

Hang Seng Investment Series

Hang Seng China New Economy Index Fund

February 2025

IMPORTANT RISK WARNINGS / FUND INFORMATION FOR HONG KONG INVESTORS

- Hang Seng China New Economy Index Fund (the "Fund") will invest primarily in the constituent securities of the Hang Seng China New Economy Index (the "Index"). The constituent securities of the Index may include (i) H-share, Red-chip and P-chip listed in Hong Kong, (ii) A-shares listed in mainland China, and (iii) companies incorporated in or headquartered in mainland China and listed in the U.S. in the form of common stocks or American Depositary Receipts ("ADRs").
 - Risks relating to Investments in "New Economy" companies:
 - Concentration of the Fund's investments in "New Economy" companies may involve significant volatility and greater risks. "New Economy" industries may be challenged by dynamic market conditions, new competing products and services, and rapid improvements in existing products and services. Valuations of companies from "New Economy" industries may be subject to significant instability and fluctuations in valuations. The valuation of securities associated with "New Economy" industries may be higher than those of more traditional industries, and the Fund may suffer a loss when there is a revaluation of these securities.
 - Companies from the "New Economy" (such as innovative companies) may have a weighted voting rights (WVR) structure (or the so-called dual-class shares structure). This leads to issues relating to shareholder rights and corporate governance as well as investor protection.
 - Investing in mainland China (an emerging market) may involve increased risks and special considerations. High market volatility and potential settlement difficulties in the equity markets in mainland China may also result in significant fluctuations in the prices of the securities traded on such markets.
 - Investments in ADRs may be subject to counterparty risk, in which a significant or even total loss might be suffered in the event of the liquidation of the depository bank.
 - The Fund is subject to currency risk, concentration risk, 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.
 - Although all transactions will be at arm's length, conflicts of interest in respect of the Fund may arise from time to time amongst the Trustee, the Manager and the Index Provider which are all members of the same financial group. The Manager will vigorously manage any such conflicts in the best interest of investors.
 - 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 HKD denominated total return performance (net of withholding tax) of the Hang Seng China New Economy Index (the "Index") through investing primarily in the constituent securities of the Index.

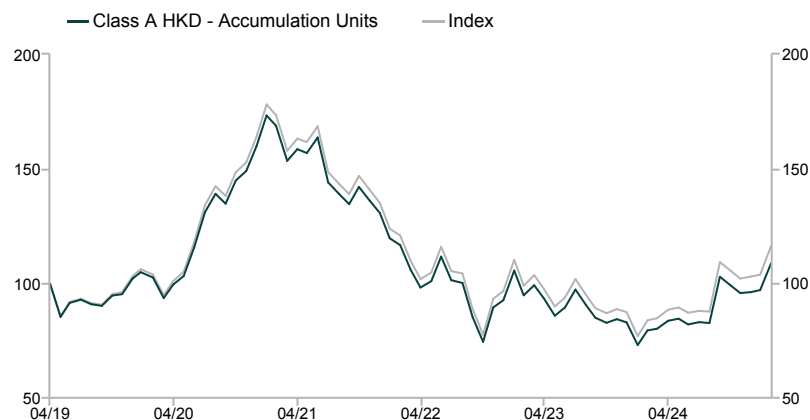
Cumulative Performance

	3M	6M	1Y	3Y	5Y	Since Launch
Class A HKD – Accumulation Units	13.40%	31.44%	36.67%	-6.90%	5.96%	6.60%
Index	13.81%	32.54%	38.62%	-3.75%	11.90%	14.29%

Calendar Year Performance

	YTD	2024	2023	2022	2021	2020
Class A HKD – Accumulation Units	12.92%	15.97%	-10.45%	-29.10%	-18.19%	56.39%
Index	12.92%	17.74%	-9.59%	-28.42%	-17.48%	58.73%

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 New Economy 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.

For other share classes performance, please visit www.hangsenginvestment.com *. 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 3.0%
Management Fee	Up to 1.0% p.a.*
Fund Size	HKD 230.07 million
Base Currency	HKD

* The figures shown are management fees for Class A Units. Management fee for Class D Units is up to 0.55% p.a..

