

Important Information:

- Da Cheng China Balanced Fund ("The Fund") is an investment fund and not a bank deposit. There is no guarantee of the repayment of principal. There is also no guarantee of dividend or distribution payments during the period you hold the units of the Fund. The instruments invested by the Fund may fall in value and therefore your investment in the Fund may suffer losses.
- The Fund invests primarily in a diversified portfolio of domestic securities traded in China and denominated and settled in RMB.
- The RQFII policy and rules are new and there may be uncertainty to its implementation and such policy and rules are subject to change. The uncertainty and change of the laws and regulations in the PRC (including the RQFII policy and rules) may adversely impact the Fund and such changes may also have potential retrospective effect. Investing in PRC-related companies and in PRC markets involve certain risks and special considerations not typically associated with investment in more developed economies or markets, such as greater political, tax, economic, foreign exchange, liquidity, legal and regulatory risk.
- The Fund is denominated in RMB and the majority of the investments of the Fund are made in RMB. Investors may invest in the Fund in RMB, HKD as well as USD. There is no guarantee that RMB will not depreciate. Investors should take into account the potential risk of loss in respect of creations, redemptions and dividends arising from fluctuations in value between HKD/USD and the RMB.
- The valuation of the Fund's investments may involve uncertainties and judgmental determinations, and independent pricing information may not at all times be available. If such valuations should prove to be incorrect, the Net Asset Value of the Fund may be adversely affected.
- Investment involves risks. There is a risk that you may lose a substantial part of all your investment. You are advised to consult the intermediary before investing. You should not invest in the Fund unless the intermediary who sells it to you has explained to you that the Fund is suitable for you having regard to your financial situation, investment experience and objectives.
- You should not make any investment decision solely based on this document alone. Investors should read the Fund's Explanatory Memorandum for further details including risk factors.

INVESTMENT OBJECTIVE

The Fund is a balanced fund and the investment objective of the Fund is to seek long-term growth of capital and income. The Fund seeks to achieve its objective through investing directly in fixed income and equity securities issued in China. The majority of the investments of the Fund will be onshore investments in China and will be denominated and settled in RMB.

ASSET ALLOCATION¹

| | |
|--------------|--------|
| Equity | 69.88% |
| Fixed Income | 27.48% |
| Cash | 2.64% |

SECTOR ALLOCATION^{1,5}(%)

| | Equity | Fixed Income |
|------------------------|--------|--------------|
| Financials | 12.67% | 1.20% |
| Industrials | 12.05% | 3.49% |
| Information Technology | 10.76% | 0.66% |
| Consumer Discretionary | 8.15% | 0.27% |
| Materials | 6.91% | 0.59% |
| Consumer Staples | 5.85% | 0.80% |
| Health Care | 5.26% | 0.62% |
| Communication Services | 4.06% | 0.00% |
| Utilities | 2.60% | 0.21% |
| Energy | 1.28% | 0.38% |
| Real Estate | 0.29% | 1.04% |
| Government Bonds | 0.00% | 18.22% |

EQUITY ALLOCATION¹(% of AUM)

| | |
|--|--------|
| A Shares - Main Board | 47.92% |
| A Shares - ChiNext Board | 4.94% |
| A Shares - Sci-Tech Innovation Board | 3.69% |
| Hong Kong Stocks or US Listed China Stocks | 13.33% |

TOP TEN HOLDINGS¹(%)

| Securities | Sectors | % |
|---|------------------------|-------|
| CHINA MERCHANTS BANK CO LTD-A | Financials | 3.00% |
| CONTEMPORARY AMPEREX TECHNOLOGY CO LTD-A | Industrials | 2.30% |
| PING AN INSURANCE GROUP CO OF CHINA LTD-A | Financials | 2.01% |
| CHINA YANGTZE POWER CO LTD-A | Utilities | 1.98% |
| KWEICHOW MOUTAI CO LTD-A | Consumer Staples | 1.96% |
| GREE ELECTRIC APPLIANCES INC-A | Consumer Discretionary | 1.65% |
| INDUSTRIAL BANK CO LTD-A | Financials | 1.39% |
| BYD CO LTD-A | Consumer Discretionary | 1.34% |
| ZIJIN MINING GROUP CO LTD-A | Materials | 1.16% |
| CHINA MOBILE LTD | Communication Services | 1.11% |

