

Guotai Junan Greater China Growth Fund

Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme"



Monthly Report - 30 Nov 2023

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 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 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 (Class A)

Calendar Year Performance	2009 ¹	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022
The Fund (%)	99.44	12.15	-33.37	18.42	12.02	1.37	-6.99	-8.66	27.53	-16.33	13.85	42.28	-6.00	-19.49
Hang Seng Total Return Index (%) ³	56.65	8.57	-17.38	27.46	6.55	5.48	-3.92	4.30	41.29	-10.54	13.04	-0.29	-11.83	-12.54

1. Calculated since 1 Jan 2008 2. Measured as of 30 Nov 2023

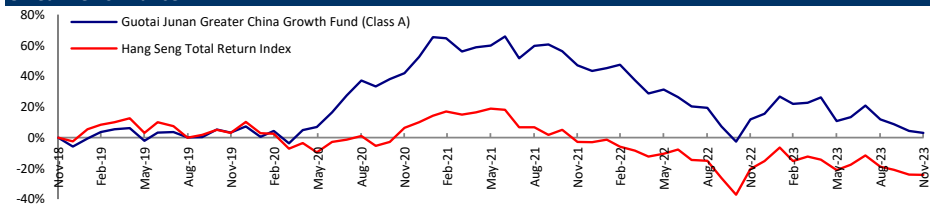
3. A reference index for comparative purposes only

Cumulative Performance	1 Mth	3 Mths	6 Mths	YTD ²	1 Yrs	3 Yrs	5 Yrs
The Fund (%)	-1.24	-7.92	-7.00	-10.78	-7.98	-27.46	2.99
Hang Seng Total Return Index (%) ³	-0.16	-6.53	-3.93	-10.60	-4.89	-28.73	-24.23

Last update: 30 Nov 2023

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

5 Year Performance



Source: Guotai Junan Assets (Asia) Limited

Last update: 30 Nov 2023

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

Fund Facts

Manager	Guotai Junan Assets (Asia) Limited
Inception Date	19 Nov 2007
Domicile	Hong Kong
Trustee & Registrar	HSBC Institutional Trust Services (Asia) Limited
Auditor	Ernst & Young
Dealing Frequency	Daily
Base Currency	Hong Kong Dollar
NAV	HKD 85.34
Bloomberg Code	GJGCHGR HK Equity
ISIN Code	HK0000315355

Subscription and Redemption

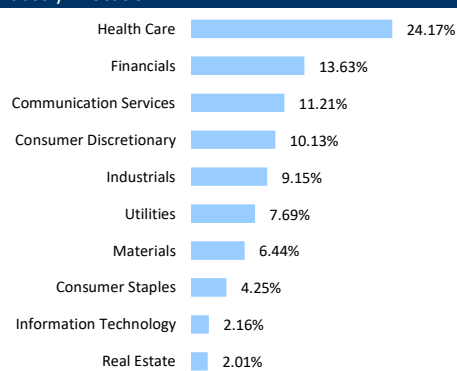
Min. Initial Subscription	HKD 10,000
Subscription Fee	Up to 5%
Annual Management Fee	1.5% p.a.
Redemption Fee*	
Less than 6 mths	1%
6 mths or more but less than 12 mths	0.75%
12 mths or more but less than 18 mths	0.50%
18 mths or more but less than 24 mths	0.25%
24 mths or more	Waived
*Please refer to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

Top Ten Holdings⁴

Company	%
Aia Group Ltd	5.52
Kunlun Energy Co Ltd	5.44
China Mobile Ltd	4.71
Kuaishou Technology	4.58
China State Construction Int	4.04
Trip.Com Group Ltd	4.02
Genscript Biotech Corp	3.71
Wuxi Biologics Cayman Inc	3.45
China Bluechemical Ltd - H	3.37
Cspc Pharmaceutical Group Lt	3.32

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

Industry Allocation⁶



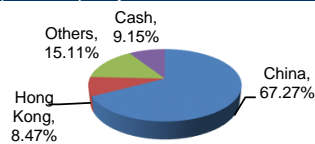
6. Sources: Bloomberg, Guotai Junan Assets (Asia) Ltd, based on the Global Industry Classification Standard.

