sector in major cities) to restore the upward growth momentum. Although domestic policy seems to be reluctant to introduce another round of massive stimulus recklessly, the extremely depressed valuations mean limited downside risks. However, a better domestic growth outlook is still the prerequisite for a more sustainable rally. We will see whether China's high-frequency economic indicators will improve in the coming monthly and whether more pro-growth measures will be rolled out at the Politburo meeting in late July.

In terms of portfolio positioning, we will continue to seek a balance between value and growth. 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). Also, we will prudently pay attention to some thematic investment opportunities, including AI and SOE re-rating.

Data source: Bloomberg. As of 31 May 2023.

### ▲ Top 5 Holdings

Security Name	Sector	Weight
ChinaAMC New Horizon China A Share Fund	Fund	12.70%
Alibaba Group Holding Ltd	Consumer Discretionary	9.97%
Tencent Holdings Ltd	Communication Services	9.73%
Zhejiang Xianju Pharmaceutical Co Ltd	Health Care	4.57%
Meituan	Consumer Discretionary	4.56%

**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

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.