

Hang Seng Investment Series

Hang Seng China 50 Index Fund

February 2024

IMPORTANT RISK WARNINGS / FUND INFORMATION FOR HONG KONG INVESTORS

- Hang Seng China 50 Index Fund (the "Fund") invests primarily in the constituent stocks of the Hang Seng China 50 Index (the "Index"). The coverage of the Index includes mainland China-listed A-shares and B-shares, Hong Kong-listed H-shares, red chip shares and shares of other Hong Kong-listed Mainland companies.
 - The Net Asset Value of the Fund may be affected unfavourably by fluctuations in the exchange rates between the currencies of the Fund's underlying investments and the Fund's base currency and by changes in exchange rate controls.
 - The Fund's investment in equity securities is subject to general market risks, whose value may fluctuate.
 - The Fund is subject to passive investment risk and tracking error risk. There can be no assurance of exact or identical replication at any time of the performance of the Index.
 - The Fund is subject to concentration risk. The value of the Fund may be more volatile than that of a fund having a more diverse portfolio of investments, and may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting mainland China.
 - Investing in an emerging market (such as mainland China) may involve increased risks and special considerations not typically associated with investment in more developed markets. The Fund is subject to the risk associated with high volatility and regulatory/exchanges requirements/policies of the equity market in an emerging market.
 - The Fund is subject to the risks associated with investment made through a QFI and Stock Connects. The laws, rules and regulations applicable to them are subject to change and such change may have potential retrospective effect.
 - RMB is currently not freely convertible and is subject to exchange controls and restrictions. Non RMB-based investors are exposed to foreign exchange risks.
 - Investment involves risks and investors may lose substantial part of their investment in the Fund.
- Investors should not only base on this material alone to make investment decisions, but should read the Fund's offering documents (including the full text of the risk factors stated therein) in detail.

Investment Objective

The investment objective of the Fund is to match as closely as practicable, before fees and expenses, the total return performance (net of withholding tax) of the Hang Seng China 50 Index (the "Index") through investing primarily in the constituent stocks of the Index.

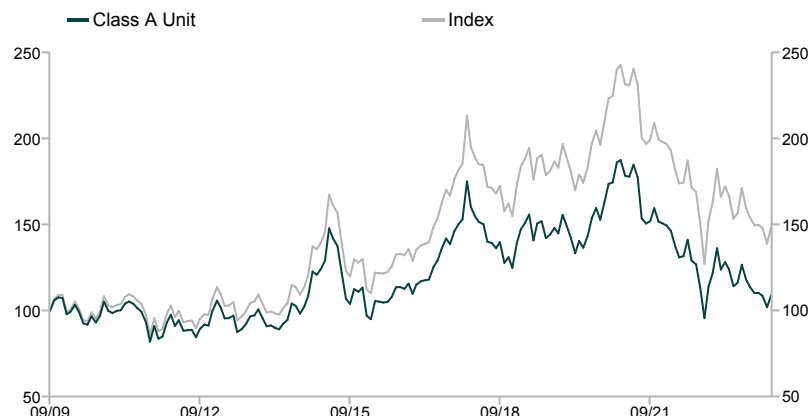
Cumulative Performance

	3M	6M	1Y	3Y	5Y	Since Launch
Class A Unit	-1.41%	-7.91%	-12.23%	-42.00%	-26.15%	4.80%
Index	-0.91%	-6.98%	-10.70%	-38.81%	-19.13%	42.93%

Calendar Year Performance

	YTD	2023	2022	2021	2020	2019
Class A Unit	0.10%	-10.82%	-19.15%	-13.67%	12.13%	24.69%
Index	0.38%	-9.19%	-17.72%	-11.90%	14.17%	27.05%

Performance Chart



Fund : Unit Price-to-Unit Price return, total return with dividend (if any) reinvested. (Source: Unit Prices are provided by HSBC Institutional Trust Services (Asia) Limited. The Fund's performance information is provided by the Manager.)

Index: Hang Seng China 50 Index, total return with dividend reinvested, net of PRC withholding tax. Source: Hang Seng Indexes Company Limited.

The performance figures show by how much the Class of Units increased or decreased in value during the period being shown. Performance data has been calculated in base currency including ongoing charges and excluding subscription fee and switching fee you might have to pay. Whilst the investment objective of the Fund is to match as closely as practicable the performance of the Index, there can be no assurance that the performance of the Fund will be identical to the performance of the Index. Factors that may affect the performance of the Fund relative to the Index include but are not limited to fees, costs and expenses borne by the Fund as well as time difference associated with portfolio re-balancing, etc.

Past performance information is not indicative of future performance. Investors may not get back the full amount invested.

Fund Facts

Fund Manager	Hang Seng Investment Management Limited
Subscription Fee	Up to 3%
Management Fee	Up to 1% p.a.
Fund Size	HKD 49.14 million
Base Currency	HKD

For all fees and charges, please refer to the "CHARGES AND EXPENSES" section in the Explanatory Memorandum for details.