Contact

Ms. Sylvia Xu
Phone: (852) 2509 2186
Fax: (852) 2509 7784

*The Fund is approved as Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme" of HK SAR

Exposure by Major Revenue Source⁵



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

Market Outlook and Investment Strategy

November was a positive month for US equities thanks to cooling inflation raised hopes of peaking interest rates. The S&P 500, the Nasdaq Composite and the Dow rallied by 8.92%, 10.7% and 8.77%, respectively. Despite the ongoing conflict in the Middle East, the price of a barrel of Brent crude oil fell to \$80, thanks to an increase in US supply and OPEC+ members' failure to adhere to production quota. Data wise, the US inflation slowed to 3.2% in October from 3.7% in September, indicating further rate hikes may not be needed. US Nonfarm Payrolls added only 150K in October, significantly below the average monthly gain of 258K over the prior 12 months. The US 10-year Treasury yield fell below 4.4% by the end of November, down from the peak of 5% reached in mid-October. According to the latest FOMC meeting minutes, the Fed maintained the federal funds rate at current level and highlighted the commitment to curb inflation. Although Fed Chair Powell said the Fed was "not thinking about rate cuts right now", the Street has already begun to price in rate cuts in the next year and that's why growth stocks outperformed value. Going forward, we believe the impact of peaking interest rates and softened demand will continue to weigh on the US economy as time goes by. The outlook remains challenging, while a soft landing should be achievable.

Emerging equity markets rallied in November, while the Greater China was an exception due to ongoing concerns over pessimistic economic outlook. The CSI300 Index retreated by 2.14%, and the ChiNext Index declined by 2.32%. Recent economic data suggested economic recovery remained fragile with more supportive measures from the government needed. The official NBS Manufacturing PMI edged down to 49.4 in November from 49.5 in October, missing market forecasts of 49.7, the lowest print since June. The official NBS Non-Manufacturing PMI also slowed down to 50.2 in November, the 11th straight month of expansion in the service sector but the softest in the sequence. CPI fell by 0.5% YoY in November, steeper than market forecasts of a 0.1% fall, while core consumer prices rose by 0.6% YoY. One of the major global events in November, Biden-Xi meeting in San Francisco, went smoothly and alleviated tensions in short-term, while long-term structural issues were still hard to settle. Towards month-end, fears that fiscal stimulus would not be sufficient to spur growth and the ongoing real estate dilemma further weakened market sentiment. Looking forward, the economic outlook is quite bumpy as reflected by insufficient demand and lack of confidence. We believe the policy stance will stick to pro-growth and more measures will be announced to protect the downside of the economy. Considering internal uncertainties and external challenges, we are cautiously optimistic with the long-term development of Chinese economy.

Compare to A-share, Hong Kong equity market did better in November. The HSI slid by 0.41%, and the HSTECH rebounded by 3.74%. Recent economic data were mixed. HK imports and exports recorded some improvements, rising by 2.6%, 1.4% YoY in October, respectively. HK retail sales slowed to 2.7% YoY in October from +10.1% YoY in September, the smallest increase since December 2022. The annual inflation rate rose to 2.7% in October from 2% in September, higher than market forecasts of 2.1%. The stock trade stamp duty cut became effective from Nov. 17, which barely helped with market sentiment. Looking ahead, we remain bearish on HK local economy. It takes time for both the real economy and investors' confidence to restore. We have been patient and prudent to catch up opportunities from irrational selloffs. There should be more structural opportunities for long term investments.

Disclaimer

The information and data contained in this document is for reference only and does not constitute investment advice, or an offer to sell, or a solicitation of an offer to buy any security, investment product or service.

Certain data in this document has been obtained from third parties. Guotai Junan Assets (Asia) Limited has taken its best endeavour to ensure the accuracy of such data, and in good faith believes it is reliable, and however does not guarantee the accuracy of such data.

Investment involves risk. The prices of units may go up as well as down. Past performance is not indicative of future performance. Please refer to the Explanatory Memorandum for details including risk factors.

This document is issued by Guotai Junan Assets (Asia) Limited and has not been reviewed by the Securities and Futures Commission.