

ChinaAMC China Opportunities Fund

Fund Factsheet



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



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 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.

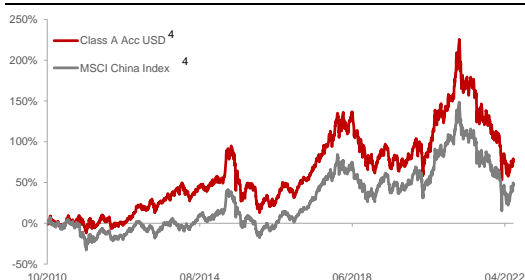
▲ Investment Objective

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 Information⁵

Legal Structure	Luxembourg SICAV (UCITS)
Investment Manager	China Asset Management (Hong Kong) Limited
Fund Size	USD 70.25 million
Base Currency	USD
Non-Base Currency Share Classes	EUR, GBP ¹ and HKD
Dealing Frequency	Daily
Management Company	FundRock Management Company S.A.
Depository	Brown Brothers Harriman (Luxembourg) S.C.A.

▲ Fund Performance³



	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 17.563	EUR 21.130	HKD 121.891	USD 20.072
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 Return³

	1 Month	3 Month	6 Month	1 Year	Since Inception ⁶	Annualized-SI ⁶
Class A Acc USD	+2.59%	-3.14%	-15.68%	-35.86%	+75.63%	+4.92%
MSCI China (in USD)	+6.56%	+3.41%	-11.26%	-31.79%	+40.68%	+2.95%
Class A Acc EUR	+5.47%	+3.33%	-8.25%	-26.71%	+111.30%	+6.64%
Class A Acc HKD	+2.58%	-2.93%	-15.16%	-35.20%	+21.89%	+2.62%
Class I Acc USD	+2.66%	-2.94%	-15.33%	-35.32%	+100.72%	+6.84%

▲ Yearly Return³

	2017	2018	2019	2020	2021	2022YTD
Class A Acc USD	+55.86%	-19.82%	+16.11%	+37.62%	-22.29%	-15.68%
MSCI China (in USD)	+54.07%	-18.88%	+23.46%	+29.49%	-21.72%	-11.26%
Class A Acc EUR	+37.10%	-16.06%	+18.40%	+25.91%	-15.75%	-8.25%
Class A Acc HKD	+57.08%	-19.65%	+15.45%	+37.01%	-21.84%	-15.16%
Class I Acc USD	+57.17%	-19.15%	+17.10%	+38.78%	-21.65%	-15.33%

¹Not available in HK.

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

³Past 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.

⁴Calculated since the inception date of Class A Acc USD share class.

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

⁶Calculated since the inception date of each respective share class.

⁷Source: © 2022 Morningstar. All Rights Reserved. Data as of 30 June 2022.

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

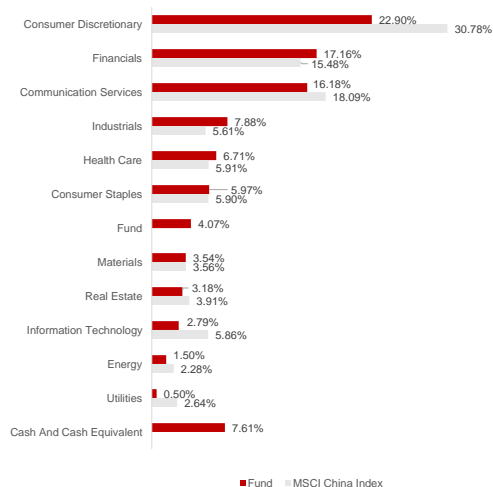
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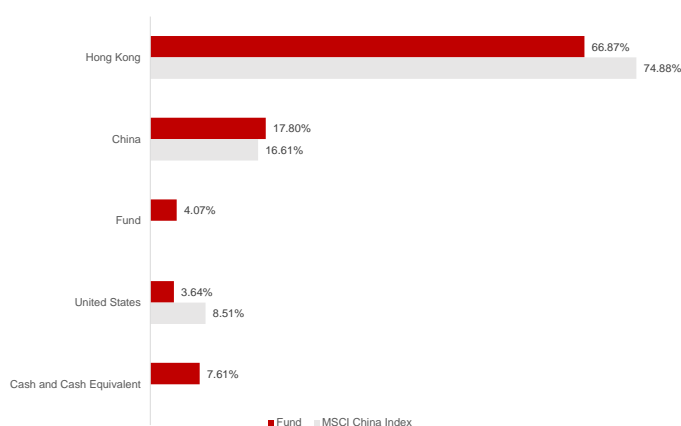