FUND INFORMATION¹

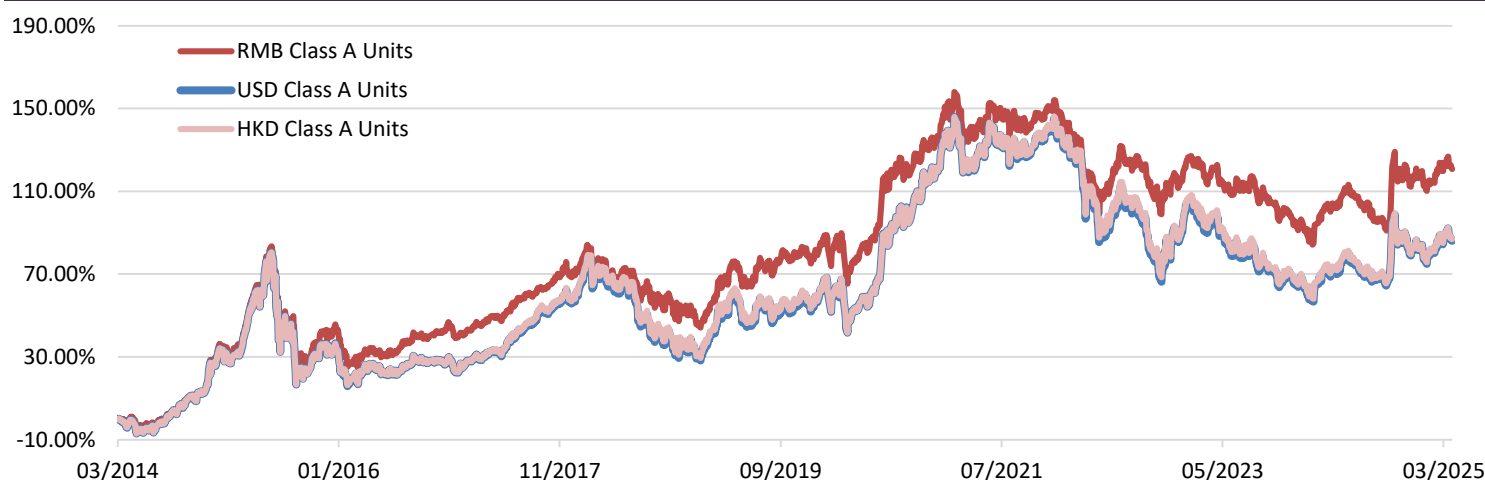
| | | | |
|----------------------------|--|-------------------|-------|
| Manager | Da Cheng International Asset Management Co., Ltd. | | |
| Launch Date | 03/03/2014 (RMB Class A) / 14/11/2023 (RMB Class P Acc) | | |
| | 03/03/2014 (HKD Class A) / 14/08/2019 (HKD Class P Acc) | | |
| | 03/03/2014 (USD Class A) / 14/08/2019 (USD Class P Acc) | | |
| ISIN | HK0000181096 (RMB Class A) / HK0000524238 (RMB Class P Acc) | | |
| | HK0000181112 (HKD Class A) / HK0000524253 (HKD Class P Acc) | | |
| | HK0000181138 (USD Class A) / HK0000524279 (USD Class P Acc) | | |
| Bloomberg Ticker | DACBLAC HK (RMB Class A) / DACBRPA HK (RMB Class P Acc) | | |
| | DACBLAH HK (HKD Class A) / DACBHPA HK (HKD Class P Acc) | | |
| | DACBLAU HK (USD Class A) / DACBUPA HK (USD Class P Acc) | | |
| Investment Advisor | Dacheng Fund Management Company Limited | | |
| Trustee and Registrar | BOCI-Prudential Trustee Limited | | |
| Custodian | Bank of China (Hong Kong) Limited | | |
| Minimum Initial Investment | RMB 10,000 (Class A) / RMB 1 (Class P Acc) | | |
| | HKD 12,000 (Class A) / HKD 1 (Class P Acc) | | |
| | USD 1,500 (Class A) / USD 1 (Class P Acc) | | |
| Base Currency | RMB | Dealing Frequency | Daily |
| NAV | 11.37 (RMB Class A) / 11.07 (RMB Class P Acc) | | |
| | 9.04 (HKD Class A) / 12.16 (HKD Class P Acc) | | |
| | 8.97 (USD Class A) / 12.44 (USD Class P Acc) | | |
| Dividend Policy | Monthly distribution (if any) at the Manager's discretion subject to PRC withholding tax provisioning. 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 Sub-Fund. Dividends will be paid in the currency of the relevant class of Units. (Class A) | | |
| | No dividends are paid (Class P Acc) | | |
| Management Fee | 1.35% (Class A) / 1.35% (Class P) | | |
| Preliminary Charge | Up to 5% of the subscription price | Redemption Charge | Nil |
| Fund Size | RMB (million) 4,860 | | |

