

Fund Details

ISIN	LU1942584027
Domicile	Luxembourg
Currency	USD
Asset Class	Equity
Management Fee	1.28%
Ongoing Charge as of June30, 2023	1.29%
AUM, as of June30, 2023 (USD, mn)	953.36

Figure 1: Sector Allocation

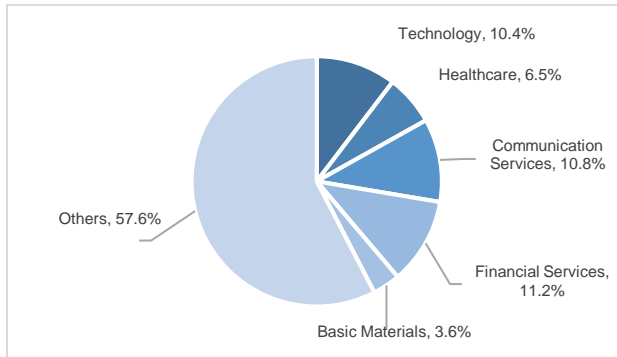
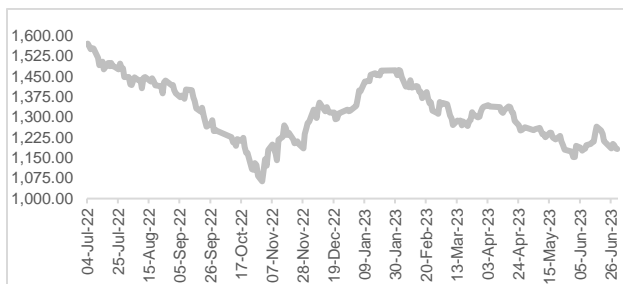


Figure 2: Fund's 1-year Performance (USD)



Source: Figure 1 Morningstar (31 May 23) Figure 2 – Morningstar (30 June 23)

Fund Management

Allianz Global Investors is a wholly owned subsidiary of Allianz SE, one of the world's largest financial services providers. As one of the world's leading active asset managers, Allianz manages USD 506 billion of assets (as of December 31, 2022) and offer a diversified range of active investment strategies across four main pillars: equities (23%), fixed income (32%), multi asset (28%) and private markets (17%). Allianz employs over 600 investment professionals in 23 countries ensuring a superior experience for their clients in the world.

Fund

Investment Objective: Long-term capital growth by investing in China A-Shares equity markets of the People's Republic of China (PRC) in accordance with the ESG Score Strategy. In this context, the aim is to outperform the Sub-Fund's weighted average ESG score compared to weighted average ESG score of Sub-Fund's Benchmark to achieve the investment objectives.

Investment Process: The fund is managed by co-lead portfolio managers, Anthony Wong and Kevin You, who have a combined industry experience of 36 years, manage the Fund. They are each responsible for stock selection in five sectors.

The team's investment process comprises of four important steps,

- **Idea Generation:** There are 2 major inputs to idea generation,
 - Proprietary research: done by company meetings, from other portfolio managers, or from the research team managers using a bottom up approach for companies and meeting with these companies.
 - Structural and secular trends: distinct and long-lasting investment themes in China, which can lead us to new ideas.
- **Stock Selection:** Using 3 key factors that are Growth, Quality and Valuation
 - Growth: invest primarily in companies that can deliver higher earnings growth than their industry peers.
 - Quality: focus on the strength of the franchise of each business, the management's track record and balance sheet strength to form a view of a company's ability to sustain or improve its future returns.
 - Valuation: the key metric is the Price Earnings to Growth (PEG) ratio to invest in stocks with a PEG below one to benefit from both earnings growth and valuation re-rating.
- **Portfolio Construction:** The portfolio consists of 50–70 stocks that are incorporated in China and listed as A-Shares on the stock exchanges of Shanghai or Shenzhen.
- **Risk management:** takes place at both the stock and portfolio levels. The portfolio is structured so that the majority of both risk and return typically comes from stock-specific factors

Investment Parameters: The key investment parameters of the Fund are,

- Min. 80% of Sub-Fund's portfolio shall be evaluated by ESG Scores. Portfolio in this respect does not comprise derivatives and instruments that are non-evaluated by nature (e.g., cash and deposits).
- At least 70% of Sub-Fund assets are invested in China A-Shares equity markets of the PRC either directly via the qualified foreign institutional investor ("FII") program, For the avoidance of doubt, only up to 69% of Sub-Fund assets may be invested via the FII program. Less than 30% of Sub-Fund assets may be invested in equities other than the above.
- Up to 100% of Sub-Fund assets may be invested in emerging markets.
- Up to 20% of Sub-Fund assets may be invested in equities of PRC markets other than China A-Shares market (e.g. China B-Shares and China H-Shares)



Disclaimer

ADCB Assets Management Limited is a member of ADCB Group, licensed by Financial Services Regulatory Authority ("FSRA") in Abu Dhabi Global Market. This report is intended for general information purposes only for customers of ADCB Asset Management Limited ("AAML") who are either retail or professional investors. It should not be construed as a recommendation, offer or solicitation to purchase or dispose of any securities or to enter in any transaction. The content of this report should not be considered legal, regulatory, credit, tax or accounting advice. Anyone proposing to rely on or use the information contained in the report should independently verify and check the accuracy, completeness, reliability and suitability of the information, obtain independent and specific advice from appropriate professionals or experts regarding information contained in this report and make independent decisions regarding any security mentioned in this report. Information contained herein is based on various sources, including but not limited to public information, that AAML considers accurate and reliable. However, AAML makes no representation or warranty as to the accuracy or completeness of any statement made in or in connection with this report and accepts no responsibility whatsoever for any loss or damage caused by any act or omission taken as a result of the information contained in this report. Charts, graphs and related data or information provided in this report are intended to serve for illustrative purposes only.

The information contained in this report is prepared as of a particular date and time and will not reflect subsequent changes in the market or changes in any other factors relevant to their determination. AAML expressly disclaims any obligation to update or revise any forward looking statements to reflect new information, events or circumstances after the date of this report or to reflect the occurrence of unanticipated events. ADCB Group does and may at any time solicit or provide commercial banking, investment banking, credit, advisory or other services to the companies covered in its reports. As a result, recipients of this report should be aware that any or all of the foregoing services may at time give rise to a conflict of interest that could affect the objectivity of this report. **Past performance does not guarantee future results.** Investment products are not bank deposits and are not guaranteed by ADCB Group. They are subject to investment risks, including possible loss of principal amount invested.

Sources: 1. Fund's Prospectus, Factsheet and RFP, 2. Fund's Website