

SMD-AM China A Shares

Date as of 31 May 2022

Key Fund Information

Senior Stock
Recommendation
Analyst



Wei SUN (Maggie),
CFA with 15 years'
experience

Senior Portfolio
Manager



Yoshinobu UEHARA,
CMA* with 30 years'
experience

Investment Style Actively managed,
quality growth

Benchmark MSCI China A Onshore

Inception Date 10 April 2007

Holdings Range 40 – 50

Investment Universe All Chinese companies listed on the Shanghai and Shenzhen stock exchanges

Investment Objective Long-term capital appreciation

Excess Return Target > 5% (gross of fees basis)

Strategy AUM† USD 9.6m

*Certified Member Analyst of the Securities Analysts Association of Japan

†at 31 May 2022 (1 USD = 128.645 JPY)

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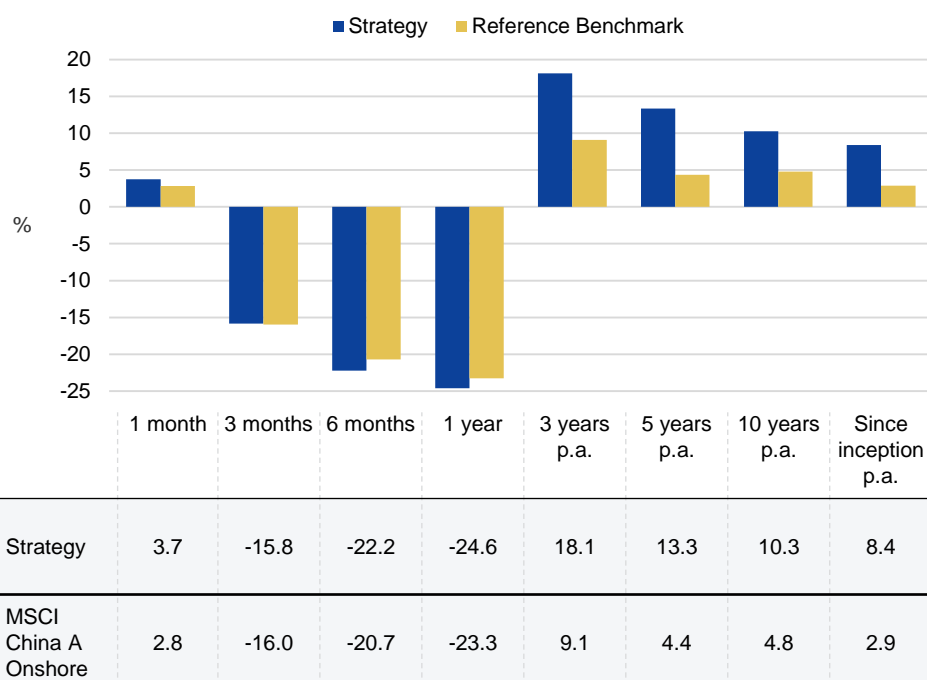
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Strategy Description

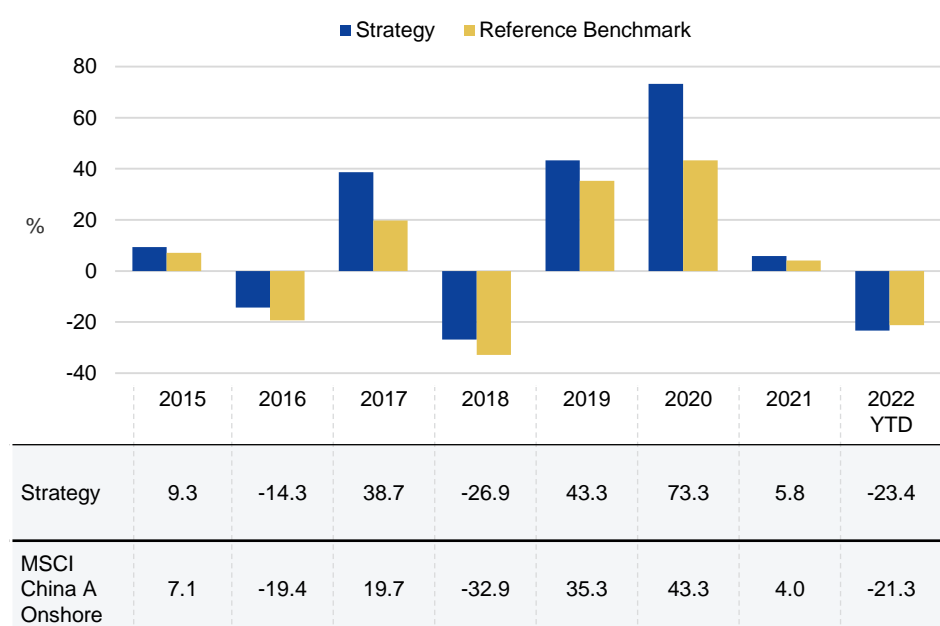
This strategy aims to achieve long term capital growth by investing in Chinese companies listed on the Shanghai and Shenzhen stock exchanges. It uses a bottom-up, fundamental research driven approach to identify quality companies with attractive valuations from sectors that are set to benefit from the changing growth dynamics in the Chinese economy.

Annualised Performance (USD %)



Source: SMD-AM & Bloomberg at 31 May 2022, gross of fees basis

Calendar Year Performance (USD %)



Source: SMD-AM & Bloomberg at 31 May 2022, gross of fees basis

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Portfolio Characteristics

Number of Holdings	41
Active Share (%)	79.4
Weighted Average Market Cap (USD, bn)	61.5
Price to Earnings Ratio	26.0
Return on Equity	21.9
EPS Growth [†]	33.4
LT Debt / Capital	9.0

Source: SMD-AM & FactSet at 31 May 2022

Risk Metrics & Targets

Annualised Alpha [†] (%)	8.4
Beta [†]	1.05
Annualised Volatility [†] (%)	21.9
Sharpe Ratio [†]	0.83
Information Ratio [†]	1.03
IR Target [†]	0.5 or above
Ex-post Tracking Error [†] (%)	8.8
TE Target [†] (%)	5-15
Correlation [†]	0.92

Source: SMD-AM & Bloomberg at 31 May 2022

Tracking error is calculated using monthly returns. Minor discrepancies due to rounding.
[†] Over a 3 year period

Top 10 Holdings

Company	Sector (GICS 11)	Fund Weight (%)
Kweichow Moutai	Consumer Staples	9.2
Luzhou Laojiao	Consumer Staples	6.2
Bank of Ningbo	Financials	5.6
China Merchants Bank	Financials	5.0
Huizhou Desay SV Automotive	Communication Services	4.9
Yunnan Energy New Material	Materials	4.6
Glodon	Information Technology	4.2
Shanxi Xinghuacun Fen Wine Factory	Consumer Staples	4.0
WuXi AppTec	Health Care	3.9
Wuxi Lead Intelligent Equipment	Industrials	3.7
Total		51.5

Source: SMD-AM & FactSet at 31 May 2022

Sector Breakdown

Sector (GICS 11)	Fund Weight (%)	BM Weight (%)
Consumer Staples	27.0	13.4
Information Technology	19.7	15.6
Financials	14.5	17.5
Consumer Discretionary	12.0	7.9
Materials	11.7	13.5
Industrials	7.4	15.7
Health Care	6.3	8.5
Energy	1.3	2.2
Utilities	0.0	2.2
Real Estate	0.0	1.9
Communication Services	0.0	1.5
Total	100.0	100.0

Source: SMD-AM & FactSet at 31 May 2022

Important Information

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