

# Guinness China A Share Fund



Y - 30.04.2023

This is a marketing communication. Please refer to the prospectus and KID/KIID for the Fund, which contain detailed information on the Fund's characteristics and objectives, before making any final investment decisions.

## Fund Facts

|                         |                              |
|-------------------------|------------------------------|
| <b>Fund launch</b>      | 09.03.2023                   |
| <b>Strategy launch</b>  | 09.03.2023                   |
| <b>Managers</b>         | Sharukh Malik, Edmund Harris |
| <b>Fund size</b>        | \$0.5m                       |
| <b>Region</b>           | China                        |
| <b>IA sector</b>        | China/Greater China          |
| <b>Base Currency</b>    | CNH                          |
| <b>Structure</b>        | OEIC (UCITS)                 |
| <b>Domicile</b>         | Ireland                      |
| <b>ISA eligible</b>     | Yes                          |
| <b>Reporting status</b> | Yes                          |
| <b>Pricing</b>          | Daily, forwards              |
| <b>Valuation</b>        | 2300 Dublin time             |
| <b>Year end</b>         | 31 December                  |
| <b>Custodian</b>        | Brown Brothers Harriman      |

| Top 10 holdings                | %           |
|--------------------------------|-------------|
| G-bits Network Technology      | 4.6         |
| Ping An Insurance Group Co of  | 3.8         |
| Shenzhen Mindray Bio-Medic     | 3.7         |
| Sinoseal Holding Co Ltd        | 3.7         |
| Guangzhou Restaurant Group     | 3.6         |
| Shenzhen Capchem Technology    | 3.6         |
| Shanghai Putailai New Energy T | 3.5         |
| Chongqing Fuling Zhacai Group  | 3.5         |
| Zhejiang Jingsheng Mechanical  | 3.4         |
| Inner Mongolia Yili Industrial | 3.4         |
| <b>Top 10 holdings</b>         | <b>36.9</b> |
| <b>Number of holdings</b>      | <b>30</b>   |

| Country | %     |
|---------|-------|
| China   | 98.2  |
| Cash    | 1.8   |
|         | 100.0 |

| Sector                 | %    |
|------------------------|------|
| Industrials            | 25.1 |
| Information Technology | 21.7 |
| Consumer Discretionary | 15.9 |
| Materials              | 10.3 |
| Consumer Staples       | 9.8  |
| Health Care            | 6.9  |
| Communication Services | 4.6  |
| Financials             | 3.8  |
| Cash                   | 1.8  |

## Risks

Guinness China A Share Fund is an equity fund. Investors should be willing and able to assume the risks of equity investing. The value of an investment and the income from it can fall as well as rise as a result of market and currency movement; you may not get back the amount originally invested. The Fund invests only in stocks of companies that are based in, or with significant business activities in China; it is therefore susceptible to the performance of that region. In addition, at least 80% of the assets will be in China A shares which have a greater participation by retail investors than other markets, so its performance may be more volatile. Further details on the risk factors are included in the Fund's documentation, available on our website.

Source: FE fundinfo to 30.04.23. Investors should note that fees and expenses are charged to the capital of the Fund. This reduces the return on your investment by an amount equivalent to the Ongoing Charges Figure (OCF). The current OCF for the share class used for the fund performance returns is 0.89%. Returns for share classes with a different OCF will vary accordingly. Transaction costs also apply and are incurred when a fund buys or sells holdings. The performance returns do not reflect any initial charge; any such charge will also reduce the return.

### Performance (to Month End) - Past performance does not predict future returns

|  | 1 Month | YTD | 1 yr | 3 yr | 5 yr | 10 yr |
|--|---------|-----|------|------|------|-------|
|--|---------|-----|------|------|------|-------|

### Performance Since Launch (USD)

For regulatory reasons, we are unable to provide performance information where the track record is less than 12 months.

# Guinness China A Share Fund

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## Fund Profile

### Aim

Long-term capital growth

### Investment Case

The China A share market contains a significant portion of earnings compounders worldwide and now has nearly the same number of liquid stocks as the United States. Yet Chinese equity markets are far smaller relative to their share of global GDP - we believe that in the long-term, this gap is likely to narrow. China A shares also offer investors the benefit of low correlation to developed markets. The Guinness China A Share Fund invests in quality, profitable companies exposed to the structural growth themes we have identified in the China A share market.

