

# ChinaAMC New Horizon China A Share Fund\*

## Fund Factsheet



As of 30 Dec 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 invests primarily in China A-Shares listed on SSE and SZSE through the QFI status granted to the Investment Manager and through Stock Connect.
- Investment in equity securities is subject to market risk and the prices of such securities may be volatile.
- Investing in the PRC, involves risks associated with emerging market, with greater political, tax, economic, foreign exchange, liquidity, legal and regulatory risks.
- The Fund is subject to risks relating to the QFI regime, such as change of rules and regulations, default in execution or settlement of transaction by a PRC broker or the PRC Custodian and repatriation restrictions.
- The Fund is subject to risks associated with the Stock Connect, such as change of relevant rules and regulations, quota limitations, suspension of programme.
- Investment in Mainland China debt securities involves volatility and liquidity risks, credit/country risk, interest rate risk, credit rating and downgrading risk, credit rating agency risk, and valuation risk.
- The Fund may acquire FDI for investment and/or hedging purposes. Risks associated with FDI include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. Exposure to FDI may lead to a high risk of significant loss by the Fund.
- The Fund will hold investments denominated in currencies different to the base currency, meaning the Fund will be at risk to adverse movements in the foreign currency rates. RMB is currently not freely convertible and is subject to exchange controls and restrictions. A non-RMB based investors in units are exposed to foreign exchange risk.

### ▲ Investment Objective

The Fund seeks to achieve capital appreciation and income generation by investing primarily in onshore RMB (i.e. CNY) denominated equity securities issued by issuers, based in, or having a significant exposure to, the People's Republic of China and the Hong Kong S.A.R.

### ▲ Fund Information<sup>1</sup>

<b>Legal Structure</b>	Luxembourg SICAV (UCITS)
<b>Investment Manager</b>	China Asset Management (Hong Kong) Limited
<b>Fund Size</b>	11.32 million
<b>Base Currency</b>	USD
<b>Non-Base Currency Share Classes</b>	EUR, GBP or RMB (CNH)
<b>Dealing Frequency</b>	Daily
<b>Management Company</b>	FundRock Management Company S.A.
<b>Depository</b>	Brown Brothers Harriman (Luxembourg) S.C.A.

### ▲ Fund Performance<sup>2</sup>



	Class A-ACC-RMB	Class A-ACC-USD	Class I-ACC-USD
<b>Launch Date</b>	13-Jan-2015	5-Jan-2015	28-Nov-2014
<b>NAV per share</b>	RMB 18.998	USD 16.253	USD 20.356
<b>Bloomberg Code</b>	CASOAAAR LX	CASOAAU LX	CASOIAU LX
<b>ISIN Code</b>	LU1077606280	LU1077605712	LU1077607924
<b>Initial Charge</b>	Up to 5% p.a.	Up to 5% p.a.	Up to 3% p.a.
<b>Investment Management Fee</b>	Up to 1.5% p.a.	Up to 1.5% p.a.	Up to 1% p.a.
<b>Minimum Initial Subscription</b>	RMB 10,000	USD 1,000	USD 500,000

### ▲ Cumulative Return<sup>2</sup>

	1 Month	3 Month	6 Month	1 Year	Since Inception <sup>3</sup>	Annualized-SI <sup>3</sup>
<b>Class I Acc USD</b>	-2.33%	+0.70%	-17.33%	-29.36%	+103.56%	+9.18%
<i>MSCI China A (in USD)</i>	+1.80%	+3.73%	-16.01%	-27.23%	+21.96%	+2.48%
<b>Class A Acc USD</b>	-2.33%	+0.70%	-17.33%	-29.35%	+62.53%	+6.27%
<b>Class A Acc RMB</b>	-4.57%	-2.36%	-14.81%	-23.13%	+89.98%	+8.39%

### ▲ Yearly Return<sup>2</sup>

	2017	2018	2019	2020	2021	2022YTD
<b>Class I Acc USD</b>	+44.80%	-30.79%	+25.47%	+61.12%	+34.87%	-29.36%
<i>MSCI China A (in USD)</i>	+20.28%	-32.99%	+37.48%	+40.04%	+4.03%	-27.23%
<b>Class A Acc USD</b>	+43.66%	-31.29%	+24.17%	+59.58%	+35.35%	-29.35%
<b>Class A Acc RMB</b>	+34.30%	-27.74%	+25.98%	+48.87%	+32.14%	-23.13%

<sup>1</sup>Please refer to the Fund's prospectus for further details (including fees). The Fund has removed performance fee charges from 29 June 2021.

<sup>2</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>3</sup>Calculated since the inception date of each share class.

<sup>4</sup>Source: © 2022 Morningstar. All Rights Reserved. Data as of 30 Dec 2022.

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

\*The fund changed name from ChinaAMC China A Share Opportunities Fund to ChinaAMC New Horizon China A Share Fund since 21 May 2019.

