

## Taiping Greater China New Momentum Equity Fund

November 2022

(the Sub-Fund of Taiping Investment Fund)

(Data as of 31 October 2022)

### Key features and Risks :

- The Fund seeks to invest in listed securities in the Greater China region (which includes listed securities in the PRC, the Hong Kong SAR and Macau SAR). It may also invest in financial derivative instruments for hedging purposes only. Following the Fund's increased exposure to China A Shares, the Fund will continue to be subject to the general risks associated with investing in the China markets.
- Investing in a relatively concentrated geographical region may result in greater volatility than portfolios which comprise broad-based global investments.
- Investing in emerging markets may involve a greater risk of loss than investing in developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity and regulatory risks.
- Risks associated with investments in financial derivative instruments for hedging purposes include credit risk, liquidity risk and counterparty credit risk.
- Risks and uncertainties associated with changes in current PRC tax laws, regulations and practice (that may have retrospective effect).
- Investing in securities denominated in a wide range of currencies other than HK Dollars in various stock exchanges around the world may be exposed to a foreign exchange/currency risk.
- Risk associated with investment in A Shares via the Shanghai-Hong Kong Stock Connect, Shenzhen-Hong Kong Stock Connect or via Qualified Investors status - may involve additional risks. Please refer to the Explanatory Memorandum of the Fund and Sub-Fund for further information relating to the Shanghai-Hong Kong Stock Connect, Shenzhen-Hong Kong Stock Connect or via Qualified Investors status.
- An investment in the Fund may involve a high degree of risk and may not be suitable for all investors.
- Past performance is not indicative of future results. The value of the Units in the Fund and the income accruing to the Fund, if any, may fall or rise. Investors may not get back the full amount invested.
- By using the information contained herein, you are deemed to assume all risks associated with the use of those information. Taiping Assets Management (HK) Company Limited shall not be liable for any special, incidental, or consequential damages, including without limitation, lost revenues or lost profits, resulting from the use or misuse of the information contained herein.
- Notwithstanding that the investment decision is yours to make, you should not invest in the Fund unless the intermediary who has offered you the Fund has advised you that the Fund is suitable for you and has explained why the investment in the Fund will be consistent with your investment objectives.
- You should not make investment decision on the basis of this document alone. Please read the Explanatory Memorandum of the Fund for details and risk factors.

### Fund Objective

• Taiping Greater China New Momentum Equity Fund is a SFC authorized fund#, primarily focusing on our investment niche of the Greater China region, comprising PRC, Hong Kong and Macau markets. The Fund seeks to provide investors with medium to long term capital appreciation.

• Effective from 30 April 2016, the jurisdiction of the Fund (place of domicile) has been changed from Cayman Islands to Hong Kong.

• Effective from 30 June 2016, the Fund may invest less than 30% of its non-cash assets in listed equity securities of companies which may have no connection with the Greater China region. Such equity securities are listed on exchanges worldwide including but not limited to the United States. The Fund may also invest up to 20% of its non-cash assets in A Shares via the Stock Connect.

• Effective from 31 March 2022, the fund has been revised to provide flexibility to the Sub-Fund to invest directly in eligible China A-Shares via Shenzhen-Hong Kong Stock Connect in addition to investment via the Shanghai-Hong Kong Stock Connect. The Sub-Fund's exposure in China A-Shares will be increased from 20% of non-cash assets to 50% of its NAV. The Sub-Fund's investment scope in China A-Shares will be expanded to both Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect or via Qualified Investors status instead of Shanghai-Hong Kong Stock Connect alone. The Sub-Fund may also invest up to 30% of its NAV in ChiNext market of Shenzhen Stock Exchange and Science and Technology Innovation Board of Shanghai Stock Exchange in total.

### Portfolio Information

<b>Investment Manager</b>	Li Chao		
<b>Fund Manager</b>	Taiping Assets Management (HK) Company Limited		
<b>Launch Date</b>	26 March 2009		
<b>Fund Size (m)</b>	HKD	263.84	
<b>NAV per share</b>	HKD	56.524727	
		*Ex-dividend	
<b>Current prices</b>	<b>Bid</b>	HKD	56.52
	<b>Offer</b>	HKD	56.53
<b>Subscription fee</b>	Up to 5%		
<b>Redemption fee</b>	Up to 4%		
<b>Management fee</b>	1.5% p.a.		