### Process

Focus on profitable, quality and growing companies generating a high return on capital. Companies must fit into the structural thematic framework to enter the investable universe. They must also generate a cash return on capital above the cost of capital, have debt of no more than 150% of the value of their equity, and be of a minimum \$500m market capitalisation. The process is designed to give exposure to China A shares while mitigating the risks involved with investing in the market.

### Portfolio

The Guinness China A Share Fund consists of a high conviction, concentrated portfolio of our 30 best ideas in the A share market. The portfolio is equally weighted which is designed to limit stock specific risk.

### Investment Objective

An equity fund investing primarily in China A shares.

The Fund is actively managed and uses the MSCI China A Onshore Index as a comparator benchmark only.

### Share classes

| Class     | Currency | Acc/Dist | OCF   | Maximum Initial Charge | ISIN         | Bloomberg  |
|-----------|----------|----------|-------|------------------------|--------------|------------|
| Y CNH ACC | CNH      | Acc      | 0.89% | 5%                     | IE0002QAMMW4 | GUCASYC ID |
| Y GBP ACC | GBP      | Acc      | 0.89% | 5%                     | IE000100L207 | GUCASYG ID |
| Y USD ACC | USD      | Acc      | 0.89% | 5%                     | IE000JCEKTR0 | GUCASYU ID |
| Y EUR ACC | EUR      | Acc      | 0.89% | 5%                     | IE000RSR0322 | GUCASYE ID |

Other share classes at other fee structures and currencies exist. Not all share classes are registered for sale in all countries where the Fund is registered for sale.

### Calendar Year Performance - Past performance does not predict future returns

|  | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 | 2014 | 2013 |
|--|------|------|------|------|------|------|------|------|------|------|
|--|------|------|------|------|------|------|------|------|------|------|

# Guinness China A Share Fund

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**Documentation** The documentation needed to make an investment, including the Prospectus, the Key Information Document (KID), the Key Investor Information Document (KIID) and the Application Form, is available in English from the website [www.guinnessgi.com](http://www.guinnessgi.com), or free of charge from:-

- the Manager: Link Fund Manager Solutions (Ireland) Ltd (LFMSI), 2 Grand Canal Square, Grand Canal Harbour, Dublin 2, Ireland; or
- the Promoter and Investment Manager: Guinness Asset Management Ltd, 18 Smith Square, London SW1P 3HZ.

LFMSI, as UCITS Man Co, has the right to terminate the arrangements made for the marketing of funds in accordance with the UCITS Directive.

**Investor Rights** A summary of investor rights in English is available:

<https://www.linkgroup.eu/policy-statements/irish-management-company/>

**Residency** In countries where the Fund is not registered for sale or in any other circumstances where its distribution is not authorised or is unlawful, the Fund should not be distributed to resident Retail Clients.

**NOTE: THIS INVESTMENT IS NOT FOR SALE TO U.S. PERSONS.**

**Structure & regulation** The Fund is a sub-fund of Guinness Asset Management Funds PLC (the "Company"), an open-ended umbrella-type investment company, incorporated in Ireland and authorised and supervised by the Central Bank of Ireland, which operates under EU legislation. If you are in any doubt about the suitability of investing in this Fund, please consult your investment or other professional adviser.

**Switzerland** This is an advertising document. The prospectus and KID for Switzerland, the articles of association, and the annual and semi-annual reports can be obtained free of charge from the representative in Switzerland, Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Geneva, Switzerland, Tel. +41 22 705 11 77, [www.carnegie-fund-services.ch](http://www.carnegie-fund-services.ch). The paying agent is Banque Cantonale de Genève, 17 Quai de l'Île, 1204 Geneva, Switzerland.

**Singapore** The Fund is not authorised or recognised by the Monetary Authority of Singapore ("MAS") and shares are not allowed to be offered to the retail public. The Fund is registered with the MAS as a Restricted Foreign Scheme. Shares of the Fund may only be offered to institutional and accredited investors (as defined in the Securities and Futures Act (Cap.289)) ("SFA") and this material is limited to the investors in those categories.