

ChinaAMC China Focus Fund

Fund Factsheet



As of 31 Jul 2024

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 Performance¹



▲ Fund Information²

Legal Structure	Hong Kong domiciled umbrella structure unit trust
Investment Manager	China Asset Management (Hong Kong) Limited
Inception Date	10 December, 2010
Fund Size	USD 16.08 million
Base Currency	USD
Available Dealing Currencies	USD/EUR/GBP/AUD/SGD/HKD
Dealing Frequency	Daily
Trustee	Cititrust Limited
Custodian	Citibank, N.A. (Hong Kong branch)
Management Fee	1.8% p.a.
Subscription Charge:	Up to 5%
Performance Fee:	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
Fund Price	USD11.220	AUD15.794	EUR 13.976	HKD 11.517	SGD 11.759
Bloomberg Ticker	CACFUSD HK	CACFAUD HK	CACFEUR HK	CACFHKD HK	CACFSGD HK
ISIN Number	HK0000352960	HK0000352911	HK0000352929	HK0000352945	HK0000352952

▲ Cumulative Return¹

	1 Month	3 Month	6 Month	1 Year	Since Inception ³	Annualized-Since Inception ³
Fund (USD)	-2.41%	-1.60%	+5.65%	-8.32%	+12.20%	+0.85%
Fund (AUD)	-0.18%	-2.14%	+6.96%	-5.39%	+57.94%	+3.41%
Fund (EUR)	-3.33%	-2.76%	+6.06%	-6.58%	+39.76%	+2.48%
Fund (HKD)	-2.35%	-1.72%	+5.58%	-8.17%	+15.17%	+1.04%
Fund (SGD)	-3.68%	-3.49%	+5.76%	-7.64%	+17.59%	+1.19%

▲ Yearly Return¹

	2019	2020	2021	2022	2023	2024YTD
Fund (USD)	+16.79%	+27.63%	-6.11%	-28.72%	+2.31%	-1.06%
Fund (AUD)	+16.90%	+16.27%	+1.17%	-23.56%	+1.67%	+3.40%
Fund (EUR)	+18.97%	+17.46%	+2.38%	-24.04%	-1.16%	+1.01%
Fund (HKD)	+16.22%	+27.23%	-4.58%	-28.64%	+2.36%	-1.01%
Fund (SGD)	+14.97%	+25.75%	-2.71%	-29.08%	+0.62%	+0.33%

¹Past 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.

²Please refer to the Explanatory Memorandum for full product disclosure including fees.

³Calculated since the inception date of respective share class.

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

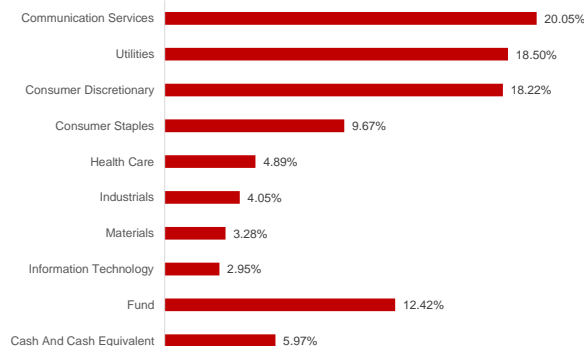
ChinaAMC China Focus Fund

Fund Factsheet

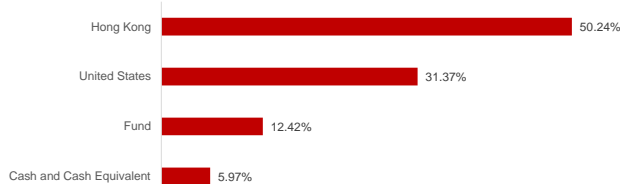


▲ Portfolio Allocation

Sector Exposure (%)



Geographical Exposure (%)



▲ Manager's Comment

In July, the Hong Kong market faced challenges, with the Hang Seng Index falling by 2.11% and the Hang Seng Tech Index dropping by 1.06%. The funds recorded a negative return of -2.41% for the month, slightly underperforming the Hang Seng Index by about 0.3% and lagging behind the MSCI China Index by approximately 3.05%.

In China, the June Purchasing Managers' Index (PMI) indicated continued weakness in domestic demand, although there was a narrowing decline in sales for the top 100 property developers. The manufacturing PMI for June stood at 49.5, unchanged from the previous month but relatively low compared to recent years, highlighting persistent demand challenges. The non-manufacturing PMI was at 50.2, a decrease of 0.3 percentage points from the previous month, with certain service activities affected by rainy weather. Sales for the top 100 property developers dropped by 22% year-on-year in June, but the decline narrowed compared to May, primarily due to a lower base from the same period last year and the stimulus from policy changes. High-frequency data showed a consecutive decline in listing prices and activity levels in prime cities including Shanghai, signaling a gradual fading of stimulus measures and the need for further signs of improvement for the real estate sector.

China's second-quarter GDP growth fell below expectations, with the Third Plenum emphasizing deepening reforms and high-quality development. Industrial value-added output, fixed-asset investment, and retail sales growth all slowed down in June. The economic data suggests that fiscal policies need to be further strengthened. The outcomes of the Third Plenum were in line with expectations, providing guidance for further reform and modernization efforts. Reports from multiple ETFs for the second quarter revealed that China Investment Corporation continued to increase its holdings in broad-based ETFs, indicating a supportive stance towards the capital markets.

In Hong Kong, the Hang Seng Index fluctuated downwards this month, nearing the 17,000-point mark. With further policy support expected, the likelihood of breaking below the low point of 16,200 points from April is considered low.

Date source: Bloomberg. As of 31 Jul 2024 *

Customer Hotline: (852) 3406 8686

Website: www.chinaamc.com.hk

Email: hkfund_services@chinaamc.com

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.