

Taiping Greater China New Momentum Equity Fund

August 2021

(the Sub-Fund of Taiping Investment Fund)

(Data as of 30 July 2021)

Key features and Risks :

- The Fund seeks to invest in listed securities in the Greater China region (which includes listed securities in the PRC, the Hong Kong SAR and Macau SAR). It may also invest in financial derivative instruments for hedging purposes only.
- Investing in a relatively concentrated geographical region may result in greater volatility than portfolios which comprise broad-based global investments.
- Investing in emerging markets may involve a greater risk of loss than investing in developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity and regulatory risks.
- Risks associated with investments in financial derivative instruments for hedging purposes include credit risk, liquidity risk and counterparty credit risk.
- Risks and uncertainties associated with changes in current PRC tax laws, regulations and practice (that may have retrospective effect).
- Investing in securities denominated in a wide range of currencies other than HK Dollars in various stock exchanges around the world may be exposed to a foreign exchange/currency risk.
- Risk associated with investment in A Shares via the Stock Connect may involve additional risks. Please refer to the Explanatory Memorandum of the Fund and Sub-Fund for further information relating to the Stock Connect. Further, the investments through Northbound trading under the Stock Connect will not be covered by Hong Kong's Investor Compensation Fund.
- An investment in the Fund may involve a high degree of risk and may not be suitable for all investors.
- Past performance is not indicative of future results. The value of the Units in the Fund and the income accruing to the Fund, if any, may fall or rise. Investors may not get back the full amount invested.
- By using the information contained herein, you are deemed to assume all risks associated with the use of those information. Taiping Assets Management (HK) Company Limited shall not be liable for any special, incidental, or consequential damages, including without limitation, lost revenues or lost profits, resulting from the use or misuse of the information contained herein.
- Notwithstanding that the investment decision is yours to make, you should not invest in the Fund unless the intermediary who has offered you the Fund has advised you that the Fund is suitable for you and has explained why the investment in the Fund will be consistent with your investment objectives.
- You should not make investment decision on the basis of this document alone. Please read the Explanatory Memorandum of the Fund for details and risk factors.

Fund Objective

- Taiping Greater China New Momentum Equity Fund is a SFC authorized fund[#], primarily focusing on our investment niche of the Greater China region, comprising PRC, Hong Kong and Macau markets. The Fund seeks to provide investors with medium to long term capital appreciation.
- Effective from 30 April 2016, the jurisdiction of the Fund (place of domicile) has been changed from Cayman Islands to Hong Kong.
- Effective from 30 June 2016, the Fund may invest less than 30% of its non-cash assets in listed equity securities of companies which may have no connection with the Greater China region. Such equity securities are listed on exchanges worldwide including but not limited to the United States. The Fund may also invest up to 20% of its non-cash assets in A Shares via the Stock Connect.

Portfolio Information

Investment Manager	Li Chao		
Fund Manager	Taiping Assets Management (HK) Company Limited		
Launch Date	26 March 2009		
Fund Size (m)	HKD	461.44	
NAV per share	HKD	93.897183	
		*Ex-dividend	
Current prices	Bid	HKD	93.89
	Offer	HKD	93.90
Subscription fee	Up to 5%		
Redemption fee	Up to 4%		
Management fee	1.5% p.a.		

Portfolio Analysis

By Region	
Hong Kong	78%
Cash and Others	18%
China	4%

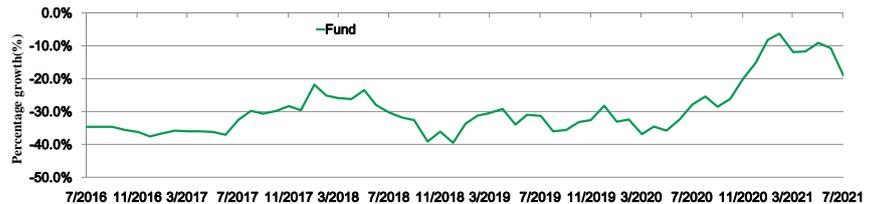
By Sector	
Financials	21%
Cash	18%
Consumer Discretionary	17%
Communication Services	8%
Consumer Staples	8%
Real Estate	7%
Others	7%
Health Care	7%
Information Technology	3%
Utilities	3%
Energy	1%

