FSSA Investment Managers
首域盈信



FSSA China Growth Fund

Fund snapshot

- High-conviction portfolio with bottom-up stock selection
- Aims to provide long-term capital appreciation
- Managed by a team of Asia and Global Emerging Markets specialists with a long track record

Minimum market cap
All cap

Geographical sector
China

- The Fund invests primarily in equity securities or equity-related securities issued by companies with either assets in, or revenues derived from China.
- The Fund invests in emerging markets which may have increased risks than developed markets including liquidity risk, currency risk/control, political and economic uncertainties, high degree of volatility, settlement risk and custody risk.
- Investing in securities of small /mid-capitalisation companies may have lower liquidity and their prices are more volatile to adverse economic developments.
- The Fund's investments may be concentrated in China and single sector which may have higher volatility or greater loss of capital than more diversified portfolios.
- The Fund may expose to China market risk including repatriation risk, uncertainties to PRC taxation policies and risks associated with StockConnects, QFI, the ChiNext market and/or the STAR board. The Fund may also expose to RMB currency and conversion risk
- The Fund may use FDIs for hedging and efficient portfolio management purposes, which may subject the Fund to additional liquidity, valuation, counterparty and over the counter transaction risks.
- It is possible that a part or entire value of your investment could be lost. You should not base your investment decision solely on this document. Please read the offering document including risk factors for details.

Lead portfolio manager	Approx. no. of stocks	Benchmark	Maximum cash	Minimum market cap
Martin Lau	40 – 60	MSCI China Net Index	10%	All cap

Minimum initial investment	US$1,000
Minimum subsequent investment	US$500
Share class	Class I (USD - Acc)
Inception date	17 August 1999

Initial charge	5.0%
Management fee	1.75% p.a.
NAV/share	US$193.73
ISIN code	IE0008368742

Source: First Sentier Group, as at 30 June 2026. The Fund is a sub fund of Ireland domiciled First Sentier Investors Global Umbrella Fund Plc.

Why invest in the FSSA China Growth Fund?

1. China 2.0: Evolution and innovation

- Driven by increasing innovation, the market is developing and broadening out; it is no longer just about state-owned companies
- In 2020, China received the most number of patent applications globally[1]
- More graduates are returning overseas, transferring their knowledge and skillsets
- Tap into China's transformation with these long-term structural investment themes:

Dominant consumer franchises

Beneficiaries of the rise in healthcare spending

High-quality financials

A more connected and automated world

2. A differentiated, high-conviction portfolio constructed from the bottom up

- High-conviction portfolio built from the bottom up with a focus on quality management, strong financials and sustainable growth drivers

Portfolio characteristics	The fund	Benchmark
Differentiated (active share)	78%	-
High conviction (# holdings)	56	-
Concentrated (top 10 holdings)	40%	40%
Cash generative, asset light companies (FCF yield and P/FCF ^)	5.2%/19x	3.3%/31x
Profitability (ROE*)	19%	15%
P/E† ratio (FY12m)	14x	10x

Source: FSSA Investment Managers, FactSet, MSCI as at 30 June 2026.
^ Free cash flow yield and Price to free cash flow
* Return on equity
† Price to Earnings

[1]Source: WIPO IP Portal, as at November 2021.

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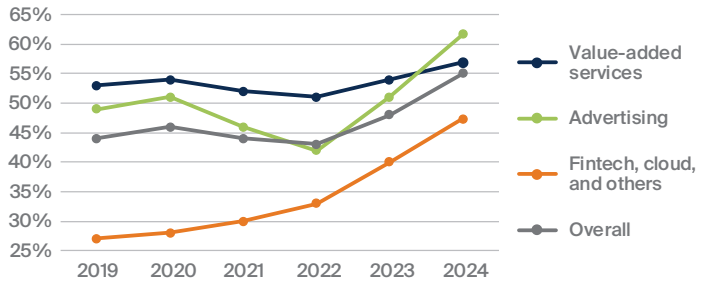
3. Tencent: The largest social media network and online gaming company in China

- Tencent has proven its ability to deliver growth despite the weak economy, and the management is confident that profitability will improve further as it continues to develop its high-margin businesses
- Its platform has grown significantly over the years, yet there is no sign of complacency. Tencent has continued to develop new functions within WeChat to improve monetisation rates and enhance the quality of the franchise
- Reported healthy net profits and sustained improvements in its gross margin in 2024
- Buybacks doubled in 2024, combined with a healthy dividend payout provide a boost to shareholder returns

Segment gross profit margins



Source: Company reports, FSSA Investment Managers, as at 30 April 2025.

Cumulative performance in USD %

	3 months	YTD	1 year	3 years	5 years	10 years	Since inception
FSSA China Growth Fund	4.4	-1.3	10.6	10.2	-27.7	82.0	1,837.4
MSCI China Net Index#	-6.6	-15.0	-4.9	25.1	-29.0	52.9	487.5

Calendar year performance in USD %

	2025	2024	2023	2022	2021
FSSA China Growth Fund	21.1	3.4	-17.9	-19.7	-6.0
MSCI China Net Index#	31.2	19.4	-11.2	-21.9	-21.7

Source: Lipper, Nav-Nav (USD total return, non-dividend distributing), as at 30 June 2026. Since inception: 17 August 1999. #The benchmark displayed is the MSCI Golden Dragon Index until 31 May 2002 and the MSCI China Net Index from 1 June 2002 onwards. Gross of tax benchmark performance is shown before 1 July 2016 and net of tax benchmark performance is shown after the aforementioned date. FSSA China Growth Fund refers to Class I (USD - Acc), the non-dividend distributing share class.

Why FSSA Investment Managers?

FSSA Investment Managers are specialists in Asia and Global Emerging Markets. Operating as an autonomous investment team within First Sentier Group, we are a team of dedicated investment professionals based in Hong Kong, Singapore and London. Established in 1988, we are bottom-up investors with a different perspective, using fundamental research and analysis to construct high-conviction portfolios.

- **Quality focused**
- **Absolute return mind-set**
- **Benchmark indifference**
- **Integration of Sustainability factors**

Important information
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