

ChinaAMC New Horizon China A Share Fund*



Fund Factsheet | As of 28 Feb 2025

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/counterparty risk, interest rate risk, credit rating and downgrading risk, credit rating agency risk, and valuation risk.
- The Fund may acquire FDIs 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 denominated equity securities issued by issuers based in, or having a significant exposure to, Mainland China and Hong Kong, as further described below. The Investment Manager contemplates investing directly into China A-Shares using its QFI status and the Stock Connect. As at the date of the Fund's prospectus, the Investment Manager, when using Stock Connect, will be limited to investments in China A-Shares listed on the SSE and the SZSE.

▲ Fund Information¹

Legal Structure	Luxembourg SICAV (UCITS)
Investment Manager	China Asset Management (Hong Kong) Limited
Depository	Brown Brothers Harriman (Luxembourg) S.C.A.
Base Currency	USD
Fund Size	USD 5.03 million
Non-Base Currency Share Classes	EUR, GBP or RMB (CNH)
Dealing Frequency	Daily
Management Company	FundRock Management Company S.A

▲ Available Share Classes

Share Class	Launch Date	NAV per share	Bloomberg Code	ISIN Code
Class I ACC USD	2014-11-28	USD 12.709	CASOIAU LX	LU1077607924
Class A ACC USD	2015-01-05	USD 10.147	CASOAAU LX	LU1077605712
Class A ACC RMB	2015-01-13	RMB 12.505	CASOAAU LX	LU1077606280
Class A ACC HKD	2023-03-09	HKD 5.649	CAVAHKD LX	LU2511810710

Source: Data as of 28 Feb 2025, Bloomberg, unless specified otherwise.

Share Class	Subscription Fee	Investment Management Fee	Min Initial Subscription
Class I ACC USD	Up to 3%	Up to 1.0% p.a.	USD 500,000
Class A ACC USD	Up to 5%	Up to 1.5% p.a.	USD 1,000
Class A ACC RMB	Up to 5%	Up to 1.5% p.a.	RMB 10,000
Class A ACC HKD	Up to 5%	Up to 1.5% p.a.	HKD 10,000

▲ Fund Performance²



▲ Cumulative Performance (%)²

	1 Month	3 Month	6 Month	1 Year	Since Inception ³	Annualized Since Inception ³
Class I ACC USD	0.72	-8.17	1.21	-11.80	27.09	2.36
Reference Index ⁴	2.00	-1.11	16.66	11.89	20.02	1.79
Class A ACC USD	0.72	-8.16	1.21	-11.80	1.47	0.14
Class A ACC RMB	1.19	-7.64	4.10	-10.88	25.05	2.23
Class A ACC HKD	0.86	-7.68	2.11	-11.01	-43.51	-25.08

▲ Yearly Performance (%)²

	2020	2021	2022	2023	2024	2025 YTD
Class I ACC USD	61.12	34.87	-29.36	-18.84	-23.69	0.81
Reference Index ⁴	40.04	4.03	-27.23	-11.65	11.59	-0.18
Class A ACC USD	59.58	35.35	-29.35	-18.85	-23.69	0.81
Class A ACC RMB	48.87	32.14	-23.13	-16.41	-21.36	0.14
Class A ACC HKD	-	-	-	-27.30 ³	-23.38	1.42

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

² 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.

³ Calculated since the inception date of each share class.

⁴ Calculated since the inception date of Class A ACC USD. The reference index MSCI China A Onshore Net Total Return Index USD which is presented for comparison purposes only and this fund is actively managed.