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

Top Holdings

Alibaba Group Holding - ADR	12.29%
Tencent Holdings	10.47%
Meituan - W	5.17%
Xiaomi - W	5.00%
CATL	4.11%
Pinduoduo - ADR	3.74%
China Mobile	2.69%
JD.com - ADR	2.35%
BYD Company	2.22%
Midea Group	2.12%

Morningstar Rating™ - Overall Rating



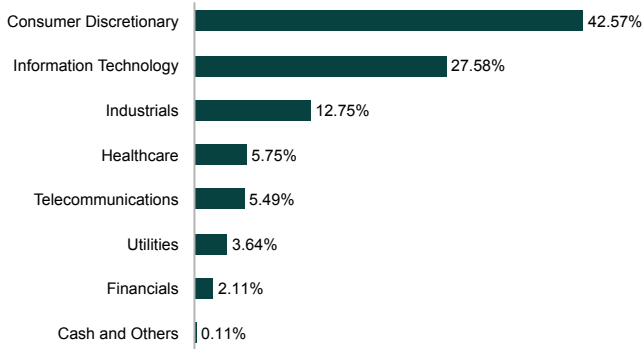
Source: Morningstar, Copyright © 2025 Morningstar Asia Limited ("Morningstar"). All Rights Reserved



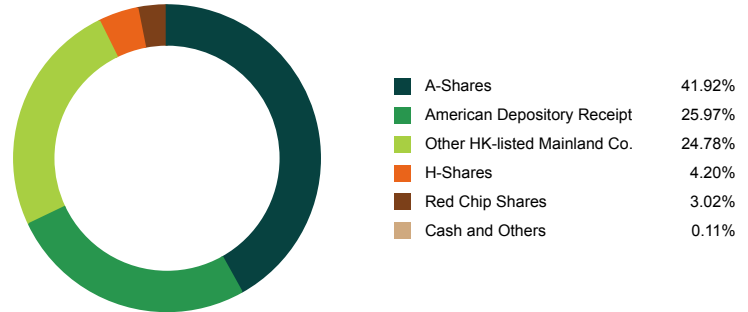
Hang Seng China New Economy Index Fund

February 2025

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 HKD – Accumulation Units	11 April 2019	HKD 10.66 ⁽¹⁾	HKD 11.23/ HKD 7.72	One Dealing Session per Dealing Day ⁽²⁾	HK0000457074	HSCNAHA HK
Class D HKD – Accumulation Units	06 May 2020	HKD 1.0933 ⁽¹⁾	HKD 1.1514/ HKD 0.7882	One Dealing Session per Dealing Day ⁽²⁾	HK0000582319	HACEIDH HK
Class A USD – Accumulation Units	10 May 2022	USD 11.93 ⁽¹⁾	USD 12.57/ USD 8.57	One Dealing Session per Dealing Day ⁽²⁾	HK0000848009	HANEIAU HK

(1) The subscription fee has not been included.

(2) A Dealing Day is any day which is both (i) a Business Day, and (ii) a day on which (a) each of the Stock Exchange of Hong Kong ("SEHK"), the Shanghai Stock Exchange, the Shenzhen Stock Exchange, the New York Stock Exchange, the NYSE American Stock Exchange and the NASDAQ Stock Exchange is open for normal trading for a full trading day; and (b) the SEHK is open for northbound trading through the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect. Please refer to the Explanatory Memorandum of the Hang Seng Investment Series for the definition of "Business Day".



Hang Seng China New Economy Index Fund

February 2025

Investment Objective and Strategy

The investment objective of the Fund is to match as closely as practicable, before fees and expenses, the HKD denominated total return performance (net of withholding tax) of the Hang Seng China New Economy Index (the "Index") through investing primarily in the constituent securities of the Index. The Manager primarily adopts the full replication strategy by which the assets of the Fund comprise the constituent securities 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 representative sampling strategies from which the return to the Fund will substantially reflect the performance of the Index. The Manager may adopt the full replication strategy or representative sampling strategies without notice. In relation to the investment in mainland China-listed A-shares, the Fund will invest through the Stock Connect.

Volatility

	1Y	3Y
Standard Deviation	27.47	30.81
Sharpe Ratio	1.10	-0.05

Class A HKD – Accumulation Units
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 28 Feb 2025.)

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.