

# ChinaAMC Select Greater China Technology Fund\*

## Fund Factsheet



As of 31 Mar 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:

- ChinaAMC Select Greater China Technology Fund (the "Fund") will invest primarily in China-Related Technology Companies and in the opinion of the Manager, will likely benefit from innovations, use of new technologies or offering products and services that meet the demands of the new and evolving China economy ("China-Related Technology Companies"). The Fund may invest a small portion of its assets in fixed income securities, equities listed on stock exchanges around the world other than the Greater China, other collective investment schemes and invest directly in Mainland China securities.
- The Fund will invest in equity securities and is subject to general market risk and the prices of such securities may be volatile.
- The Fund may also invest in companies of any market capitalization including but not limited to companies with small or medium market capitalization. The stocks of companies with small or medium market capitalization may have lower liquidity and their prices are more volatile to adverse economic developments than those of larger market capitalization companies in general.
- The Fund will focus its investments on China-Related Companies and such investments will increase the Sub-Fund's vulnerability to the economic, political or regulatory or tax developments of a single country such as China. Also, the Fund is likely to be more volatile than a fund having a more diverse portfolio of investments.
- The Fund may invest in the PRC markets, 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 will invest in debt investments and is subject to liquidity risk, credit risk, interest rate risk, credit rating risk, valuation risk, downgrade risk and sovereign debt risk. Generally, the prices of debt securities rise when interest rates fall, whilst their prices fall when interest rates rise.
- The Fund may invest in convertible bonds which are a hybrid between debt and equity, permitting holders to convert into shares in the company issuing the bond at a specified future date. As such, convertibles will be exposed to equity movement and greater volatility than straight bond investments. Investments in convertible bonds are subject to the same interest rate risk, credit risk, liquidity risk and prepayment risk associated with comparable straight bond investments.
- The Fund may invest the Stock Connect which may have potential retrospective effect. Where a suspension in the trading through the programme is effected, the Fund's ability to achieve its investment objective could be negatively affected.
- The Fund may invest in depositary receipts that may generate additional risks compared to a direct exposure to the underlying stocks, including the risk of non-segregation of the underlying stocks from the depositary banks' own assets and liquidity risk. These may negatively affect the performance and/or liquidity of the Fund.
- Debt instruments with loss-absorption features are subject to the risk of being written down or converted to ordinary shares upon the occurrence of certain pre-defined trigger events, which are complex and difficult to predict and may result in a significant or total reduction in the value of such instruments.
- The Fund may invest in urban investment bonds which are typically not guaranteed by Chinese central or local governments. In the event of default, the Fund could suffer substantial loss.
- Some Classes of the Fund are denominated and settled in RMB; subscription and redemption must be made in RMB. RMB is not freely convertible and is subject to exchange controls and restrictions. There is no guarantee that the value of RMB against the investor's base currencies (for example HKD) will not depreciate. Any depreciation of RMB could adversely affect the value of investors' investments in the RMB classes. Under exceptional circumstances, redemption proceeds in RMB may be delayed due to exchange controls and restrictions applicable to RMB.

### ▲ Investment Objective

The Fund seeks to achieve long term capital growth by primarily (i.e. not less than 70% of its Net Asset Value) investing in China-Related Technology Companies (as defined below). To achieve the investment objective, not less than 70% of the Fund's Net Asset Value will be invested in equities of technology companies which, in the opinion of the Manager, will likely benefit from innovations, use of new technologies or offering products and services that meet the demands of the new and evolving China economy ("China-Related Technology Companies") with registered offices located in the Greater China area (including Mainland China, Hong Kong, Macau and Taiwan), and/or China Related Technology Companies that do not have their registered offices in the Greater China area but either (a) carry out a predominant proportion of their business activities in Greater China or (b) are holding companies which predominantly own companies with registered offices in Greater China.

### ▲ Fund Information<sup>1</sup>

Legal Structure	Hong Kong domiciled umbrella structure unit trust
Investment Manager	China Asset Management (Hong Kong) Limited
Fund Size	HKD 75.61 million
Base Currency	HKD
Dealing Frequency	Daily
Custodian	Bank of China (Hong Kong) Limited
Trustee	BOCI-Prudential Trustee Limited

### ▲ Fund Performance<sup>2,3</sup>



Class A HKD	16-Nov-2018
NAV per share	HKD 10.1498
Bloomberg Code	CAMSEAH HK
ISIN Code	HK0000165453
Initial Charge	Up to 5%
Investment Management Fee	Up to 1.75%
Minimum Initial Subscription	HKD 10,000

### ▲ Cumulative Return<sup>2</sup>

	1 Month	3 Month	6 Month	1 Year	Since Inception <sup>4</sup>	Annualized- <sup>4</sup> Since Inception
Class A HKD	+8.92%	+8.40%	+18.65%	-12.03%	+1.50%	+0.84%
Hang Seng Tech Index	+9.67%	+4.26%	+24.86%	-4.89%	-23.05%	-3.28%

### ▲ Yearly Return<sup>2</sup>

	2018	2019	2020	2021	2022	2023YTD
Class A HKD	-5.88% <sup>3</sup>	+12.13%	+56.23%	-0.23%	-43.08%	+8.40%
Hang Seng Tech Index	-2.09%	+22.87%	+28.86%	-32.04%	-26.66%	+4.26%

<sup>1</sup>Please refer to the Fund's Explanatory Memorandum for further details (including fees).

<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. With effect from 3 April 2021, the investment objective and strategy of the Fund was changed. The performance of the Fund prior to 3 April 2021 was achieved under circumstances that no longer apply. The investment strategy of the Fund was changed in 26 January 2018 and 6 December 2019. The investment objective of the fund was also changed in 1 September 2016.