▲ Portfolio Allocation

Sector Exposure (%)



Geographical Exposure (%)



▲ Manager's Comment

MSCI China Index went up by 5.73% in the month of June. China equity market significantly outperformed other major equity markets in June, mainly driven by the economic recovery after Shanghai's reopening and relaxation of mobility restrictions at the country level, the continuous pro-growth policies supporting investment and consumption, the abundant liquidity and improved investor sentiment, and more signals on possible reduction of US tariffs over China exports. China equities had considerable competitive advantages over most overseas equity markets, in terms of both economic growth trends and monetary policy directions. Since the latter half of May, the pandemic situation in mainland has improved, trade and industry resumed, and there was notable improvement in China's high frequency economic data. Along with the implementation of aggressive policies to promote stable growth, China's PMI, trade, credit and other macro data in May all showed marked improvement.

Different from major overseas equity markets, growth stocks in China equity market performed much better than value stocks in the midst of the market rally in June. Sector wise, auto, new energy, Internet, consumer services and healthcare led, while energy, materials, banks and utilities lagged. The nationwide consumption stimulus policies, especially in the auto sector, combined with the weakness in commodity prices in recent weeks, helped improve investors' growth expectations on auto and other consumer services sectors. With ample liquidity, more investors started to add growth exposure which benefit more from China's short-term economic recovery after mainland COVID satiation eased. Besides, China cut quarantine time for inbound travellers, shortening centralized quarantine to 7 days from 14 days and monitoring health at home to 3 days from 7days, which was the first such easing since COVID outbreak in early 2020. Also, China's MIIT announced that people's digital travel passes will no longer indicate itinerary to places with domestic Covid-19 cases in the past 14 days. Both moves suggest that China is adjusting its COVID control measures to reduce the impacts on economic growth.

China's manufacturing PMI rose to 50.2 in June from 49.6 in May, showing signs of continuous improvement on resumption of production as COVID cases dropped and restrictions eased. Both the output and the new orders sub-index rebounded by over 2ppt in June. The non-manufacturing PMI rebounded sharply to 54.7 in June from 47.8 in May, driven by the recovery of service sectors after the control of the Omicron wave. The construction index rose to 56.6 in June from 52.2 in May, as the supply chain disruptions of raw materials eased. The broad-based improvement in PMI showed the resumption in economic activity and recovery in business sentiment as the Omicron wave had been well under control and COVID control measures have been relaxed.

Looking forward, we maintain our long-term positive view on China equity market. President Xi Jinping pledged that China would strengthen the macro-policy adjustment and adopt more effective measures to strive to meet social and economic development targets for 2022. PBoC reiterated supportive monetary policy at the Q2 MPC meeting, and the Q2 statement deleted "maintaining stable macro leverage ratio" which was in the Q1 statement, which suggests policymakers might aim to accelerate credit growth to support economic growth in the near term. We expect the divergent monetary policy between the PBoC and the Fed to continue to make China equity market more resilient in the coming months. However, with future pandemic development remaining uncertain and global headwinds strengthening, we will pay close attention to China's subsequent economic recovery process and the volatility of global financial markets.

In terms of portfolio positioning, we will continue to seek a balance between value and growth, while seek opportunities to increase the portfolio exposure to China's economic recovery and the reopening process. Considering the recent improvement of high frequency property sales data, we will also look out for the potential investment opportunities in the real estate chain companies selectively and prudently.

Data source: Bloomberg. As of 30 Jun 2022.

▲ Top 5 Holdings

Security Name	Sector	Weight
Tencent Holdings Ltd	Communication Services	7.67%
Alibaba Group Holding Ltd	Consumer Discretionary	7.36%
Hong Kong Exchanges & Clearing Ltd	Financials	5.06%
Meituan	Consumer Discretionary	4.16%
China Mobile Ltd	Communication Services	4.09%

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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.