

Robeco Chinese Equities I USD

Robeco Chinese Equities is an actively managed fund that invests in listed stocks of leading Chinese companies. The selection of these stocks is based on fundamental analysis. The fund's objective is to achieve a better return than the index. The fund identifies attractive macro-economic themes and selects fundamentally sound companies. Both offshore (Hong Kong and US listed) and, to a limited extent, domestic Chinese stocks are selected.



Team China
Fund manager since 01-05-2007

Performance

	Fund	Index
1 m	1.34%	0.45%
3 m	-2.92%	-2.54%
Ytd	-2.92%	-2.54%
1 Year	-20.42%	-16.66%
2 Years	-17.74%	-10.98%
3 Years	-22.86%	-18.14%
5 Years	-4.09%	-5.80%
10 Years	1.33%	1.57%
Since 01-2010	1.88%	1.27%

Annualized (for periods longer than one year)

Note: due to a difference in measurement period between the fund and the index, performance differences may arise. For further info, see last page.

Calendar year performance

	Fund	Index
2023	-18.56%	-10.97%
2022	-30.10%	-21.53%
2021	-17.15%	-20.14%
2020	63.38%	30.75%
2019	30.56%	22.18%
2021-2023	-22.16%	-17.68%
2019-2023	0.12%	-2.28%

Annualized (years)

Index

MSCI China 10/40 Index (Net Return, USD)

General facts

Morningstar	★★★★★
Type of fund	Equities
Currency	USD
Total size of fund	USD 129,964,406
Size of share class	USD 1,409,044
Outstanding shares	10,836
1st quotation date	15-01-2010
Close financial year	31-12
Ongoing charges	1.04%
Daily tradable	Yes
Dividend paid	No
Ex-ante tracking error limit	-
Management company	Robeco Institutional Asset Management B.V.

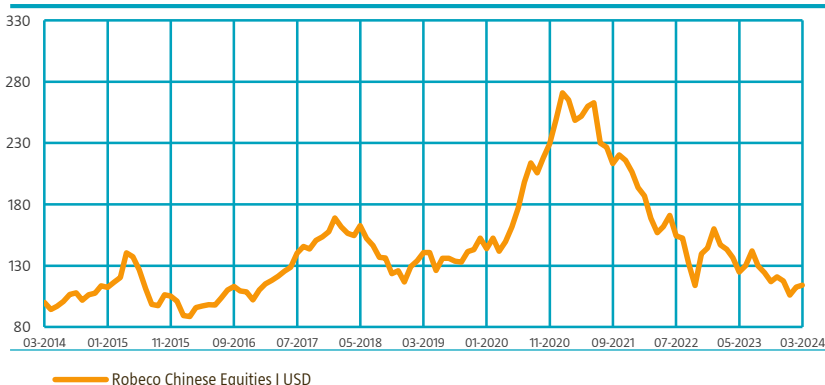
Sustainability profile

- Exclusions
- ESG Integration
- Voting & Engagement

For more information on exclusions see <https://www.robeco.com/exclusions/>

Performance

Indexed value (until 31-03-2024) - Source: Robeco



Performance

Based on transaction prices, the fund's return was 1.34%.

Robeco Chinese Equities outperformed its index by 0.98% in March. Positive sector contribution came from healthcare and consumer staples. Negative sector contribution came from consumer discretionary and financials. At the stock level, the main contributors were Zhaojin Mining Industry, Giant Biogene and Hesai Group. The main detractors were JD.com, New Oriental Education & Technology Group, and Anhui Heli.

Market development

During the National People's Congress (NPC) in early March, the 2024 GDP target was set at around 5%, aligning with expectations. The general budget is at 3%, lower than anticipated, while local government special bond issuance meets expectations. However, the central government plans to issue more treasury bonds, potentially leading to a larger fiscal deficit. Efforts to reduce the debt burden of local government financing vehicles continue. Deflationary risks persist, but there is room for monetary easing, including possible rate cuts and reductions in reserve requirement ratios. The government aims to provide increased support for technology development, green infrastructure, automation, and emerging technologies. Stricter regulations are being introduced to safeguard investors, attract long-term capital, and maintain a balance between market mechanisms and stabilization efforts. Messages from CSRC convey positive developments, including a focus on enhancing shareholder returns, improving the regulatory environment, and protecting long-term investments and investors.

