

# ChinaAMC China Focus Fund

## Fund Factsheet



As of 30 Jun 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 seeks to take investment exposure to companies in or have significant business exposure to China. Investment in China-related companies and in Chinese markets may involve (i) heightened political, tax, economic, foreign exchange, liquidity and regulatory (including the QFII policy) risks, compared to more developed economies or markets; and (ii) concentration risk which may result in greater volatility than broad-based investments. The China A Share market is also unstable, subject to risks of stock suspension, government intervention and foreign investment restrictions.
- The Fund will obtain exposure to the A Share market, partly or fully by investing into access products and will be exposed to the counterparty risk of the issuer of the access products. The availability of access products is limited by applicable regulations in China, and as a result the cost of investment is subject to market supply and demand forces. Where the supply is low relative to the demand, acquiring access products may involve a higher cost or a premium.
- The Fund is subject to risks associated with the Stock Connect, such as change of relevant rules and regulations, quota limitations, suspension of the Stock Connect and information technology limitation. In the event that the Fund's ability to invest in A Shares through the Stock Connect on a timely basis is adversely affected, the Manager will rely on A Share access products investment.
- The Fund will invest in A Share ETFs and is subject to the fees and charges and the risk of tracking errors of the relevant A Share ETFs. If the Fund invests in synthetic ETFs, it will also subject to risks related to derivative instruments.
- There are risks and uncertainties associated with the current PRC tax laws, regulations and practices in respect of capital gains (which may have retrospective effect). Possible changes on the actual applicable tax rates imposed by the SAT and possible expiration of the current exemption of corporate income tax on capital gains may increase the Fund's tax liability and adversely affect the Fund's NAV.
- The Fund will hold investments denominated in currencies different to the base currency of the Fund, meaning the Fund will be at risk to adverse movements in the foreign currency rates.

### ▲ Investment Objective

The Fund seeks to provide investors with long term capital growth through exposure to China-related companies by investing in equities and equity related instruments.

### ▲ Fund Performance<sup>1</sup>



### ▲ Fund Information<sup>2</sup>

<b>Legal Structure</b>	Hong Kong domiciled umbrella structure unit trust
<b>Investment Manager</b>	China Asset Management (Hong Kong) Limited
<b>Inception Date</b>	10 December, 2010
<b>Fund Size</b>	USD 21.40 million
<b>Base Currency</b>	USD
<b>Available Dealing Currencies</b>	USD/EUR/GBP/AUD/SGD/HKD
<b>Dealing Frequency</b>	Daily
<b>Trustee</b>	Cititrust Limited
<b>Custodian</b>	Citibank, N.A. (Hong Kong branch)
<b>Management Fee</b>	1.8% p.a.
<b>Subscription Charge:</b>	Up to 5%
<b>Performance Fee:</b>	10% of appreciation in the NAV per unit during a performance period above the high watermark of the relevant class of units

	USD unit	AUD unit	EUR unit	HKD unit	SGD unit
<b>Fund Price</b>	USD12.609	AUD16.855	EUR 16.256	HKD 13.001	SGD 13.749
<b>Bloomberg Ticker</b>	CACFUSD HK	CACFAUD HK	CACFEUR HK	CACFHKD HK	CACFSGD HK
<b>ISIN Number</b>	HK0000352960	HK0000352911	HK0000352929	HK0000352945	HK0000352952

### ▲ Cumulative Return<sup>1</sup>

	1 Month	3 Month	6 Month	1 Year	Since Inception <sup>3</sup>	Annualized-SI <sup>3</sup>
<b>Fund (USD)</b>	+2.46%	+1.42%	-18.91%	-35.92%	+26.09%	+2.03%
<b>Fund (AUD)</b>	+6.89%	+10.76%	-14.24%	-29.35%	+68.55%	+4.62%
<b>Fund (EUR)</b>	+4.99%	+7.93%	-11.79%	-26.70%	+62.56%	+4.30%
<b>Fund (HKD)</b>	+2.48%	+1.62%	-18.38%	-34.80%	+30.01%	+2.30%
<b>Fund (SGD)</b>	+4.01%	+4.29%	-16.29%	-33.03%	+37.49%	+2.79%

