



## Investment Objective and Strategy

The investment objective of the Fund is to provide long-term capital appreciation by primarily investing in listed equities with a China focus. There can be no assurance that the Fund will achieve its investment objective.

The Fund seeks to achieve its objective primarily through exposure to companies established in China or those which, whilst established outside China, derive a significant proportion of their revenue or profits from business related to China. The Fund makes investments into companies that, in the Manager's opinion, have been undervalued by the market. There is no restriction on market capitalizations or industries in relation to the equity securities in which the Fund may invest.

Under normal circumstances, the asset allocation strategy is that at least 70% of the Fund's Net Asset Value will be invested in stocks of companies established in China or those which, whilst established outside China, derive a significant proportion of their revenue or profits from business related to China (including but not limited to investment in depositary receipts such as American Depositary Receipts), and, subject to an overall upper limit on onshore PRC exposure of 20% of the Fund's Net Asset Value, up to 20% of the Fund's Net Asset Value will be invested directly or indirectly in stocks listed in Shanghai (including stocks listed on the Sci-Tech Innovation Board (the "STAR Board")) and/or Shenzhen (including stocks in the ChiNext market and/or stocks listed on the Small and Medium Enterprise Board (the "SME Board")).

Fund Information		
Investment Manager	Pickers Capital Management Limited	
Fund Size	HKD 273 million	
Subscription fee	Up to 5% of NAV	
Management fee	1.50%	
Performance fee	15% (High-water mark)	
Redemption fee	Nil	
Dealing day	Daily	
Trustee	BOCI-Prudential Trustee Limited	
Classes	Current NAV/Unit	Launch Date
A Units HKD (Acc )	HKD 99.7134	02/01/2019
A Units HKD (Dist)	HKD 65.2704	16/06/2020
A Units RMB (Acc)	HKD 74.1229	30/09/2020
Bloomberg Codes	A Units HKD (Acc )	CFCHIEQ HK Equity
	A Units HKD (Dist)	CFCHEHI HK Equity
	A Units RMB (Acc)	CFCCECA HK Equity
ISIN CODES	A Units HKD (Acc )	HK0000483724
	A Units HKD (Dist)	HK0000563889
	A Units RMB (Acc)	HK0000563897
Classes	Estimated Annualized Yield <sup>^</sup>	Record Date
A Units HKD (Dist)	4.0%	30/06/2025

## Important Note:

1. CFund – China Equity (the "Fund") invests in (a) stocks listed in China (including Hong Kong, Shanghai and/or Shenzhen) or (b) equity securities listed in Hong Kong of companies established in China or its principal business is located in China or its current majority of income or earnings derived from China. This may result in a higher volatility than a broad-based fund.

2. The value of the Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory events affecting Hong Kong and China markets.

3. The Fund may invest in derivatives. The use of derivatives exposes the Fund to additional risks, including volatility risk, liquidity risk and counterparty/credit risk and credit risk regarding access product issuer.

4. The Fund may invest into other funds. There will be additional costs involved.

5. The Fund can invest in China A-shares through the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect programme. These programmes are subject to regulatory risks and other risks such as quota limits, volatility risks and settlements risks.

6. The Fund does not apply any equalisation in the calculation of performance fee, therefore there may be circumstances where an investor may either be advantaged or disadvantaged as a result of the performance fee calculation methodology. Specifically, in the event of the Fund's outperformance, an investor may be subject to a performance fee regardless of whether a loss in investment capital has been suffered by the investor.

7. Investments involve risks. The Fund, like most funds, does not provide any guarantees. You have the opportunity to lose some or all of your investment. Investment decisions should not be made solely on the basis of this promotional material. Please refer to the explanatory memorandum for information before investing to understand the risk factors and other information. Past performance is not indicative of future performance. If you have any questions, please contact your financial advisor and seek professional advice.

8. The Manager currently intends to make quarterly dividend distribution for the A Units HKD (Dist) class at its discretion. Dividends may be paid out of capital or effectively out of capital of the relevant Class and may result in an immediate reduction of the Net Asset Value per Unit of the Fund.