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

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

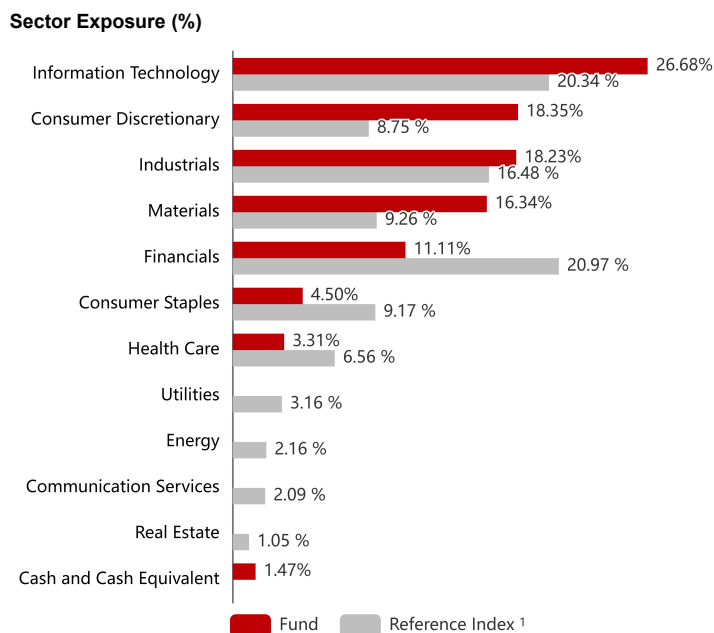
▲ Manager's Comment

In February 2025, the Wind All Share index increased by 4.74%, the CSI 300 Index increased by 1.91%, the ChiNext Index by 5.61%, while the Hang Seng Index rose by 13.43% and the Hang Seng Tech Index surged by 17.88%. On the other hand, the Dow Jones, S&P 500, and Nasdaq indices in the United States performed at -1.58%, -1.42%, and -3.97% respectively. The Chinese stock market outperformed the US market, with Hong Kong stocks showing strength over A-shares, particularly with the technology sector exhibiting robust performance. In the Hong Kong stock market, the information technology and healthcare sectors outperformed the market, while consumer discretionary and communication services, although not beating the indices, still showed relatively strong performance. Conversely, sectors such as energy, materials, utilities, industrials, consumer staples, finance, and real estate underperformed the market.

Overall, the Hong Kong stock market led the global rally in the first two months of the year, with the technology sector showing particularly strong performance. In February, the Chinese stock market entered a completely different state compared to the previous year. Mainland capital continued to flow into the Hong Kong market, and foreign investors' interest in the Hong Kong market increased significantly. During the Spring Festival holiday, the release of the large-scale model by DEEPSEEK and its global popularity significantly increased investors' risk appetite and changed the narrative direction of the Chinese economy. In the past two years, many investors believed that the Chinese economy faced risks in industries such as real estate, and that inflation was difficult to reverse. Under pressure from the United States, China's technological progress was seen as unsustainable. However, the emergence of DEEPSEEK and the phenomenal success of the movie "Ne Zha 2" led more investors to believe that China's technological advancements were not being restricted by the US. Subsequently, Alibaba also launched a similarly excellent large-scale model, leading a market rebound driven by the technology sector. Confidence in the Chinese technology industry extended to the pharmaceutical sector, which had shown technological progress despite lagging performance over the past three years. Our indices were overweight in information technology, consumer discretionary, and healthcare sectors, and underweight in energy, utilities, and consumer staples. The index structure benefited from the market rebound, driving the outperformance this month. We believe that another factor causing a change in risk appetite towards Chinese assets is the shaky core logic of the US bull market. Firstly, the unsustainable fiscal deficit in the US, as the new government struggles to expand it actively or passively. Secondly, US monopoly in the AI era is being challenged by China's technological advancements. The risk of US economic recession and the decreasing risk appetite of US investors have increased the relative attractiveness of Chinese stocks. It is essential to note that while marginal recovery is seen in Chinese economic data, deflationary pressures persist, requiring continued government support. Fortunately, during the "Two Sessions," the government maintained a positive stance on policies.

Looking ahead, we still believe that the core contradiction in the Chinese stock market lies in the country's economic self-repair. The marginal impacts of geopolitics and the international monetary environment will not significantly influence the direction of the Chinese market. In the current environment, views on Chinese assets have shifted, with policies supporting the economy. We anticipate a modest economic recovery, which will bolster the market upwards. The technology sector had experienced significant gains previously, and profit-taking at this stage, along with changes in external geopolitics, may bring about market fluctuations. We predict upward market fluctuations. Amidst the volatility, we will actively select stocks, with a particular focus on sectors like healthcare, technology, and manufacturing.

▲ Portfolio Allocation



¹ Calculated since the inception date of Class A ACC USD. The reference index MSCI China A Onshore Net Total Return Index USD which is presented for comparison purposes only and this fund is actively managed.

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Source: China Asset Management (Hong Kong) Limited and Bloomberg unless specified otherwise. Data As of 28 Feb 2025.

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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.

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.