Expectation of fund manager

We hold a constructive view on the China market, especially in light of the recent announcements made by China's National People's Congress (NPC) regarding the GDP growth target of around 5% for 2024. However, we acknowledge that earnings revisions are still restrained due to the sluggish and uneven macroeconomic recovery, primarily driven by challenges in the property market. Despite some measures taken to ease monetary policy and regulatory relaxations, the property market has not shown significant signs of recovery. This situation has had a negative impact on wealth and has undermined consumer confidence, resulting in the economy struggling to gain momentum.

Top 10 largest positions

We are becoming more positive about internet service companies due to their earnings turnaround resulting from cost-cutting measures and attractive valuations. Among our top ten holdings that benefit from this trend are Alibaba, Tencent, PDD, Meituan, Baidu, and NetEase. Additionally, we believe that the worst is behind us for financials, and we find China Construction Bank and PICC P&C appealing in terms of valuation and potential for strong fundamental turnaround. We maintain our positive outlook on New Oriental as a turnaround company that will benefit from policy normalization. Moreover, we anticipate that Trip.com Group, a leading travel services provider, will experience growth as China's tourism sector recovers.

Fund price

31-03-24	USD	130.28
High Ytd (03-01-24)	USD	132.05
Low Ytd (19-01-24)	USD	118.71

Fees

Management fee	0.85%
Performance fee	None
Service fee	0.16%

Legal status

Investment company with variable capital incorporated under Luxembourg law (SICAV)	
Issue structure	Open-end
UCITS V	Yes
Share class	I USD
This fund is a subfund of Robeco Capital Growth Funds, SICAV	

Registered in

Austria, Chile, Finland, France, Germany, Hong Kong, Italy, Luxembourg, Netherlands, Norway, Peru, Singapore, Spain, Switzerland, United Kingdom

Currency policy

The fund is allowed to pursue an active currency policy to generate extra returns.

Risk management

Active. Risk management systems continually monitor the portfolio's divergence from the benchmark. In this way, extreme positions are avoided.

Dividend policy

The fund does not distribute dividend. The fund retains any income that is earned and so its entire performance is reflected in its share price.

Fund codes

ISIN	LU0440072402
Bloomberg	ROCEQIU LX
WKN	A1CZCO
Valoren	10372443

Top 10 largest positions

Holdings

Tencent Holdings Ltd
Alibaba Group Holding Ltd
PDD Holdings Inc ADR
China Construction Bank Corp
Meituan
New Oriental Education & Technology Grou
Baidu Inc
NetEase Inc
PICC Property & Casualty Co Ltd
Trip.com Group Ltd
Total

Sector	%
Communication Services	10.23
Consumer Discretionary	9.12
Consumer Discretionary	6.05
Financials	5.33
Consumer Discretionary	5.11
Consumer Discretionary	3.51
Communication Services	3.29
Communication Services	3.03
Financials	2.72
Consumer Discretionary	2.69
Total	51.08

Top 10/20/30 weights

TOP 10	51.08%
TOP 20	75.29%
TOP 30	91.71%

Statistics

	3 Years	5 Years
Tracking error ex-post (%)	5.54	6.26
Information ratio	-0.65	0.45
Sharpe ratio	-0.90	-0.20
Alpha (%)	-6.53	2.58
Beta	0.91	0.95
Standard deviation	27.40	25.76
Max. monthly gain (%)	23.44	23.44
Max. monthly loss (%)	-15.71	-15.71

Above mentioned ratios are based on gross of fees returns

Hit ratio

	3 Years	5 Years
Months outperformance	16	35
Hit ratio (%)	44.4	58.3
Months Bull market	16	31
Months outperformance Bull	8	19
Hit ratio Bull (%)	50.0	61.3
Months Bear market	20	29
Months Outperformance Bear	8	16
Hit ratio Bear (%)	40.0	55.2

Above mentioned ratios are based on gross of fees returns.

