

HSBC China Dragon Fund

Monthly report 28 February 2025

Fund center



Risk Disclosure

- The Fund is a close-ended fund and no investor may demand redemption of their units. The Fund's market price on the stock exchange may be different from its net asset value per unit.
- The listing of the Fund on the stock exchange in Hong Kong does not guarantee a liquid market and the Fund may be delisted.
- The Fund invests primarily in China A shares directly and indirectly, and is subject to the geographic concentration and emerging market risks arising from exposures to investments in a single emerging market.
- The Fund may invest in onshore Chinese securities through various market access schemes and China A-shares Access Products. Such investments involve additional risks, including the risks associated with China's tax rules and practices.
- The Fund may invest in financial derivative instruments for investment purpose which may lead to higher volatility to its net asset value.
- The Fund's investments may involve substantial credit/counterparty, trading, currency, volatility, liquidity, termination, regulatory, tax and political risks and risks related to equity market, Qualified Foreign Investors regime, mainland China market and China A-shares/B-shares and China-A share access products. Investors may suffer substantial loss of their investments in the Fund.
- Investors should not invest solely based on factsheet and should read the offering documents for details.



Investment objective

The investment objective of the Fund is to achieve long-term capital growth by investing primarily in A Shares directly through (i) the Manager's licence of the qualified foreign institutional investor; and (ii) Shanghai-Hong Kong Stock Connect, Shenzhen-Hong Kong Stock Connect and any other similar stock connect programme between another city of the PRC and Hong Kong when it becomes available to and can be utilised by the Fund; and indirectly through investment of (i) up to 40% of its net asset value in financial derivative instruments and securities linked to A Shares and (ii) up to 40% of its net asset value in ETFs authorised by the SFC with exposure to A Shares; provided that the Fund's investment in CAAPs and ETFs authorised by the SFC with exposure to A Shares will not exceed 50% in the aggregate of its net asset value. The Manager may consider, amongst others, profitability, prospect, outlook, valuation and volatility of the relevant securities and markets, the availability of the investments, and the economic and political environment and development affecting the relevant securities and markets in its selection criteria of investments for the Fund.

Share Class Details

Key metrics

NAV per Share	HKD 16.63
Volatility 3 years	21.41%

Fund facts

UCITS V compliant	No
Dividend treatment	Accumulating
Dealing frequency	Daily
Share Class Base Currency	HKD
Domicile	Hong Kong SAR
Inception date	20 July 2007
Fund Size	HKD 374,466,089
Managers	Caroline Yu Maurer

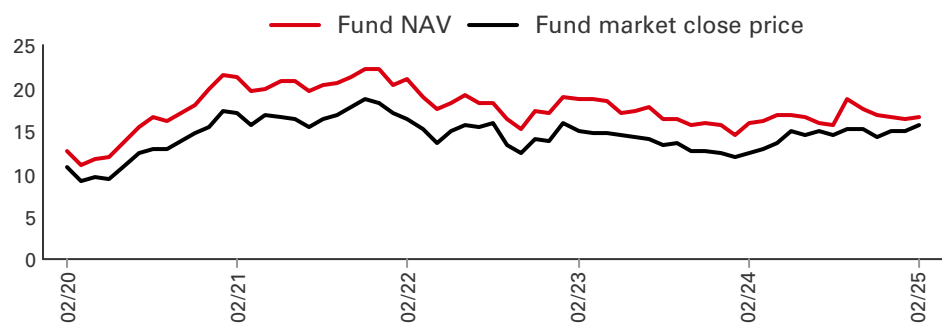
Fees and expenses

Maximum initial charge (HK)	0.000%
Management fee	1.500%

Codes

ISIN	HK0820038419
Bloomberg ticker	820 HK

Fund NAV vs fund market close price



The chart demonstrates the difference between the Fund's market close price on the stock exchange and the net asset value per unit of the Fund.

