Guotai Junan Greater China Growth Fund

^Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme"

Monthly Report - 28 Feb 2021

國泰君安國際 GUOTAI JUNAN INTERNATIONAL ASSET MANAGEMENT

Important Information

The Fund may invest in listed companies that derive a significant portion of their revenues from goods produced or sold, investments made or services performed in the Greater China region, which includes the People's Republic of China, the Hong Kong & Macau Special Administrative Regions and Taiwan.

The Fund may invest in the Greater China securities markets, which are emerging markets. As such, the Fund may involve a higher degree of risk and is usually more sensitive to price movements.

The value of the Fund can be volatile and could go down substantially within a short period of time.

The investment decision is yours. You should not invest unless the intermediary who sells this Fund to you has advised you that this Fund is suitable for you and has explained why, including how investing in it would be consistent with your investment objectives.

Investors should not make investment decisions based on this material alone. Please refer to the explanatory memorandum, including the risk factors involved.

The Manager may at its discretion pay dividends out of or effectively out of the capital of the Sub-Fund. Payment of distributions out of capital or effectively out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment and may result in an immediate reduction of the Net Asset Value per Unit of the Sub-Fund.

Investment Objective

To achieve medium- to long-term capital appreciation by investing in listed companies which are domiciled in or have operating incomes from the Greater China region (Mainland China, Hong Kong, Macau and Taiwan).

Fund Performance

	2008 [1]	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021 [2]
The Fund (%)	-61.96	99.44	12.15	-33.37	18.42	12.02	1.37	-6.99	-8.66	27.53	-16.33	13.85	42.28	7.89
Hang Seng Total Return Index (%)	-46.40	56.65	8.57	-17.38	27.46	6.55	5.48	-3.92	4.30	41.29	-10.54	13.04	-0.29	6.42

1 Calculated since 1 Jan 2008

2 Measured as of 28 Feb 2021

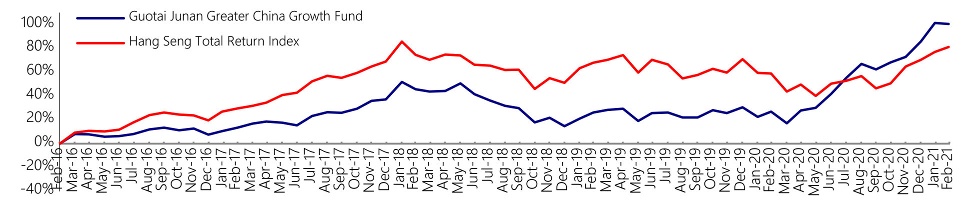
	1 Mth	3 Mths	6 Mths	YTD	1 Yrs	3 Yrs	5 Yrs
The Fund (%)	-0.45	15.92	19.98	7.89	57.85	37.47	100.40
Hang Seng Total Return Index (%)	2.46	10.03	15.74	6.42	14.13	3.86	81.25

Last update: 28 Feb 2021 The performance is measured in NAV-to-NAV in fund currency with net income re-investment

Fund Facts

Manager	Victor Tsang
Inception Date	19 Nov 2007
Domicile	Hong Kong
Trustee & Registrar	HSBC Institutional Trust Services (Asia) Limited
Auditor	Ernst & Young Limited
Dealing Frequency	Daily
Base Currency	Hong Kong Dollar
NAV	HKD 136.37
Bloomberg Code	GJGCHGR HK Equity
ISIN Code	HK0000315355

5 Year Performance



Source: Guotai Junan Assets (Asia) Limited Last update: 28 Feb 2021

The performance is measured in NAV-to-NAV in fund currency with net income re-investment

Subscription and Redemption

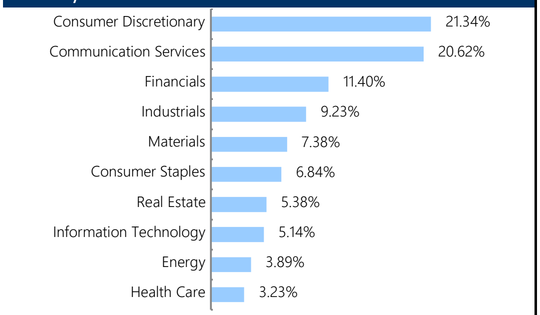
Min. Initial Subscription	HKD 10,000
Subscription Fee	Up to 5%
Annual Management Fee	1.5% p.a.
Redemption Fee*	
Less than 6 mths	1%
6 mths or more but less than 12 mths	0.75%
12 mths or more but less than 18 mths	0.50%
18 mths or more but less than 24 mths	0.25%
24 mths or more	Waived

* Redemption fee will be waived for investors who subscribed through nominee account.