LATEST 4 DIVIDEND INFORMATION

| Classes | Dividend per Unit | Annualized Yield ⁶ | Record Date |
|-------------------|-------------------|-------------------------------|-------------|
| RMB Class A Units | RMB 0.09 | 9.39% | 16/12/2024 |
| USD Class A Units | USD 0.08 | 10.61% | 16/12/2024 |
| HKD Class Unit | HKD 0.08 | 10.55% | 16/12/2024 |
| RMB Class A Units | RMB 0.08 | 8.56% | 15/01/2025 |
| USD Class A Units | USD 0.07 | 9.46% | 15/01/2025 |
| HKD Class Unit | HKD 0.07 | 9.38% | 15/01/2025 |
| RMB Class A Units | RMB 0.08 | 8.36% | 17/02/2025 |
| USD Class A Units | USD 0.07 | 9.27% | 17/02/2025 |
| HKD Class Unit | HKD 0.07 | 9.21% | 17/02/2025 |
| RMB Class A Units | RMB 0.08 | 8.38% | 17/03/2025 |
| USD Class A Units | USD 0.07 | 9.30% | 17/03/2025 |
| HKD Class Unit | HKD 0.07 | 9.24% | 17/03/2025 |

CUMULATIVE PERFORMANCE^{1,2}

| | Year-to-date | 1 Month | 3 Months | 6 Months | 1 Year | 3 Years | 5 Years | 10 Years | Since Inception ^{3,4} |
|-----------------------|--------------|---------|----------|----------|--------|---------|---------|----------|--------------------------------|
| RMB Class A Units | 1.14% | 0.33% | 1.14% | -0.53% | 9.82% | 1.75% | 28.52% | 48.38% | 120.71% |
| USD Class A Units | 2.13% | 0.64% | 2.13% | -4.22% | 9.77% | -11.02% | 25.78% | 26.79% | 86.04% |
| HKD Class A Units | 2.45% | 0.75% | 2.45% | -3.99% | 9.20% | -11.51% | 26.35% | 27.38% | 86.85% |
| RMB Class P Units Acc | 1.10% | 0.36% | 1.10% | -0.54% | 9.71% | N/A | N/A | N/A | 10.70% |
| USD Class P Units Acc | 2.22% | 0.73% | 2.22% | -4.16% | 9.80% | -11.08% | 25.66% | N/A | 24.40% |
| HKD Class P Units Acc | 2.36% | 0.75% | 2.36% | -4.03% | 9.16% | -11.69% | 26.01% | N/A | 21.60% |

PERFORMANCE SINCE INCEPTION^{1,2,3} (Class A)**FUND MANAGER'S COMMENTARY**

In March, the A-share market underwent a brief rally before retreating, with the Shanghai Composite Index up 0.45%, and the CSI 300 Index and the ChiNext Index declining by 0.07% and 3.07% respectively. Sector-wise, non-ferrous metals, home appliances and coal were the top risers, while computers, real estate and electronics saw the sharpest declines.