### Each Fund Class Unit Performance

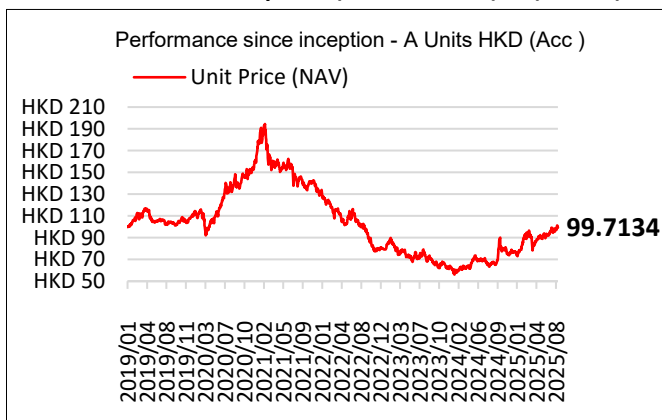
	A Units HKD (Acc)	A Units HKD (Dist)	A Units RMB (Acc)
Year-to-date	28.93%	21.94%	24.72%
One month	3.82%	3.01%	3.28%
Three months	11.87%	9.23%	11.20%
One year	47.10%	36.03%	47.80%
Total return since launch	-0.29%	-16.60%	-25.88%

Fund performance is calculated on NAV to NAV basis in denominated currency of the respective share class with gross dividends re-invested. The Fund's cumulative return includes dividends distributed out during the period.

### Fund Performance (Class A HKD (Acc) Units)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2019	5.58%	3.72%	2.20%	2.03%	-8.52%	1.20%	-1.21%	-0.24%	-2.87%	4.87%	-2.29%	5.53%	9.43%
2020	-1.33%	0.02%	-8.48%	8.68%	4.97%	12.93%	6.44%	6.80%	-3.79%	4.21%	3.40%	10.70%	51.80%
2021	6.61%	-3.53%	-7.80%	1.30%	-1.20%	2.51%	-9.22%	-0.70%	-5.54%	2.92%	-2.34%	-4.76%	-20.70%
2022	-6.64%	-3.87%	-3.25%	-7.43%	3.25%	2.52%	-8.63%	-1.21%	-14.37%	-10.48%	4.37%	-2.27%	-39.94%
2023	8.56%	-9.39%	1.20%	-6.35%	-8.12%	5.01%	11.48%	-9.27%	-6.83%	-7.16%	5.22%	-2.07%	-18.91%
2024	-9.82%	6.86%	0.59%	7.33%	2.34%	0.29%	-3.12%	2.11%	20.29%	-3.83%	-4.21%	2.96%	20.54%
2025	2.04%	13.24%	1.23%	-3.75%	2.36%	4.36%	3.26%	3.82%					28.93%

### Performance Since Inception ( Class A HKD (Acc) Units )

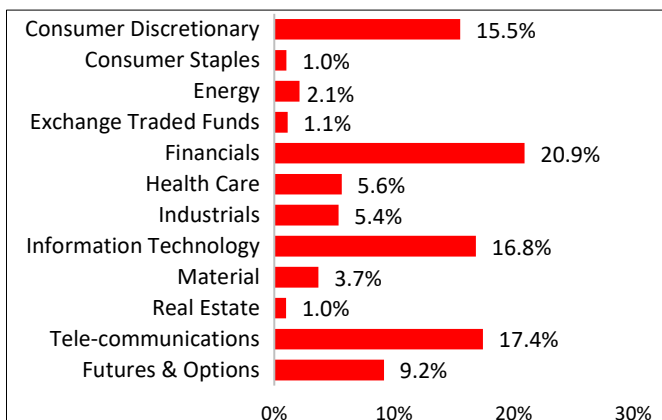


### #Top 10 Stock Holdings

Top 10	Stock Name	%
1	TENCENT HOLDINGS LTD	8.95%
2	ALIBABA GROUP HOLDING LTD	7.01%
3	HONG KONG EXCHANGES & CLEARING LTD	3.62%
4	POP MART INTERNATIONAL GROUP	3.42%
5	KUAISHOU TECHNOLOGY	3.09%
6	SEMICONDUCTOR MANUFACTURI-H	2.83%
7	XIAOMI CORP-CLASS B	2.78%
8	CHINA LIFE INSURANCE CO-H	2.57%
9	CHINA INTERNATIONAL CAPITA-H	2.56%
10	WUS PRINTED CIRCUIT KUNSHA-A	2.45%