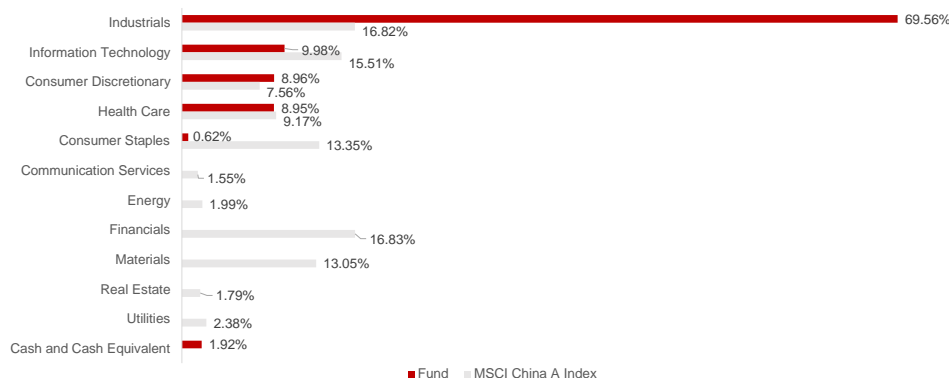
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### ▲ Portfolio Allocation

#### Sector Exposure (%)



### ▲ Manager's Comment

In December, the Wind All A-shares Index fell by 2.12%, the CSI 300 Index rose by 0.48%, the ChiNext Index rose by 0.06%, while the MSCI China (USD) Index rose by 5.16%, and the Hang Seng Index rose by 6.37%. The performances of Dow Jones, S&P 500, and Nasdaq in the United States were -4.17%, -5.90%, and -8.73%, respectively. Chinese stocks outperformed U.S. stocks, and Hong Kong stocks outperformed A-shares. Sector wise, A-share consumer sectors such as food and beverage, beauty care, social retail, and business services outperformed the market, while cyclical sectors such as coal, real estate, architectural decoration, automobiles, non-ferrous metals, petroleum and petrochemicals, and machinery and equipment underperformed. In December, China's reopening process was faster than market expectations. After adjusting the Covid control measures, various localities have accelerated the reduction of various restrictions on travel, consumption and other economic activities. Although the infection rate is high, it also exceeds a certain degree of medical resources. However, in December, we also saw some cities with earlier infection peaks, which started a trend of rapid recovery in consumption and transportation. From the perspective of stabilizing economic policies, the Central Economic Work Conference has made positive statements on private enterprises and the platform economy, and policies to defuse risks in the real estate industry are also being introduced continuously. Active policies are conducive to the restoration of investor confidence. The economic data in December, affected by the outbreak of the epidemic, was relatively poor from PMI to consumption, but investors paid more attention to the future economic recovery rather than the current downturn. From the perspective of the external environment, in the middle of the month, the PCAOB announced that it will be able to comprehensively inspect the issuer audit papers of PCAOB-registered accounting firms headquartered in mainland China and Hong Kong, which relieves the risk of delisting. In 2022, the internal factors that mainly restrict the normal operation of China's economy, the epidemic prevention and control policies, real estate and platform economic supervision policies were all lifted in November and December, and the recovery of investors' confidence in economic recovery drove the market to continue to rise. The external environment, including the easing of U.S. inflation, the decline in the Fed's interest rate hike, and the resolution of the issue of Chinese concept stocks have also eased, which also supported the market's rise. Hong Kong stocks fell more sharply before, and benefited from the platform economy, the adjustment of real estate industry regulatory policies, and the improvement of the external environment, the rebound of Hong Kong stocks was stronger than that of A shares. The rising sectors in the market are also mainly consumer sectors after the economy is operating normally. Looking ahead, we believe that Sino-US relations will be relatively stable but there are still frictions. We need to observe the bills on the Taiwan issue of China and related issues related to competition with China after the US Congress begins its work. We believe that US inflation has passed the inflection point, and the Fed's interest rate hike may end in the first half of 2023, but we need to observe the duration of interest rates at high levels. From the perspective of internal factors, we believe that the economy in the first quarter is mainly due to the initial recovery of consumption after the relaxation of epidemic control and the implementation of stable growth policies focusing on infrastructure, construction, and capital expenditures of central enterprises. The pressure on China's economic recovery after a mild recession, and it is necessary to observe whether consumption and real estate investment can return to a relatively normal state. In the future, the actual recovery speed of China's economy may be even more critical. With the opening of China's economic reopening process and the continuous introduction of policies to stabilize growth, China's economic growth, corporate profitability improvement, market uncertainty decline, and investor risk in 2023 will be more critical. The increase in preferences and the weakening of external unfavorable factors are expected to significantly improve the performance of the Chinese stock market in 2023. A faster-than-expected reopening process and more clarity on policymakers' emphasis on economic growth will support corporate earnings growth bottoming out in the first quarter of 2023, and investors will turn more attention to China's post-reopening outlook, economic recovery, and assessing the impact of short- and long-term policy adjustments. We believe that the market will have more structural opportunities after the rebound. We will pay more attention to industries such as self-control and advanced manufacturing encouraged by long-term policies, real estate and real estate chain-related industries supported by short-term intensive policies, and industries that benefit from the reopening of the economy, as well as investment opportunities related to consumption, Internet, finance and medical care.

Data source: Bloomberg. As of 30 Dec 2022.

### ▲ Top 5 Holdings

Security Name	Sector	Weight
Jilin Jinguan Electric Co Ltd	Industrials	9.92%
RoboTechnik Intelligent Technology Co Ltd	Industrials	9.75%
Jiangsu Yangdian Science & Technology Co Ltd	Industrials	8.82%
VT Industrial Technology Co Ltd	Consumer Discretionary	8.53%
Shenzhen SC New Energy Technology Corp	Information Technology	4.44%

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#### Important Note

The Fund is a UCITS fund and is registered in Hong Kong and authorized by SFC on 22 November 2021.

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.