### ▲ Yearly Return<sup>1</sup>

	2017	2018	2019	2020	2021	2022YTD
<b>Fund (USD)</b>	+43.61%	-25.59%	+16.79%	+27.63%	-6.11%	-18.91%
<b>Fund (AUD)</b>	+43.55%	-17.15%	+16.90%	+16.27%	+1.17%	-14.24%
<b>Fund (EUR)</b>	+43.72%	-21.77%	+18.97%	+17.46%	+2.38%	-11.79%
<b>Fund (HKD)</b>	+43.65%	-25.37%	+16.22%	+27.23%	-4.58%	-18.38%
<b>Fund (SGD)</b>	+43.64%	-23.85%	+14.97%	+25.75%	-2.71%	-16.29%

<sup>1</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. Since 28 July 2017, the Manager of the Fund changed from Citigroup First Investment Management Limited to China Asset Management (Hong Kong) Limited and the Trustee of the Fund changed from Cititrust (Cayman) Limited to Cititrust Limited. The performance of the Fund prior to 28 July 2017 was achieved under circumstances that no longer apply.

<sup>2</sup>Please refer to the Explanatory Memorandum for full product disclosure including fees.

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

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

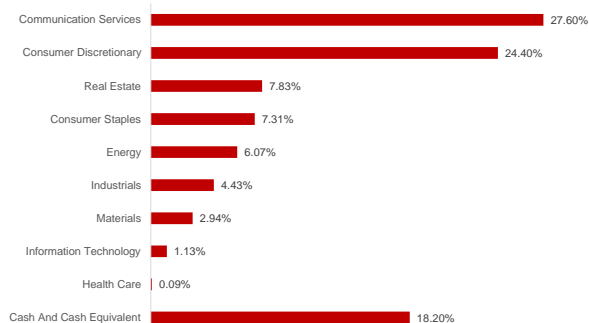
# ChinaAMC China Focus Fund

## Fund Factsheet

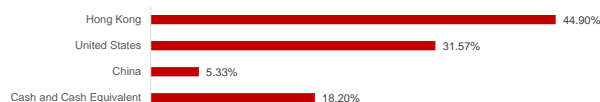


### ▲ Portfolio Allocation

#### Sector Exposure (%)



#### Geographical Exposure (%)



### ▲ Manager's Comment

In June, the Hang Seng Index rose 2.1%, the China Enterprises Index rose 3.4%, and the Hang Seng Technology Index rose 8.6%. The fund recorded a positive return of 2.5% this month, outperforming the Hang Seng Index by about 0.4% and underperforming the MSCI China Index by about 3.3%. Investment managers maintain top-down macro analysis, flexible position adjustment and reasonable industry allocation.

China's PMI rebounded sharply in June, as the economic restart and policy easing supported economic activity, which improved significantly compared to April and May when Shanghai was closed. Various indicators such as demand, supply chain, confidence, foreign trade and employment generally improved, material costs and industrial inflation fell, and services prices rebounded slightly. The supply chain and demand conditions of automobiles, general equipment, special equipment, computers, communication and electronic equipment, railway transportation, air transportation, accommodation and catering, cultural services, sports and leisure services have seen a relatively significant improvement. At the end of June, the Ministry of Industry and Information Technology said that the "asterisk" mark of the communication itinerary card was cancelled, and the market's expectations for the recovery of the domestic economy were further strengthened.

Looking ahead to July, investors will focus on the 1H22 earnings results, with the overall sentiment expected to remain optimistic as the Chinese economy enters a recovery week in 2H22. In addition, in the future, while epidemic prevention and control are carried out, stable growth will be placed in a more prominent position. On June 29, the National Standing Committee decided to use policy and development financial tools to raise 300 billion yuan through the issuance of financial bonds to supplement the capital of major projects including new infrastructure, but not more than 50% of the total capital, to bridge the capital of special debt projects. Fiscal and monetary policies are linked, and the central government will provide appropriate interest discounts based on the actual equity investment for a period of 2 years. During the year, a batch of projects such as national expressway connectivity, smooth bottleneck sections of inter-provincial highways, construction of inland waterway channels, and port function enhancement will be started.

The fund maintains a relatively flexible allocation, control risk and seek alpha during fluctuations, balance the allocation of growth and value sectors, and continue to achieve income performance under the premise of better control of downside risks.

Date source: Bloomberg. As of 30 Jun 2022

### ▲ Top 5 Holdings

Security Name	Sector	Weight
Pinduoduo Inc	Consumer Discretionary	8.99%
China Mobile Ltd	Communication Services	8.62%
China Tower Corp Ltd	Communication Services	8.29%
Link REIT	Real Estate	7.83%
Jonjee Hi-Tech Industrial And Commercial Holding Co Ltd	Consumer Staples	5.33%

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#### Important Note

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 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.