Top Holdings

Tencent Holdings	8.74%
Kweichow Moutai	7.31%
Alibaba Group Holding - SW	6.23%
China Construction Bank	3.65%
CATL	3.52%
Meituan - W	3.28%
China Merchants Bank	3.00%
Ping An Insurance Group	2.98%
China Mobile	2.82%
Midea Group	2.34%

Morningstar Rating™ - Overall Rating

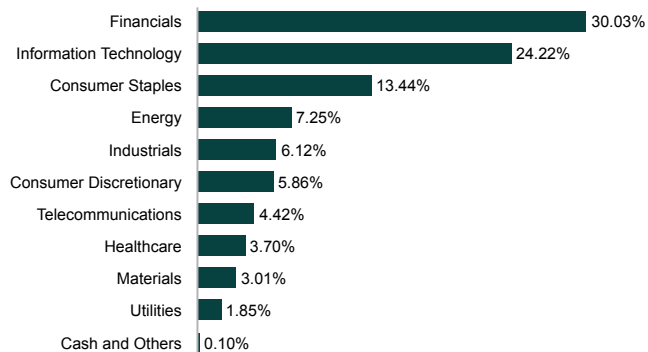


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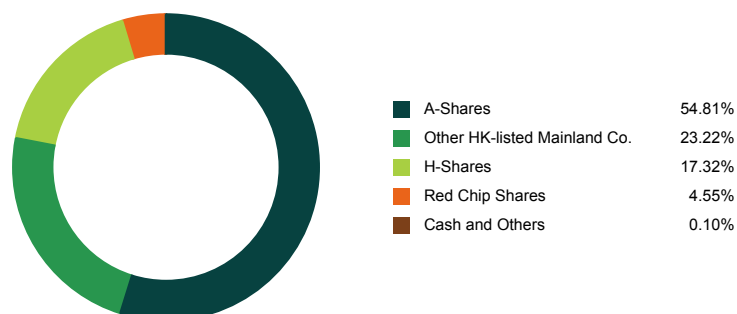
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Industrial Breakdown



Share Class Breakdown



Share Class Details

Share Class	Launch Date	Unit Price	52 Weeks High & Low	Dealing Frequency	ISIN	Bloomberg Code
Class A Unit	21 September 2009	HKD 10.48 ⁽¹⁾	HKD 12.42/ HKD 9.63	One Dealing Session per Dealing Day ⁽²⁾	HK0000284478	HSCH50I HK

(1) The subscription fee has not been included.

(2) A Dealing Day is any day on which each of the stock exchanges on which the constituent stocks of the Index are listed is open for full day trading during its regular trading sessions. Currently, such stock exchanges mean the Shanghai Stock Exchange and The Stock Exchange of Hong Kong Limited.

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Investment Objective and Strategy

The investment objective of the Fund is to match as closely as practicable, before fees and expenses, the total return performance (net of withholding tax) of the Hang Seng China 50 Index (the "Index") through investing primarily in the constituent stocks of the Index. The Manager primarily adopts the full replication strategy by which the assets of the Fund comprise the constituent stocks with reference to their respective weightings in the Index. In order to maximise portfolio management efficiency, minimise transaction cost and tracking error, exposure to the Index may also be obtained through other index-tracking strategies (such as sampling strategies) or financial derivative instruments from which the return to the Fund will substantially reflect the performance of the Index. In relation to the investment in mainland China-listed A-shares, the Fund invests through Qualified Foreign Investor and Stock Connect.

Volatility

	1Y	3Y
Standard Deviation	18.42	24.45
Sharpe Ratio	-0.86	-0.71

Class A Unit
Source: Morningstar Asia Limited

Fund Literature



Download the offering documents here

(Source: Hang Seng Investment Management Limited / HSBC Institutional Trust Services (Asia) Limited/Morningstar Asia Limited. All information as at 29 Feb 2024.)

Please read the disclaimer in relation to the Index in the Fund's Term Sheet. The Fund has been authorized by the Securities and Futures Commission in Hong Kong ("SFC"). (SFC authorisation is not a 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.) Certain information contained in this factsheet is obtained and prepared from sources which Hang Seng Investment Management Limited ("HSVM") reasonably believes to be reliable. For information sourced externally (as disclosed), HSVM has reasonable belief that such information is accurate and complete. This factsheet is for your information and reference only, and does not constitute any offer, solicitation or recommendation to buy or sell any investment fund. Investors should note that all investments involve risks and not all investment risks are predictable. Prices of fund units may go up or down and past performance information presented is not indicative of future performance. Before making any investment decision, investors should refer to the relevant fund's offering documents (including the full text of the risk factors stated therein) and obtain appropriate professional advice where necessary. This factsheet has not been reviewed by the SFC.