

Ping An of China Asset Management Fund China Green Bond Fund

Risk Disclosure

- Ping An of China Asset Management Fund - China Green Bond Fund (the "Fund") primarily invests in international standard aligned green bonds (i.e. those which follow Green Bond Principles of the International Credit Market Association) issued by China issuers via the Bond Connect and/or a RQFII channel, and other emerging market issuers with the aim to promote green financing, bring upon advancement in environmental friendly investments and social awareness in emerging market countries.
- The Fund may invest in (i) debt securities rated below investment grade or unrated; (ii) fixed-income securities with loss absorption features which are subject to the risk of being written down or converted to ordinary shares upon the occurrence of trigger events resulting in a significant or total reduction in value; and (iii) asset-backed securities and mortgage-backed securities, all of which are typically subject to higher default, volatility and liquidity risks. The Fund is also subject to other risks associated with debt securities (e.g. interest rate, credit rating and downgrading, valuation, convertible bond and urban investment bond risks) and is exposed to risks relating to securities lending, over-the-counter sale and repurchase and/or reverse repurchase transactions.
- The Fund's investments are concentrated in green fixed income instruments predominantly issued in China which is an emerging market. The Fund may underperform funds that do not focus on green fixed income instruments, and may be more volatile than a fund with a more diverse portfolio. The Fund is also subject to RMB and PRC tax risks.
- The Fund may use derivatives for investment, hedging and efficient portfolio management purposes. Use of derivatives may expose the Fund to significant losses.
- There is no guaranteed dividend payment. Distribution may be paid out of capital which amounts to a return or withdrawal of part of the amount of an investor's original investment or from any capital gains attributable to that original investment and may result in an immediate decrease in the NAV per share.
- The investment decision is yours. You should not base your investment decision on this factsheet alone. Please refer to the Fund's Hong Kong Offering Documents for further details, including the risk factors.

Investment Objective

The Fund aims to achieve absolute return from investment income and long term capital appreciation. The Fund mainly invests in international standard aligned green bonds issued by Greater China issuers with the aim to promote green financing and bring upon advancement in environmental friendly investments and social awareness in this region.

Fund Details

Investment Manager	Ping An of China Asset Management (Hong Kong) Company Limited
Domicile	Luxembourg
Base Currency	USD
Other Currencies of Share Classes	HKD/ CNH
Fund Inception Date	8 November 2019
Fund Size	USD 89.2 million
Dealing Frequency ⁽¹⁾	Daily
Distribution Policy ⁽²⁾	Semi-annually
Minimum Investment Amount	Retail Share Classes - USD 10,000 (Initial) - USD 10,000 (Subsequent)
Subscription Fee	None
Management Fee	Up to 1% p.a.
Redemption Fee	None
Custodian & Administrator	HSBC Continental Europe, Luxembourg

Portfolio Statistics

Average Yield to Maturity ⁽³⁾	6.46%
Average Modified Duration ⁽³⁾	3.26 years
Average Credit Rating ⁽³⁾	A-

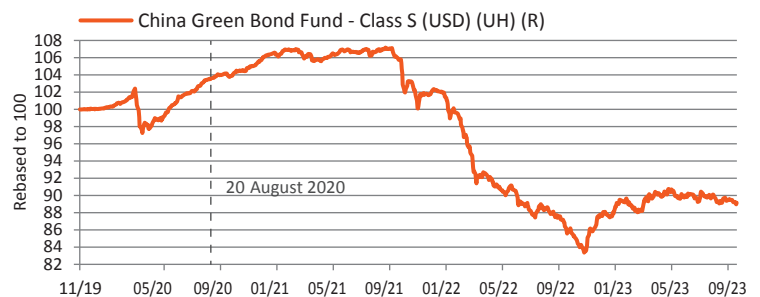
¹ Any day on which the banks are fully open for normal business banking in Luxembourg and Hong Kong.

² Currently in June and December each year for each dividend distribution share class. Dividend payout is not guaranteed.

³ Source: FactSet.

For further details about the Fund, please refer to the Offering Document.

Fund Performance



Cumulative Performance

	YTD	1-Month	3-Month	6-Month	1-Year	3-Year	Since Inception*
Class S (USD) (UH) (R)	1.78%	-0.53%	-0.54%	-0.57%	3.78%	-14.13%	-10.83%
Class RE (USD) (UH) (D)	0.99%	-0.61%	-0.80%	-1.08%	2.71%	-	-18.43%
Class RE (HKD) (UH) (D)	1.47%	-0.78%	-0.86%	-1.32%	2.45%	-	-17.79%

Calendar Year Performance

	2022	2021*	2020	2019*
Class S (USD) (UH) (R)	-14.17%	-4.13%	6.37%	0.11%
Class RE (USD) (UH) (D)	-15.07%	-4.90%	-	-
Class RE (HKD) (UH) (D)	-15.13%	-4.54%	-	-

Class S (USD) (UH) (R) is not available to the public of Hong Kong.

