



FSSA Regional China Fund

Fund snapshot

- High-conviction portfolio with bottom-up stock selection
- Aims to provide long-term capital appreciation
- Managed by a team of Asia and Global Emerging Markets specialists with a long track record



Minimum market cap
All cap



Geographical sector
China, Hong Kong, Taiwan

Lead portfolio manager	Approx. no. of stocks	Benchmark	Maximum cash	Minimum market cap
Martin Lau	40-60	MSCI Golden Dragon Net Index	10%	All cap
Minimum initial investment		S\$1,000	Initial charge	5.0% (Cash / SRS) 0.0% (CPF - Ordinary Acct)
Minimum subsequent investment		S\$100	Management fee	1.5% p.a.
Share class		Class A (Acc)	Inception date	01 November 1993
ISIN code		SG9999000194	NAV/share	S\$4.4562

Source: First Sentier Investors, as at 31 December 2024.

Annualised performance in SGD (%)

	1 year	3 years	5 years	10 years	Since inception
Fund (Ex initial charges)	12.5	-8.4	0.2	5.2	7.4
Fund (Inc initial charges)	6.9	-9.9	-0.8	4.6	7.2
Benchmark*	27.1	-1.2	2.4	5.5	4.4

Source: Lipper, First Sentier Investors, as at 31 December 2024. Since inception: 01 November 1993. Single pricing basis with net income reinvested *MSCI Golden Dragon Net Index

Why invest in the FSSA Regional China Fund?

1. Tap into 3 economic powerhouses: China, Hong Kong and Taiwan

- Diversify China equity exposure by investing into 3 key economic markets
- China for access to global leaders and domestic champions; Hong Kong, a world-class international financial centre and; Taiwan, a key supplier for high-tech supply chains globally
- Ride on these long-term structural growth drivers:



Dominant consumer franchises



Beneficiaries of the rise in healthcare spending



High-quality financials



A more connected and automated world

2. A differentiated, high-conviction portfolio constructed from the bottom up

- High-conviction portfolio built from the bottom up with a focus on quality management, strong financials and sustainable growth drivers

Portfolio characteristics

Differentiated (high active share)	70.1%
High conviction (# holdings)	40
Concentrated (top 20 holdings)	73.7%
Cash generative, asset light companies (ROCE#)	32.4%
Profitability (ROE*)	18.8%
P/E ratio (next 24 month) [†]	13.4x

Source: First Sentier Investors, FactSet, MSCI as at 31 December 2024.

Weighted Average Post-Tax ROCE run excluding values below zero or above 200% (GICS financial companies are excluded).

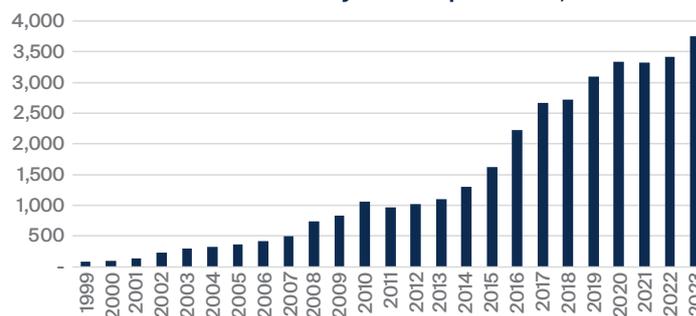
* Weighted Average Return on Equity run excluding values below zero.

[†] Weighted Harmonic Average P/E ratio.

3. AIA Group: The largest pan-Asia life insurance group with high-quality agent network

- One of the most profitable life insurance companies in the region, with leading position in Hong Kong, Thailand and Singapore while China offers long-term growth
- Gradually expanding footprint – partnering with banks, investing in digital and aligning internal structure to customer journey
- High quality board and management team
- Financials are sound, with prudent investment portfolios and accounting treatments

China life insurance industry annual premium, RMB bn



Sources: Bloomberg, Insurance Association of China (IAC), China Insurance Yearbook, Morgan Stanley, FSSA Investment Managers, as at 30 June 2024.

Why FSSA Investment Managers?

FSSA Investment Managers are specialists in Asia and Global Emerging Markets. Operating as an autonomous investment team within First Sentier Investors Group, we are a team of dedicated investment professionals based in Hong Kong, Singapore and London. Established in 1988, we are bottom-up investors with a different perspective, using fundamental research and analysis to construct high-conviction portfolios.



Quality focused



Absolute return mind-set



Benchmark indifference



ESG fully integrated

Important information

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