Changes

As of 1 April 2018, the fund does not use a benchmark in its investment, but uses the MSCI China 10/40 (Net Return) as a reference index. Before 1 April 2018, the fund used the MSCI China (Net Return).

Asset Allocation

Asset allocation		
Equity	<div></div>	100.0%
Cash		0.0%

Sector allocation

The fund had an overall overweight in consumer discretionary, industrials, communication services and real estate. It had an underweight in financials, utilities, energy, healthcare, IT, consumer staples and materials.

Sector allocation		Deviation index	
Consumer Discretionary	<div></div> 37.0%	<div></div>	5.5%
Communication Services	<div></div> 18.6%	<div></div>	2.9%
Financials	<div></div> 14.0%	<div></div>	-3.6%
Industrials	<div></div> 10.9%	<div></div>	5.4%
Consumer Staples	<div></div> 4.1%	<div></div>	-1.4%
Information Technology	<div></div> 4.1%	<div></div>	-2.4%
Real Estate	<div></div> 4.0%	<div></div>	1.6%
Materials	<div></div> 3.7%		0.0%
Health Care	<div></div> 2.2%	<div></div>	-2.6%
Energy	<div></div> 1.4%	<div></div>	-2.7%
Utilities	<div></div> 0.0%	<div></div>	-2.8%

Country allocation

Country allocation		Deviation index	
China	<div></div> 96.3%	<div></div>	-3.7%
Hong Kong	<div></div> 3.7%	<div></div>	3.7%
Cash and other instruments	<div></div> 0.0%		0.0%

ESG Important information

The sustainability information in this factsheet can help investors integrate sustainability considerations in their process. This information is for informational purposes only. The reported sustainability information may not at all be used in relation to binding elements for this fund. A decision to invest should take into account all characteristics or objectives of the fund as described in the prospectus. The prospectus is available on request and free of charge on the Robeco website.

Sustainability

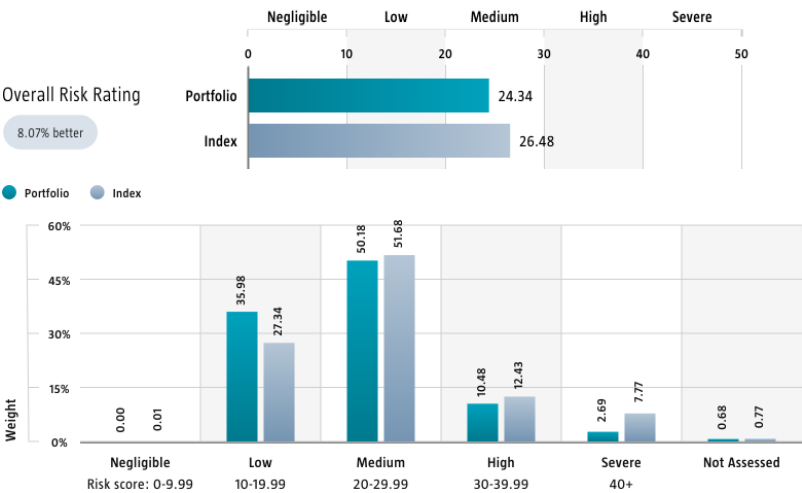
The fund incorporates sustainability in the investment process through exclusions, ESG integration, engagement and voting. The fund does not invest in issuers that are in breach of international norms or where activities have been deemed detrimental to society following Robeco's exclusion policy. Financially material ESG factors are integrated in the bottom-up investment analysis to assess existing and potential ESG risks and opportunities. In the stock selection the fund limits exposure to elevated sustainability risks. In addition, where a stock issuer is flagged for breaching international standards in the ongoing monitoring, the issuer will become subject to engagement. Lastly, the fund makes use of shareholder rights and applies proxy voting in accordance with Robeco's proxy voting policy.

The following sections display the ESG-metrics for this fund along with short descriptions. For more information please visit the sustainability-related disclosures. The index used for all sustainability visuals is based on MSCI China 10/40 Index (Net Return, USD).