Fund Manager's Report
Market Review

The fund's NAV decreased by 9.20% in June and retreated by 4.57% year to date. The Chinese authorities' recent regulatory policies on certain industries have been further clarified, including real estate, e-commerce platforms, education, and etc. The market is worried that the recent regulatory policies may spread to other sectors, leading to a sharp correction in Hong Kong stocks and A-shares across the board. In Hong Kong dollars, CSI 300 Index and Hang Seng Index plummeted by 7.89% and 9.94% respectively while S&P 500 Index increased by 2.36% in July. As to sectors in Hang Seng Index, only Utilities sector performed with positive return while other sectors performed with negative return.

Market Outlook

China PMI and other macro data were below expectation in July. The economy showed a weak state, while recovery and restoration further slowed down. The authorities have further tightened industry regulatory policies but the possibility of systemic risk is relatively low. However, market concerns on policy visibility have risen significantly and it could take some time before investors' confidence stabilizes. Going forward, we will avoid the sectors that may face regulatory headwinds and adjust the portfolio structure. We will keep balanced allocation between growth stocks and value stocks and still favor on quality new economy leaders with reasonable valuation and focus on policy preferred and domestic demand related stocks (consumption, biotech, hardware, auto sector) with stable fundamentals as well as new energy sector.

Fund Performance

Cumulative Performance

	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years
Fund	-9.20%	-8.23%	-11.67%	12.33%	16.39%	24.01%

Calendar Year Performance

	2021YTD	2020	2019	2018	2017	2016
Fund	-4.57%	18.24%	18.72%	-14.09%	12.71%	-8.31%

Top Five Holdings

Holding	Sector	Exchange	%
Tencent Holdings Ltd	Communication Services	Hong Kong	8.47%
CSOP Hang Seng Tech Index ETF	Others	Hong Kong	3.88%
China Construction Bank Corp	Financials	Hong Kong	3.82%
AIA Group Ltd	Financials	Hong Kong	3.60%
Ping An Insurance Group Co of	Financials	Hong Kong	3.51%

• Source: Taiping Assets Management (HK) Company Limited. Performance of the Fund is calculated on NAV-to-NAV basis in base currency, and assumes dividend reinvested and net of all fees. The Fund Manager may in its absolute discretion make distributions, which will be derived solely from the net income (after deduction of fees and expenses) of the Fund. Investors should note that the NAV of the Fund will be adjusted to reflect such dividend distribution. The Fund Manager will review the distribution policy of the Fund in its absolute discretion. Please refer to the explanatory memorandum of the Fund for details. Investors should note that the figures as contained herein are for reference only and do not represent the performance of the Fund, and there is no guarantee that distributions will be made, and if distribution is made, the amount being distributed. • Since May 2021, the MSCI Zhong Hua Index is no longer used for comparison of fund performance in performance graph. Because fund strategy and the holdings are different from index composition in industries and regions. Furthermore, the MSCI Zhong Hua Index currently has two constituents that exceed 10%. • Charges listed under "Portfolio Information" were by no means exhaustive and other fees and charges may apply in relation to investment in the Fund. Investors should refer to the Explanatory Memorandum of the Fund for more details on all fees and charges payable. • This report has not been reviewed by the Securities and Futures Commission. • Information in this report has been obtained from sources believed to be reliable but Taiping Assets Management (HK) Company Limited makes no warranties, express or implied, or representations, and does not guarantee the accuracy or completeness of the information provided by third parties. Taiping Assets Management (HK) Company Limited assumes no liability or responsibility for any error or omissions in the information contained herein. Investors should seek independent financial and/or professional advice if they have any doubt about the Fund. • Issued by Taiping Assets Management (HK) Company Limited.

The SFC authorization is not a recommendation or endorsement of the Fund nor does it guarantee the commercial merits of the Fund or its performance.