

# BOCHK INVESTMENT FUNDS

## BOCHK GLOBAL EQUITY FUND

September 2022 Issue  
(Data as of 31 August 2022)

### Important Notes:

- Investment involves risks and BOCHK Global Equity Fund (the "Sub-Fund") may not be suitable for everyone. Past performance is not indicative of future performance. The Sub-Fund is subject to market and exchange rate fluctuations and to the risks inherent in all investments. Price of Units and the income (if any) generated from the Sub-Fund may go down as well as up. Investors could face no returns and/or suffer significant loss related to the investments. There is no guarantee in respect of repayment of principal.
- The key risks to which the Sub-Fund is subject to include: general investment risk, foreign exchange and RMB currency and conversion risks, equity market risk, concentration risk, derivative instruments risk, cross-class liability risk, potential conflicts of interest and risks of investing in other CISs/funds.
- Please refer to the offering document of the Sub-Fund for further details including investment objectives and policies, charges and expenses, and risk factors, before making any investment decision.

### CUMULATIVE PERFORMANCE [Gross Distribution Reinvested]

Sub-Fund — Class A		3 Months	Year to date	1 Year	3 Years	5 Years	Since Inception
		USD Units	-6.00%	-18.30%	-17.25%	22.44%	28.38%
Reference Index <sup>△</sup>	RMB Units <sup>△</sup>	-2.99%	-11.43%	-11.59%	17.94%	34.11%	62.74%
	USD Units	-5.64%	-17.75%	-15.88%	26.09%	40.08%	350.66%
	RMB Units	-2.62%	-10.84%	-10.13%	21.45%	46.34%	83.61%

### CALENDAR YEAR PERFORMANCE

	Sub-Fund — Class A		Reference Index <sup>△</sup>	
	USD Units	RMB Units	USD Units	RMB Units
2017	23.76%	15.64%	23.97%	15.88%
2018	-12.87%	-8.08%	-9.42%	-4.43%
2019	22.81%	24.50%	26.60%	28.35%
2020	15.40%	7.64%	16.25%	8.44%
2021	17.69%	15.20%	18.54%	16.03%

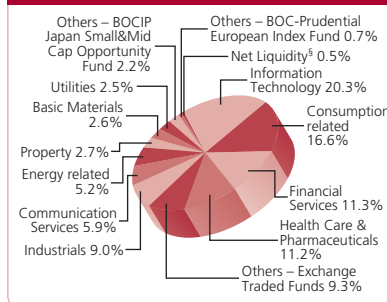
### TOP 10 HOLDINGS

1	BOCHK ASIA PAC EQUITY FUND-CLASS A	6.0%
2	APPLE INC	3.9%
3	MICROSOFT CORP	3.1%
4	ISHARES MSCI EMERG MRKT ASIA	3.0%
5	VANGUARD S&P 500 ETF	2.7%
6	BOCIP JAPAN SMALL&MID CAP OPPORTUNITY FUND	2.2%
7	AMAZON.COM INC	2.0%
8	ISHARES LATIN AMERICA 40 ETF	1.9%
9	ISHARES MSCI EMERGING MARKET	1.4%
10	TESLA INC	1.2%

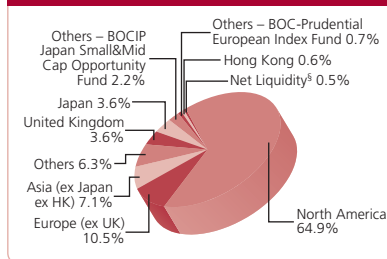
### FUND DATA (Class A)

Investment Manager	BOCI-Prudential Asset Management Limited	
Fund Size (Million)	USD 133.08	
Inception Date	Class A – USD Units 12 July 2002	Class A – RMB Units 29 June 2015
Base Currency	USD	
Currency Class	USD / RMB	
Management Fee (p.a.)	1.5%	
Initial Charge	5%	
Switching Fee	Class A – USD Units 1% <sup>▲</sup> or Nil <sup>▲▲</sup>	Class A – RMB Units 1% <sup>▲</sup> or Nil <sup>▲▲</sup>
NAV per unit	USD 30.1515	
12 Months NAV <sup>††</sup>	Highest: USD 36.9059	RMB 234.6868
	Lowest: USD 29.3537	RMB 196.7928
Morningstar Overall Rating <sup>†††</sup>	Class A – USD Units <b>★★★</b>	Class A – RMB Units <b>★★★</b>
Risk Level <sup>*</sup>	High	
Standard Deviation	Class A – USD Units 18.25%	Class A – RMB Units 16.72%
Beta	Class A – USD Units 0.99	Class A – RMB Units 0.99
Bloomberg Tickers	Class A – USD Units BOCGLEA HK EQUITY Class A – RMB Units BOCGLYA HK EQUITY	
ISIN Codes	Class A – USD Units HK0000039765 Class A – RMB Units HK0000257680	