Sustainalytics ESG Risk Rating

The Portfolio Sustainalytics ESG Risk Rating chart displays the portfolio's ESG Risk Rating. This is calculated by multiplying each portfolio component's Sustainalytics ESG Risk Rating by its respective portfolio weight. The Distribution across Sustainalytics ESG Risk levels chart shows the portfolio allocations broken into Sustainalytics' five ESG risk levels: negligible (0-10), low (10-20), medium (20-30), high (30-40) and severe (40+), providing an overview of portfolio exposure to the different ESG risk levels. Index scores are provided alongside the portfolio scores, highlighting the portfolio's ESG risk level compared to the index.

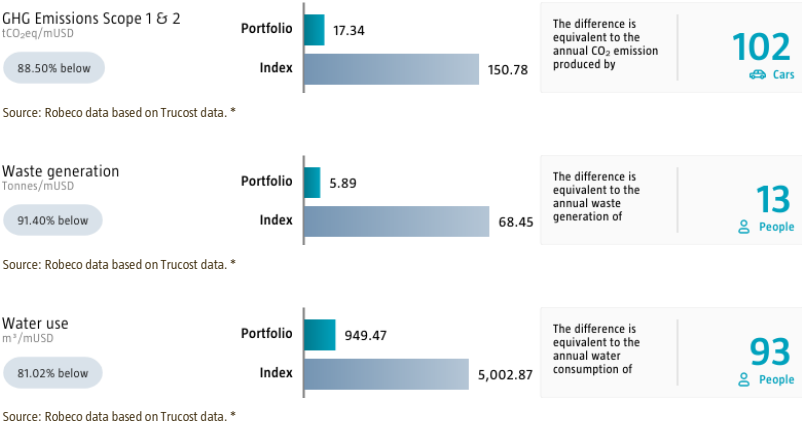
Only holdings mapped as corporates are included in the figures.



Source: Copyright ©2024 Sustainalytics. All rights reserved.

Environmental Footprint

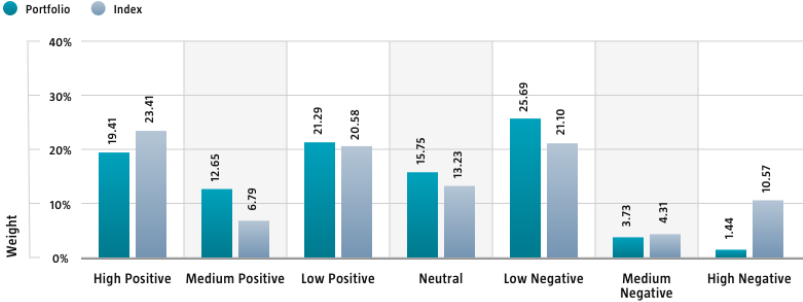
Environmental footprint expresses the total resource consumption of the portfolio per mUSD invested. Each assessed company's footprint is calculated by normalizing resources consumed by the company's enterprise value including cash (EVIC). We aggregate these figures to portfolio level using a weighted average, multiplying each assessed portfolio constituent's footprint by its respective position weight. For comparison, index footprints are shown besides that of the portfolio. The equivalent factors that are used for comparison between the portfolio and index represent European averages and are based on third-party sources combined with own estimates. As such, the figures presented are intended for illustrative purposes and are purely an indication. Only holdings mapped as corporates are included in the figures.



* Source: S&P Trucost Limited © Trucost 2024. All rights in the Trucost data and reports vest in Trucost and/or its licensors. Neither Trucost, nor its affiliates, nor its licensors accept any liability for any errors, omissions, or interruptions in the Trucost data and/or reports. No further distribution of the Data and/or Reports is permitted without Trucost's express written consent.

SDG Impact Alignment

This distribution across SDG scores shows the portfolio weight allocated to companies with a positive, negative and neutral impact alignment with the Sustainable Development Goals (SDG) based on Robeco’s SDG Framework. The framework utilizes a three-step approach to assess a company’s impact alignment with the relevant SDGs and assign a total SDG score. The score ranges from positive to negative impact alignment with levels from high, medium or low impact alignment. This results in a 7-step scale from -3 to +3. For comparison, index figures are provided alongside that of the portfolio. Only holdings mapped as corporates are included in the figures.



Source: Robeco. Data derived from internal processes.