Top Ten Holdings

Top Ten Holdings	%
Tecent	7.31
Meituan Dianpi -B	5.72
Geely Automobile	4.71
Cimc Enric Holdings Ltd	4.67
China Pacific Insurance Gr-H	4.43
Cnooc Ltd	3.89
China Bluechemical Ltd - H	3.83
Aia Group Ltd	3.63
Sinopec Shanghai Petrochem-H	3.55
China Telecom Corp Ltd-H	3.49

Industry Allocation[4]



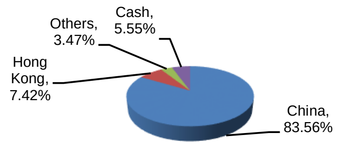
4. Sources: Bloomberg, Guotai Junan Assets (Asia) Ltd, based on the Global Industry Classification Standard.

Contact

Ms. Helen Cheung
Phone: (852) 2509 7740
Fax: (852) 2509 7784

^The Fund is approved as Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme" of HKSAR

Exposure by Major Revenue Source[3]



3. Sources: Bloomberg, Guotai Junan Assets (Asia) Ltd.

Dividend Distribution History (Since Launch)

Record Date	Distribution Per Unit	Fund Price On Record Date
30-Jun-15	HKD 3.03	HKD 100.9

Market Outlook and Investment Strategy

The US equity market continued to rally in February, while the divergence between the growth and the value seemed intensified. Some key economic data missed market expectations, signaling stalled recovery. The US 10-yr Treasury yield jumped from 1.078% to 1.415% in February, triggering market concerns. Several Fed officials responded in unison that there was no need to worry about the rise in Treasury yield. According to the latest FOMC minutes, the Fed stated the US economic recovery still had a long way to go, and the Fed had no plan to tighten monetary policy early. Meanwhile, the Fed would continue to maintain a low interest rate and large-scale asset purchases to support the economy until "substantive progress" was achieved. We think the Fed will remain accommodative in near term, and the pace of recovery will mainly depend on the progress of vaccination and the effectiveness of vaccines against new variants of the COVID-19. We tend to be cautious towards current market condition.

China A-share market fluctuated and the CSI300 Index closed by -0.28% in February. Reflected by economic data, China's recovery slowed due to the resurgence of local COVID-19 cases and the celebration of Chinese New Year. Considering ongoing Sino-US tension, policy makers formulated further supports to stimulate Chinese domestic demand (Urbanization 2.0, higher disposable income, less inequality), technology innovation (digitalization, big data, AI, 5G), green environment (carbon neutrality), and capital market reform. As the 2021 "two sessions" approaches, more policies will be discussed and the final version of China's 14th Five-year Plan will be published. We expect the market may fluctuate in short term, but the medium-term trend remains upbeat. We are still cautiously optimistic with the onshore market, and we think a balanced approach between growth and value would be appropriate.

Hong Kong stock market went up and down, and trading volume maintained at a high-level in February. As government officials announced the vaccination plan, investors were optimistic on the recovery expectation, and the southbound net inflow continued driving the market up before the Chinese New Year. However, the surge of US Treasury yield triggered market concerns on inflation expectation, the Hang Seng TECH Index pulled back as a result. On February 24, HK government proposed to raise the stamp duty from the current 0.10% to 0.13%, which irritated investors and led to another sell-off with a net southbound outflow of nearly $20bn. Through February, the HSI gained 2.46% to 28,980.21, while the HSTECH lost 4.31% to 8,954.44. We think the HK local economy remains difficult to improve in short term, and we will keep flexible cash level to catch up opportunities from market fluctuations.

In February, the rally was extended in Taiwan equity market on the back of inspiring economic data. Looking forward, although geopolitical uncertainties may affect the development of Taiwan, we are optimistic with Taiwan market in long run. Given TSMC has gained dominance in the next generation semiconductor technology against Samsung and Intel, the global demand for 5G technology, high performance computing, and data centers would be even stronger post the pandemic. Consequently, this will benefit the whole Taiwan tech supply chain and the tech dominated TAIEX Index.