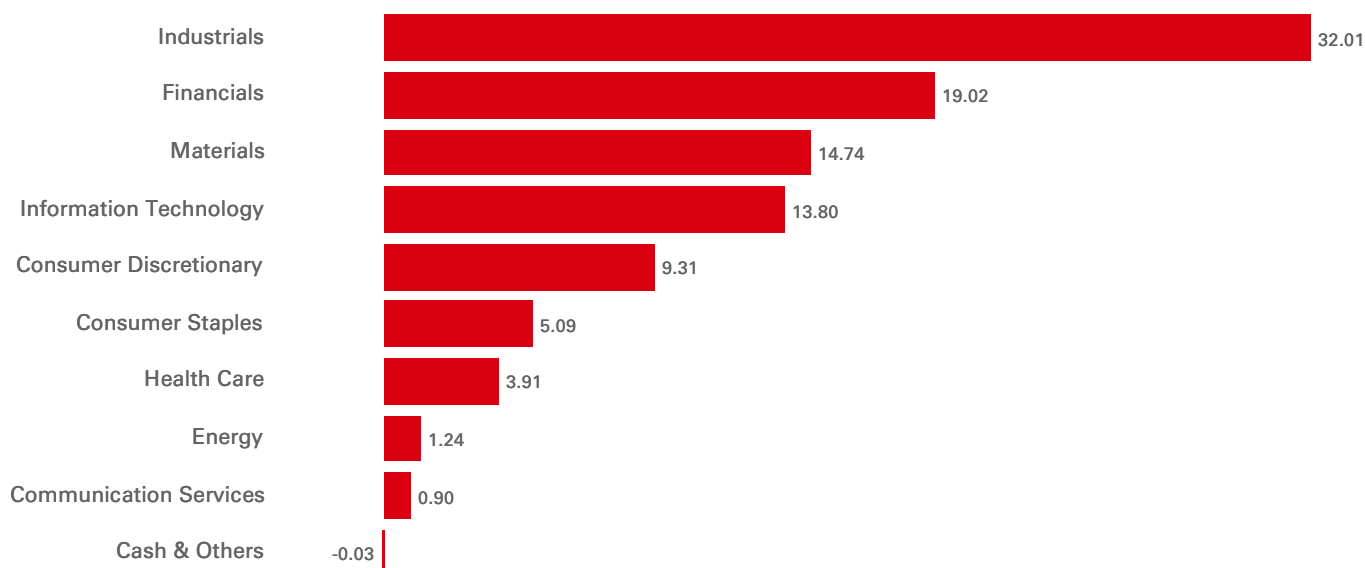
Performance (%)	YTD	1 month	3 months	6 months	1 year	3 years	5 years
Fund	-0.36	0.48	-1.71	5.12	4.26	-21.22	29.42

Calendar year performance (%)	2020	2021	2022	2023	2024
Fund	53.60	11.37	-23.37	-7.54	5.43

The calendar year return of the first year is calculated between share class inception date and calendar year end of first year if the share class has less than 5-year history. Results are cumulative

Equity characteristics	Fund	3-Year Risk Measures	Fund
No. of holdings ex cash	62	Volatility	21.41%
Average Market Cap (HKD Mil)	288,542	Beta	--

Sector Allocation (%)

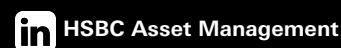


Top 10 Holdings	Location	Sector	Weight (%)
Huatai Securities Co Ltd	Mainland China	Financials	5.59
China Merchants Bank Co Ltd	Mainland China	Financials	5.55
CATL	Mainland China	Industrials	4.79
Yunnan Aluminium Co Ltd	Mainland China	Materials	4.42
LXJM	Mainland China	Information Technology	4.41
Zijin Mining Group Co Ltd	Mainland China	Materials	4.27
Midea Group Co Ltd	Mainland China	Consumer Discretionary	2.87
Sany Heavy Industry Co Ltd	Mainland China	Industrials	2.61
BYD Co Ltd	Mainland China	Consumer Discretionary	2.48
Industrial Bank Co Ltd	Mainland China	Financials	2.36

Past performance does not predict future returns. The figures are calculated in the share class base currency, NAV to NAV basis with dividend reinvested, net of fees. If investment performance is not denominated in HKD or USD, HKD or USD based investors are exposed to exchange rate fluctuations. *The fund may pay dividends out of capital or gross of expenses. For definition of terms, please refer to the Glossary QR code.

Source: HSBC Asset Management, data as at 28 February 2025

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Website:

www.assetmanagement.hsbc.com/hk

Glossary



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The Fund is a close-ended fund and no investors may demand redemption of their units. The listing of the Fund on the Hong Kong Stock Exchange does not guarantee a liquid market and the Fund may be delisted. The Fund's market price on the Hong Kong Stock Exchange may be different from its net asset value per unit. Currency movement may affect the value of investments. Investment in emerging market involves higher risks. The Fund invests part of its assets in China A-shares, which are subject to specific risks and restrictions as disclosed in the offering document. The Fund differs from a typical trusts and investors should read the offering document for details.

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Investors should not invest in the Fund solely based on the information provided in this document and should read the offering document of the Fund for details.

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Source: HSBC Asset Management, data as at 28 February 2025