Engagement

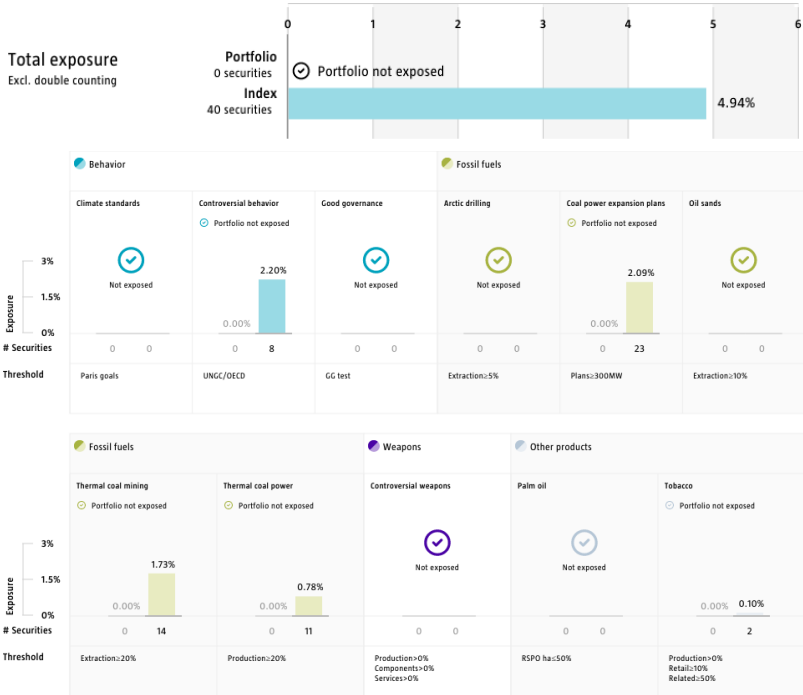
Robeco distinguishes between three types of engagement. Value Engagement focuses on long-term issues that are financially material and/or are causing adverse sustainability impacts. The themes can be broken into Environmental, Social, Governance, or Voting-related. SDG Engagement aims to drive a clear and measurable improvement in a company’s SDG contribution. Enhanced engagement is triggered by misconduct and focuses on companies severely breaching international standards. The report is based on all companies in the portfolio for which engagement activities have taken place during the past 12 months. Note that companies may be under engagement in multiple categories simultaneously. While the total portfolio exposure excludes double counting, it may not equal the sum of individual category exposures.

	Portfolio exposure	# companies engaged with	# activities with companies engaged with
Total (* excluding double counting)	31.73%	9	27
Environmental	9.12%	2	3
Social	22.61%	5	16
Governance	0.01%	2	8
Sustainable Development Goals	0.00%	0	0
Voting Related	0.00%	0	0
Enhanced	0.00%	0	0

Source: Robeco. Data derived from internal processes.

Exclusions

The Exclusions charts display the degree of adherence to exclusion applied by Robeco. For reference, index exposures are shown beside that of the portfolio. Thresholds are based on revenues unless otherwise indicated. For more information about the exclusion policy and which level applies, please refer to the Exclusion Policy and Exclusion List available on Robeco.com.



Source: We use several data sources such as Sustainalytics, RSPO (Roundtable on Sustainable Palm Oil), World Bank, Freedom House, Fund for Peace and International Sanctions; further policy document available [Exclusion Policy](#)

Investment policy

Robeco Chinese Equities is an actively managed fund that invests in listed stocks of leading Chinese companies. The selection of these stocks is based on fundamental analysis. The fund's objective is to achieve a better return than the index. The fund identifies attractive macro-economic themes and selects fundamentally sound companies. Both offshore (Hong Kong and US listed) and, to a limited extent, domestic Chinese stocks are selected.

The fund promotes E&S (i.e. Environmental and Social) characteristics within the meaning of Article 8 of the European Sustainable Finance Disclosure Regulation, integrates sustainability risks in the investment process and applies Robeco's Good Governance policy. The fund applies sustainability indicators, including but not limited to normative, activity-based and region-based exclusions, proxy voting and engagement.