In terms of the macroeconomy, from January through February, China's industrial production maintained steady expansion, with both consumption and investment showing continued improvements. The March manufacturing Purchasing Managers' Index (PMI) climbed 0.3 percentage points from the previous month to 50.5%, marking the second consecutive month above the expansion threshold, a sign of sustained momentum for economic recovery. In terms of policy-making, the "two sessions" held in March reinforced the policy direction set at last December's Central Economic Work Conference. The key annual economic targets aligned broadly with market expectations. The Government Work Report emphasized "dynamic policymaking in tandem with changes", and advocated for "early implementation of policy measures and preemptive actions to mitigate uncertainties", underscoring a forward-looking and proactive stance in macroeconomic regulation to respond to complexities through proactive policymaking and nimble adjustment. The Government Work Report has identified "vigorously boosting consumption and enhancing investment efficiency to comprehensively expand domestic demand" as the top priority for 2025, followed by "developing new quality productive forces based on actual situations and accelerating the modernization of the industrial system." These objectives signal a coordinated policy response to both consumption-driven growth and technological innovation, aiming to support domestic demand expansion and industrial upgrading in tandem - key drivers of high-quality economic development. Additionally, the government's commitment to addressing excessive and destructive competition, along with better coordination in industrial planning and capacity monitoring, is expected to promote orderly industrial development and healthy competition, ease deflationary pressure, and reinforce high-quality economic growth. On the external front, the eventual roll-out of U.S. President Trump's "reciprocal tariff" policy is expected to disrupt global trade dynamics, increasing uncertainty around the Fed's monetary policy direction.

The improvement in macroeconomic indicators and strengthened expectations for earnings recovery are expected to have a positive impact on the upcoming market, pointing to a balanced market style overall. The Fund's investment strategy will prioritize consumption and technology sectors that benefit from policy incentives, specifically AI application, electronics and computers, as well as household appliances, social services and retail.

1. Source: DCI, all information as at 31 March 2025. 2. NAV to NAV with income (if any) reinvested. 3. Fund launch date and Class A Units launch date: 03 March 2014. 4. HKD & USD Class P (Acc) Units launch date: 14 August 2019. RMB Class P (Acc) Units launch date: 14 November 2023. 5. Classification is based on Global Industry Classification Standard (GICS). 6. Annualized yield is calculated as follows (before Oct 2021): (dividend amount/NAV as of payment date) x 4. Annualized yield is calculated as follows (from Oct 2021): (dividend amount/NAV as of payment date) x 12. Investors should note that yield figures are estimated and for reference only and do not represent the performance of the fund, and that there is no guarantee as to the actual frequency and/or amount of dividend payments. 7. Source of star rating: Morningstar, Inc., Da Cheng China Balanced Fund RMB Class A Units received a 4-star Morningstar Rating™. 8. 2022 BENCHMARK Fund of the Year Awards - Top Mutual Funds (Greater China Allocation) BEST-IN-CLASS Source: BENCHMARK Top Mutual Fund Awards are based on quantitative performance, Sortino Ratio, and ESG performance and reflect the performance data between 1 October 2021 and 30 September 2022 for 12-month returns, and 1 October 2019 to 30 September 2022 for 3-year returns. Data Source: Fund Data - Morningstar, ESG Data - BlueOrion.

IMPORTANT DISCLAIMER

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