### Portfolio Analysis

By Region	
Hong Kong	74%
China	19%
Cash and Others	7%

### By Sector

Consumer Discretionary	42%
Financials	21%
Consumer Staples	13%
Communication Services	7%
Cash	7%
Information Technology	5%
Health Care	5%

### Fund Manager's Report

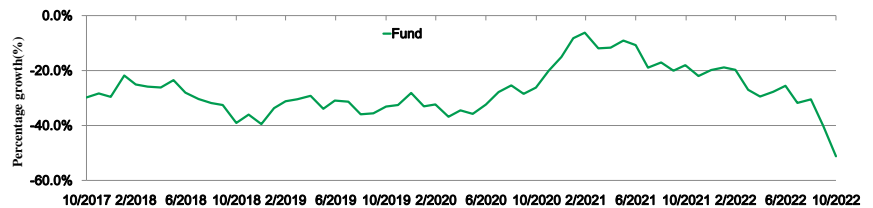
#### Market Review

The fund's NAV decreased by 18.47% in October. Investors have pessimistic expectation that there were no clear indications on measures to stimulate economic growth and continuous pandemic control after the 20th National Congress. Adding up to other factors such as tightening situation between Russia and Ukraine and continuous interest rate hike by the Federal Reserve, Chinese equities took a hit in October. In Hong Kong dollars, Hang Seng Index and CSI 300 retreated by 14.72% and 10.18% while S&P 500 gained 7.98% in the month. As to sectors in Hang Seng Index, all the sectors obtained negative return.

#### Market Outlook

China experienced a slowdown in economic growth and manufacturing PMI slipped into contraction in October. Recent resurgence of COVID cases in certain regions with continuous pandemic control and uncertainty of external environment have caused disturbance to the market. Hong Kong stocks are still volatile in the short term and waiting for a clear upward catalyst, such as possible loosening pandemic control and substantial economy stimulus measures in China. Thus we will keep tracking policy signals and adjust portfolio structure accordingly. We will keep balanced allocation between growth stocks and value stocks. We focus on Consumption Internet leaders with attractive valuation and stable fundamentals and sectors which benefit from economic recovery and reopening.

#### Fund Performance



#### Cumulative Performance

	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years
Fund	-18.47%	-28.48%	-30.83%	-40.47%	-27.05%	-30.51%

#### Calendar Year Performance

	2022YTD	2021	2020	2019	2018	2017
Fund	-39.15%	-5.60%	18.24%	18.72%	-14.09%	12.71%

#### Top Five Holdings

Holding	Sector	Exchange	%
JD.com Inc	Consumer Discretionary	Hong Kong	7.23%
AIA Group Ltd	Financials	Hong Kong	6.96%
Tencent Holdings Ltd	Communication Services	Hong Kong	6.86%
Meituan	Consumer Discretionary	Hong Kong	6.85%
China Mengniu Dairy Co Ltd	Consumer Staples	Hong Kong	6.70%

• Source: Taiping Assets Management (HK) Company Limited. Performance of the Fund is calculated on NAV-to-NAV basis in base currency, and assumes dividend reinvested and net of all fees. The Fund Manager may in its absolute discretion make distributions, which will be derived solely from the net income (after deduction of fees and expenses) of the Fund. Investors should note that the NAV of the Fund will be adjusted to reflect such dividend distribution. The Fund Manager will review the distribution policy of the Fund in its absolute discretion. Please refer to the explanatory memorandum of the Fund for details. Investors should note that the figures as contained herein are for reference only and do not represent the performance of the Fund, and there is no guarantee that distributions will be made, and if distribution is made, the amount being distributed. • Since May 2021, the MSCI Zhong Hua Index is no longer used for comparison of fund performance in performance graph, because fund strategy and the holdings are different from index composition in industries and regions. • Charges listed under "Portfolio Information" were by no means exhaustive and other fees and charges may apply in relation to investment in the Fund. Investors should refer to the Explanatory Memorandum of the Fund for more details on all fees and charges payable. • This report has not been reviewed by the Securities and Futures Commission. • Information in this report has been obtained from sources believed to be reliable but Taiping Assets Management (HK) Company Limited makes no warranties, express or implied, or representations, and does not guarantee the accuracy or completeness of the information provided by third parties. Taiping Assets Management (HK) Company Limited assumes no liability or responsibility for any error or omissions in the information contained herein. Investors should seek independent financial and/or professional advice if they have any doubt about the Fund. • Issued by Taiping Assets Management (HK) Company Limited.

# The SFC authorization is not a recommendation or endorsement of the Fund nor does it guarantee the commercial merits of the Fund or its performance.