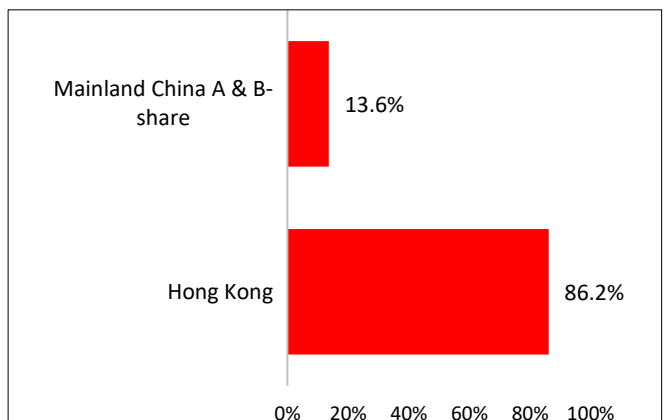
#Top 10 Holdings do not include ETF

### Industry Exposure<sup>1</sup>



1. Industry Exposure excludes non-equity futures and options

### Geographical Exposure by Listing<sup>2</sup>



2. Geographical Exposure excludes non-equity futures and options

## Fund Manager's Comment

The Hong Kong market consolidated in August, with the Hang Seng Index advancing 1.2%. Market sentiment was buoyed by accelerated momentum in the onshore A-share market alongside growing expectations of multiple Fed rate cuts for the rest of 2025. The ChiNext Index continued to outperform global benchmarks. Progress in AI globally—and particularly in China—has fueled strong liquidity inflows and increased leverage in the onshore market. Notably, GPU chip designer Cambricon reached all time high in August, pushing its market capitalisation above RMB 600 billion. Against this backdrop, we increased our A-share exposure, particularly within the technology sector.

Despite limited progress in China-U.S. trade negotiations, the Hong Kong market moved on shifting expectations ahead of the September FOMC meeting. The second-quarter earnings season showed divergent results for the internet sector, with heightened competition driving operating losses at JD.com and Meituan. Conversely, Alibaba delivered resilient growth and garnered renewed investor attention by positioning itself as a leader in AI in China, leading to a significant re-rating of its valuation after reported earnings.

As of the time of writing, global equity markets remain in a bullish phase, supported by the confirmed trajectory of the U.S. Fed rate cuts and the advancement of AI. Major global indices have continued pushing toward new highs. While we maintain a constructive view on the AI-driven growth cycle, we expect markets to gradually shift their focus back to fundamentals with rational valuations. We continue to see attractive relative value in Hong Kong and China equities, where valuations remain compelling.

All comments, opinions or estimates contained in this Fund Manager's Comment are entirely fund manager's judgement as of the date of this report and are subject to change without notice.

Top 10 Stock Holding, Industry Exposure and Geographical Exposure by Listing are calculated by NAV after performance fee accruals.

Futures and Equity swaps in Industry Exposure and Geographical Exposure are calculated by Notional Exposure.

<sup>^</sup> Subject to the Manager's discretion, the dividends will be declared on a quarterly basis on such date which is the end of March, June, September and December of each year. Dividends can be paid out of capital or effectively out of capital of the relevant Class and may result in an immediate reduction of Net Asset Value per Unit of the Fund. There is no target level of dividend payout. Estimated annualized dividend (%) = (Dividend per unit x 4) / NAV on Record Date. The Dividends information is for reference only.

This material is issued by Pickers Capital Management Limited and has not been reviewed by the Securities and Futures Commission.