### SECTOR ALLOCATION\*\*



### GEOGRAPHICAL ALLOCATION



### INVESTMENT OBJECTIVES AND POLICIES

The BOCHK Global Equity Fund aims to achieve long-term capital growth by investing mainly (at least 70% of its non-cash assets) in major global stock markets, including but not limited to the United States, the United Kingdom, Germany, France and Japan. The Sub-Fund invests in equities and equity related securities (including warrants and convertible securities). The allocation of the Sub-Fund's portfolio between countries and regions may vary according to the Manager's discretion and perception of prevailing and anticipated market conditions and as a result, the Sub-Fund's portfolio may be concentrated in certain country(ies) or region(s). The Sub-Fund may invest up to 30% of its assets in SFC authorized collective investment schemes ("CISs") (including CISs managed by the Manager). The Sub-Fund may invest (a) up to 10% of its Net Asset Value in A shares ((i) directly through the Shanghai-Hong Kong Stock Connect and/or Shenzhen-Hong Kong Stock Connect; and/or (ii) indirectly through investment in exchange traded funds ("ETFs") listed on the Stock Exchange of Hong Kong Limited (including ETFs managed by the Manager) and/or SFC authorized CISs (including CISs managed by the Manager); and/or (b) up to 5% of its Net Asset Value in B shares listed on the stock exchanges in Mainland China. The Sub-Fund's aggregate exposure to A shares and B shares will not exceed 10% of its Net Asset Value. Also, the Sub-Fund may employ a portion of its assets in futures contracts, options or forward currency transactions for the purposes of efficient portfolio management and hedging against exchange rate risk. The Sub-Fund may also invest in other equity related securities such as ADRs (American depository receipts) and GDRs (global depository receipts) which may be listed on various stock exchanges.

### MANAGER'S COMMENT<sup>†††</sup>

- Macro data was mixed. Although unemployment rates remaining low, elevated cost of living dampened consumer sentiment. Economic activities in the manufacturing and servicing sectors also began to slow down.
- In the Jackson Hole Economic Policy Symposium, Fed Chair Powell reaffirmed the Fed's commitment to bring inflation down to its long-term target of 2%. The ECB also made hawkish comments. These effectively dashed market's hope of a near-term policy pivot.
- Global equity index declined in August. Cooling inflation headlines brought expectations of a Fed pivot, supporting global stocks in the middle of the month. Subsequent hawkish comments in Jackson Hole greatly disappointed risky investors. Most stocks gave up their previous gains.
- Rate sensitive "Growth" stocks underperformed their cheaper counterparts. Surging oil prices helped Energy related names stay resilient in a turbulent month.
- The Sub-Fund modestly increased beta to the US equity market in early August in anticipation of the Fed reaching maximum hawkishness, even though there is still rate hikes to come. Should this round of largely supply driven inflation ease off in 2023 and evidence of such surfaces, the Sub-Fund will add beta to the portfolio in tranches in the coming quarters.

The value of the investment products managed by BOCI-Prudential Asset Management Limited represents 9.7% of the Sub-Fund's fund size.

<sup>△</sup> Such Class A – RMB Units is only available to investors of Mainland China, and is not offered in Hong Kong.

<sup>†</sup> Data Source – © 2022 Morningstar, Inc. All Rights Reserved.

<sup>△</sup> Prior to 1 January 2007, "MSCI AC World Free Index" was used as the reference index of the Sub-Fund's Class A – USD Units. Starting from 1 January 2007, the reference index of the Sub-Fund's Class A – USD Units was changed to "MSCI AC World Daily TR Net USD". The Index is denominated in USD. For the purpose of performance comparison with the Sub-Fund's Class A – RMB Units, index performance is also presented in CNH and calculated by referring to the foreign exchange rates for USD/CNH quoted by WM/Reuters at 4:00 p.m. GMT on the corresponding dealing dates.

<sup>\*\*</sup> With effect from 17 December 2018, sector classification methodology for the Sub-Fund has been updated slightly. Accordingly, the sector allocation has been restructured and the sector named "Telecom" has been replaced by "Communication Services".

<sup>§</sup> "Net Liquidity" was formerly named as "Cash & Deposit".

<sup>††</sup> The manager's comment above solely reflects the opinion, view and interpretation of the fund managers as of the date of issuance of this document. Investors should not solely rely on such information to make any investment decision.

<sup>\*</sup> Risk levels are categorized into low, low to medium, medium, medium to high and high. The risk levels are determined by BOCI-Prudential Asset Management Limited based on the investment mix of each Sub-Fund and/ or its underlying investments, and represent only the views of BOCI-Prudential Asset Management Limited in respect of the relevant Sub-Fund. Such risk levels are for reference only and should not be regarded as investment advice. You should not rely on the risk levels only when making any investment decision. The risk level is determined based on data as at 31 December 2021 and will be reviewed and (if appropriate) updated at least annually without prior notice, taking into account the prevailing market circumstances. If you are in doubt about the information of risk level, you should seek independent financial and professional advice.

<sup>†††</sup> 12 Months Highest / Lowest NAV per Unit was calculated by reference to the NAV per Unit on each month's last dealing day.

<sup>▲</sup> For switching into a different class (denominated in a different currency) of Class A Units relating to the same Sub-Fund or switching into Class A Units of another Sub-Fund which is not a Money Market Sub-Fund (as defined in the Explanatory Memorandum).

<sup>▲▲</sup> For switching into Units of a Money Market Sub-Fund.

Investors should note that Bank of China (Hong Kong) Limited is not the Manager of the Sub-Fund and will only act as the Sponsor and Distributor whilst BOCI-Prudential Asset Management Limited is the Manager. Fund performance is calculated in the base currency of the Sub-Fund or the denominated currency of the relevant class of Units on a NAV-to-NAV basis with gross distribution reinvested. The data for "Standard Deviation", "Beta" and "Morningstar Overall Rating<sup>†††</sup>" will not be shown for the Sub-Fund or the relevant class of the Units of the Sub-Fund with less than 3-year history. "Standard Deviation", a risk measurement, is based on the monthly return of the Sub-Fund or the relevant class of Units of the Sub-Fund over the past 3 years in the base currency of the Sub-Fund or the denominated currency of the relevant class of Units of the Sub-Fund. "Beta" measures the sensitivity of the return of the Sub-Fund or the relevant class of Units of the Sub-Fund to the changes in its reference index. This document is issued by BOCI-Prudential Asset Management Limited and has not been reviewed by the SFC.

Fund Manager & Factsheets Issuer: BOCI-Prudential Asset Management Limited