The majority of stocks selected will be components of the Benchmark, but stocks outside the Benchmark may be selected too. The investment policy is not constrained by a Benchmark but the fund may use a benchmark for comparison purposes. The fund can deviate substantially from the issuer, country and sector weightings of the Benchmark. There are no restrictions on the deviation from the Benchmark. The Benchmark is a broad market weighted index that is not consistent with the ESG characteristics promoted by the fund.

Fund manager's CV

The Chinese Equities investment team consists of five investment professionals with an average experience of 10 years, combining complementary skills and worldwide investment backgrounds. The team's portfolio managers place local insights into the context of a wider regional and global perspective. Local presence in Hong Kong and Shanghai allows for optimal coverage of both off- and onshore markets, respectively.

Fiscal product treatment

The fund is established in Luxembourg and is subject to the Luxembourg tax laws and regulations. The fund is not liable to pay any corporation, income, dividend or capital gains tax in Luxembourg. The fund is subject to an annual subscription tax ('tax d'abonnement') in Luxembourg, which amounts to 0.01% of the net asset value of the fund. This tax is included in the net asset value of the fund. The fund can in principle use the Luxembourg treaty network to partially recover any withholding tax on its income.

Sustainability images

The figures shown in the sustainability visuals are calculated on subfund level.

MSCI disclaimer

Source MSCI. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indices or any securities or financial products. This report is not approved, endorsed, reviewed or produced by MSCI. None of the MSCI data is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such.

Morningstar

Copyright © Morningstar Benelux. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar and/or its content providers; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. For more information on Morningstar, please refer to www.morningstar.com

Sustainalytics disclaimer

The information, methodologies, data and opinions contained or reflected herein are proprietary of Sustainalytics and/or third parties, intended for internal, non-commercial use, and may not be copied, distributed or used in any way, including via citation, unless otherwise explicitly agreed in writing. They are provided for informational purposes only and (1) do not constitute investment advice; (2) cannot be interpreted as an offer or indication to buy or sell securities, to select a project or make any kind of business transactions; (3) do not represent an assessment of the issuer's economic performance, financial obligations nor of its creditworthiness; (4) are not a substitute for a professional advice; (5) past performance is no guarantee of future results. These are based on information made available by third parties, subject to continuous change and therefore are not warranted as to their merchantability, completeness, accuracy or fitness for a particular purpose. The information and data are provided "as is" and reflect Sustainalytics' opinion at the date of their elaboration and publication. Sustainalytics nor any of its third-party suppliers accept any liability for damage arising from the use of the information, data or opinions contained herein, in any manner whatsoever, except where explicitly required by law. Any reference to third party names is for appropriate acknowledgement of their ownership and does not constitute a sponsorship or endorsement by such owner. Insofar as applicable, researched companies referred herein may have a relationship with different Sustainalytics' business units. Sustainalytics has put in place adequate measures to safeguard the objectivity and independence of its opinions. For more information, contact compliance@sustainalytics.com.

Disclaimer

This document has been carefully prepared by Robeco Institutional Asset Management B.V. (Robeco). The information contained in this publication is based upon sources of information believed to be reliable. Robeco is not answerable for the accuracy or completeness of the facts, opinions, expectations and results referred to therein. Whilst every care has been taken in the preparation of this document, we do not accept any responsibility for damage of any kind resulting from incorrect or incomplete information. This document is subject to change without notice. The value of the investments may fluctuate. Past performance is no guarantee of future results. If the currency in which the past performance is displayed differs from the currency of the country in which you reside, then you should be aware that due to exchange rate fluctuations the performance shown may increase or decrease if converted into your local currency. Unless otherwise stated, performances are i) net of fees based on transaction prices and ii) with dividends reinvested. Please refer to the prospectus and the Key Information Document of the funds for further details. These are available at the Robeco offices or via the www.robeco.com website. The ongoing charges mentioned in this publication express the operational costs including management fee, service fee, taxe d'abonnement, depositary fee and bank charges and is the one stated in the fund's latest annual report at closing date. The information contained in this document is solely intended for professional investors under the Dutch Act on the Financial Supervision (Wet financieel toezicht) or persons who are authorized to receive such information under any other applicable laws. Robeco Institutional Asset Management B.V. has a license as manager of UCITS and AIFs from the Netherlands Authority for the Financial Markets in Amsterdam.