Past performance is not a guide to future performance. Performance is calculated based on NAV-to-NAV with dividend reinvested (if any). (UH): Unhedged. (R): Capital-accumulation. (D): Dividend distribution. The period from 11 November 2019 to 11 March 2020 was portfolio construction period of the Fund.

The historical performance that is displayed here corresponds to the period where the Fund was qualifying as a different type of fund, i.e. a Reserved Alternative Investment Fund (RAIF), before its conversion into an Undertaking Collective Investment in Transferable Securities (UCITS) on 20 August 2020. Although the investment objectives, strategies and policies of the Fund have not materially changed at the time of the conversion, the past performance disclosed is for indicative purposes only, should not be relied on in connection with any investment decision and does not constitute any guarantee for future returns.

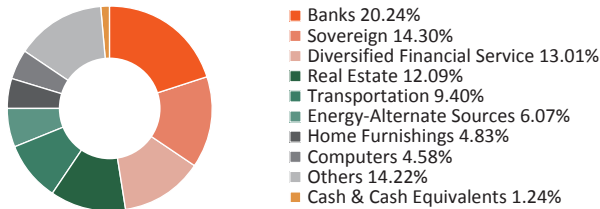
* Performance of Class S (USD) (UH) (R) for calendar year 2019 and Class RE (USD) (UH) (D) and Class RE (HKD) (UH) (D) for calendar year 2021 is calculated from its share class performance inception date to 31 December 2019 and 31 December 2021 respectively.

Share Class Information

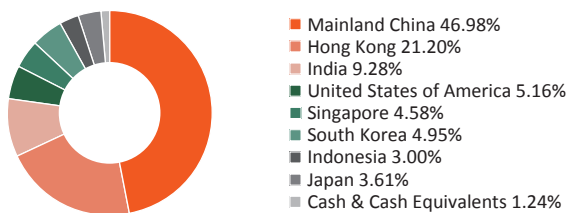
Share Class	Class S (USD) (UH) (R)	Class RE (USD) (UH) (D)	Class RE (HKD) (UH) (D)	Class RE (USD) (UH) (R)	Class RE (HKD) (UH) (R)
ISIN	LU2071385509	LU2069541089	LU2069542137	LU2069540941	LU2069542053
Bloomberg Ticker	PINCGBS LX	PIMGBRE LX	PIMGBHK LX	PIMGBUS LX	PIMGBRU LX
Performance Inception Date	11 November 2019	8 July 2021	8 July 2021	N/A	N/A
Month-end NAV	USD 89.17	USD 80.70	HKD 81.34	N/A	N/A

Ping An of China Asset Management Fund
China Green Bond Fund

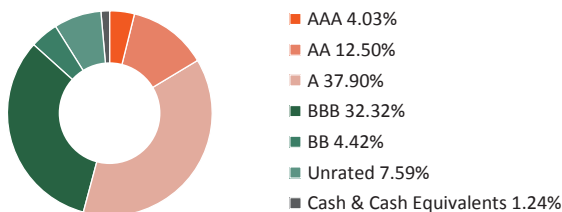
Sector Allocation (%)



Country/Region Allocation (%)



Credit Rating Allocation ⁽⁴⁾ (%)



Top 5 Holdings (%)

Holdings	Coupon	Maturity	(%)
Midea Investment Development Co Ltd	2.880%	24/02/2027	4.86%
MTR Corp Cl Ltd	2.500%	02/11/2026	4.81%
Lenovo Group Ltd	6.536%	27/07/2032	4.61%
Vena Energy Capital Pte Ltd	3.133%	26/02/2025	4.60%
China Merchants Bank Co Ltd/Hong Kong	1.200%	10/09/2025	4.13%

Review

Market performance in September was marked by a moderation in credit concerns in Chinese credits but with the incessant march higher in US rates outweighing the positive performance of such. China reported industrial production, retail sales and services output that were above Bloomberg consensus for the August period. While fixed asset investments and property-related sectors remained weak, there continues to be supportive property easing in large cities. The 3rd quarterly Monetary Policy Committee also brought more signaling of easing with rhetoric from the central bank to promote price recovery from low levels and to ensure a reasonably ample level of liquidity. Individual company news on New World showcased the fragile sentiment of the investors as bond volatility intensified on the name. With clarification from the company dispelling rumors of project pledges and buyback plans followings its results release, the bond complex stabilized during the month. This supported the Fund performance of -0.53%[^] during the month, which was better than the overall market.

The acceleration in the move higher in US rates garnered much attention during the month. The 10-year US Treasury yield spiked another 46bps (basis points) in September following a 14bps move higher in August, bringing the US Treasury yields to a cycle high. The move appears in contrast to the slowdown in US inflation in the second quarter. We ascribe the move to a myriad of technical factors including the US government debt ceiling issue, concerns of increased US bond supply, market positioning, and the re-pricing of term premiums as the discussion of the US economy increasingly tilts to a soft landing.