<sup>3</sup>Calculated since ChinaAMC Select Greater China Technology Fund (Class A HKD) inception on 16 November 2018.

<sup>4</sup>Calculated since the inception of each respective share class.

\*With effect from 3 April 2021, the fund name has been changed from ChinaAMC Select New Economy Fund to ChinaAMC Greater China Technology Fund.

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

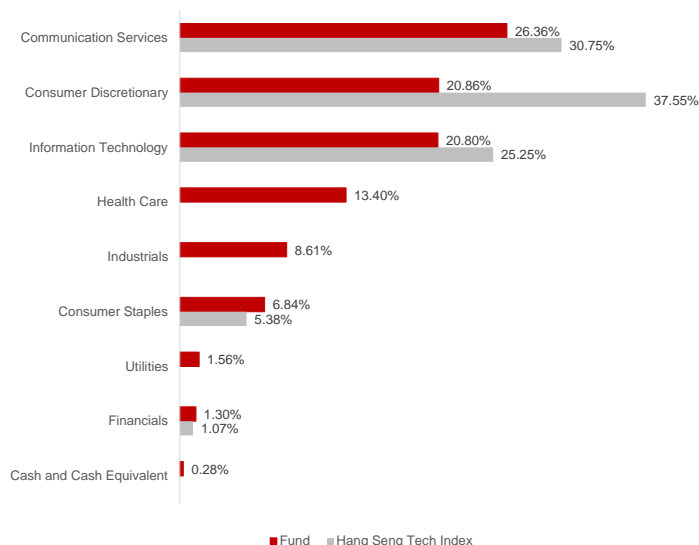
# ChinaAMC Select Greater China Technology Fund\*

## Fund Factsheet

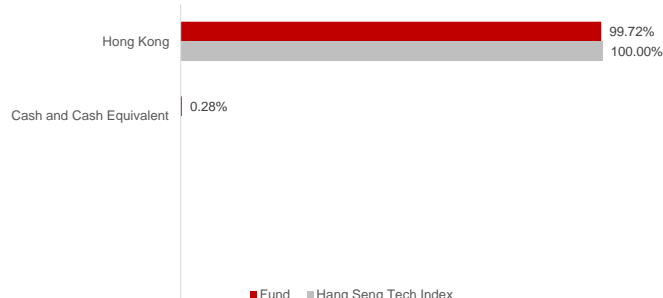


### ▲ Portfolio Allocation

#### Sector Exposure (%)



#### Geographical Exposure (%)



### ▲ Manager's Comment

In the latter half of March, the Hang Seng Tech Index rebounded due to the recovery of global financial conditions, further support for the internet industry by China, and easing geopolitical factors, rising by 9.65% for the entire month. In late March, Alibaba and JD.com unexpectedly announced major business adjustments following Tencent's better-than-expected performance guidance and Jack Ma's return to China, and investors responded positively to these moves. At the same time, Premier Li Keqiang's optimistic outlook for the Chinese economy in his keynote speech at the Boao Forum for Asia also boosted market confidence. Premier Li stated that the momentum and trend of China's economic growth are strong, and new measures will be launched to expand market access, optimize the business environment, and ensure project landing, continuously improving the institutional environment for state-owned enterprises, private enterprises, and foreign enterprises to be daring and innovative. Artificial intelligence became the most important theme in the technology industry in March, with related concept stocks rising sharply. However, there is still considerable uncertainty about the development of subsequent technologies, monetization space, and companies that can benefit substantially. Funds are also considering cautious participation from a fundamental perspective while considering safety margins.

The fund's performance in March was slightly lower than that of the Hang Seng Tech Index. The fund achieved positive excess returns in both its allocation and stock selection in the information technology industry, but performed poorly in stock selection in the non-daily consumption industry. At the same time, the fund's investment in the pharmaceutical industry also made a certain negative contribution to net worth due to the overall weakness of the industry. The rapid changes in external macro factors in March increased the difficulty of investment decision-making, but the fund will continue to adhere to a stable and sustainable investment philosophy, striving to achieve good performance in the medium and long term through reasonable industry allocation and bottom-up stock selection.

Looking ahead, the fundamental recovery of the Chinese economy is expected to remain strong, and structural policies are expected to continue to strengthen. The improvement in liquidity expectations after the decline in Fed interest rate hike expectations will also be favorable for the valuation of the Chinese stock market. Recently, there has been a significant increase in interactions between Chinese officials and foreign company executives, and the major adjustments announced by Alibaba and JD.com have verified the "pro-business" policy tone set by the Chinese government at the Central Economic Work Conference at the end of last year. The action taken by the National Cyberspace Administration to crack down on malicious comments that damage the reputation of entrepreneurs also shows support for the private sector. Given the important role of private enterprises in protecting employment and promoting income growth, we expect policy tailwinds for the private economy to continue for the remainder of this year, while the internet and technology industry is expected to benefit from economic recovery, policy support, and the development of new technologies.

Data source: Bloomberg. As of 31 Mar 2023.

### ▲ Top 5 Holdings

Security Name	Sector	Weight
KUAISHOU TECHNOLOGY	Communication Services	9.63%
GEELY AUTOMOBILE HLDGS LTD	Consumer Discretionary	9.55%
XIAOMI CORP-CLASS B SHARE	Information Technology	8.52%
MEITUAN-CLASS B	Consumer Discretionary	6.85%
BAIDU INC-SW	Communication Services	6.71%

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)

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#### Risk Warning

Investment involves risks. The price of the Fund's units 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 received from such unaffiliated third parties. You should read the Fund's offering documents for further details, including details of the risks involved in investing in the Fund.