During the period, the overall bond market performance for Chinese USD denominated currency bonds and Asian green bonds weakened. The Bloomberg Asia Ex-Japan USD Credit China Investment Grade Index returned -0.95% and the FTSE APAC-Select Investment-Grade Green Impact USD Bond Index returned -0.82%.

Outlook

Entering the 4th quarter, we find little reason to deviate from our previous strategy of treading light into duration. The outlook for the near-term levels of rates remains uncertain as fundamental factors alone fail to explain the recent move. This would deter incremental buyers, hence we have reduced our rate sensitive positions and look for signs of stabilization or risk-off to re-enter longer duration positions.

During the General Assembly of the United Nations, leaders acknowledged the urgency of tackling climate issues given the narrowing window to achieve the 1.5 degree goal. This would entail building more credible policies and a regulatory framework to guide and scrutinize efforts. The enhanced climate disclosures announced in the past quarter will provide a much clearer measuring stick for progress going forward. There was also discussion of the Green Climate Fund, to which the mobilization of private finance was presented. We believe this will pave the way for more involvement of green finance in the private sector in Asia. In addition, Thailand and Vietnam agreed to accelerate the phase-out of coal by 2040, which will also help foster the green bond market in these two nations, which have lagged their larger neighbors such as India and China in terms of green bond issuance.

Awards

House Awards



彭博商業周刊/中文版



Investment house of the year
Ping An



Asset management firm of the year
Ping An of China
Asset Management (Hong Kong)

Fund Awards



ESG fixed income fund of the year, Asia



ESG fixed income fund of the year – Asia

⁴ Credit rating allocation by Ping An of China Asset Management (Hong Kong) Company Limited assigns each security or its parent company the higher rating from three credit agencies (Moody's, S&P and Fitch). If only one agency assigns a rating, that rating will be used. Securities that are not rated by all three agencies are reflected as unrated. The lower the overall credit rating, the riskier the portfolio. The credit rating is expressed as a regular letter rating (from high to low quality): AAA, AA, A, BBB, BB, ...D. ⁵ Source: Bloomberg Businessweek/Chinese Edition, ESG Leading Enterprise Awards 2021 and 2022 as of November 2021 and December 2022 respectively. ⁶ Source: Risk.net and Asia Risk Magazine, Asia Risk Awards 2020 and 2022 as of September 2020 and November 2022 respectively. ⁷ Source: Environmental Finance, Sustainable Investment Awards 2021 and 2023 (ESG Fixed Income Fund of the Year, Asia) as of 28 June 2021 and 28 June 2023 respectively. [^] Based on Class S (USD) (UH) (R). **Fund Allocation:** Fund allocations are a percentage of investments in asset categories (i.e. total sum of investments in securities, cash at bank and interest receivable on securities) as of the end of the period. The asset category of the Fund is based on its predominant investments under normal market conditions. The Fund may shift allocations among asset classes at any time without prior notice. Percentage may not equal 100% due to rounding. **Top Holdings:** These securities do not represent all of the securities purchased, sold or recommended for clients, and the reader should not assume that investment in the securities listed was or will be profitable. The portfolio manager for the Fund reserves the right to withhold release of information with respect to holdings that would otherwise be included in the top holdings list. **Review and Outlook:** Unless otherwise specified, all market data contained herein are from Bloomberg.

Ping An of China Asset Management Fund
China Green Bond Fund

Contact Us:

 asset.pingan.com.hk

 (+852) 3762 9292

 PUB_PAAMHK_IS@pingan.com.hk

Disclaimer

China Green Bond Fund (the "Fund"), a sub-fund of Ping An of China Asset Management Fund, has been authorized by the Securities and Futures Commission of Hong Kong ("SFC") (SFC authorization is not an official recommendation or endorsement of the Fund nor does it guarantee the commercial merits of the Fund or its performance. It does not mean the Fund is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors). Information herein has not been independently verified but is based on sources believed to be accurate and reliable as at the date it was made. Any projections or other forward-looking statements regarding future events or performance of countries, markets or companies are not necessarily indicative of, and may differ from, actual events or results. No warranty of accuracy is given and no liability in respect of any error or omission is accepted. Ping An of China Asset Management (Hong Kong) Company Limited ("PAAMC") reserves the right to revise any information herein at any time without notice. The contents of this factsheet are for information only and no offer or solicitation to buy or sell securities and no investment advice or recommendation is made herein. Investment involves risks. Investors should not only base investment decisions on this factsheet alone. The past performance is not indicative of future performance. The price of the Fund may rise or fall and investors may lose some or all of their investment. This factsheet is issued by PAAMC and has not been reviewed by the SFC.

For more information about Ping An of China Asset Management (Hong Kong), please visit our website: <https://asset.pingan.com.hk> (This website has not been reviewed by the SFC)