

DCI Investment Trust

Da Cheng China Balanced Fund

May 2025



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	70.47%
Fixed Income	25.33%
Cash	4.20%

SECTOR ALLOCATION^{1,5}(%)

	Equity	Fixed Income
Financials	14.49%	0.54%
Industrials	10.82%	3.91%
Information Technology	9.67%	0.84%
Consumer Discretionary	8.35%	0.42%
Consumer Staples	7.41%	0.81%
Materials	6.51%	0.23%
Health Care	6.05%	0.62%
Communication Services	3.54%	0.00%
Utilities	2.43%	0.21%
Energy	1.20%	0.37%
Real Estate	0.00%	0.00%
Government Bonds	0.00%	17.38%

EQUITY ALLOCATION¹(% of AUM)

A Shares - Main Board	49.05%
A Shares - ChiNext Board	4.39%
A Shares - Sci-Tech Innovation Board	3.30%
Hong Kong Stocks or US Listed China Stocks	13.73%

TOP TEN HOLDINGS¹(%)

Securities	Sectors	%
CHINA MERCHANTS BANK CO LTD-A	Financials	3.00%
KWEICHOW MOUTAI CO LTD-A	Consumer Staples	2.88%
CONTEMPORARY AMPEREX TECHNOLOGY CO LTD-A	Industrials	2.26%
PING AN INSURANCE GROUP CO OF CHINA LTD-A	Financials	2.07%
CHINA YANGTZE POWER CO LTD-A	Utilities	1.76%
GREE ELECTRIC APPLIANCES INC-A	Consumer Discretionary	1.67%
INDUSTRIAL BANK CO LTD-A	Financials	1.45%
BYD CO LTD-A	Consumer Discretionary	1.26%
WULIANGYE YIBIN CO LTD-A	Consumer Staples	1.18%
ZIJIN MINING GROUP CO LTD-A	Materials	1.12%

FUND INFORMATION¹

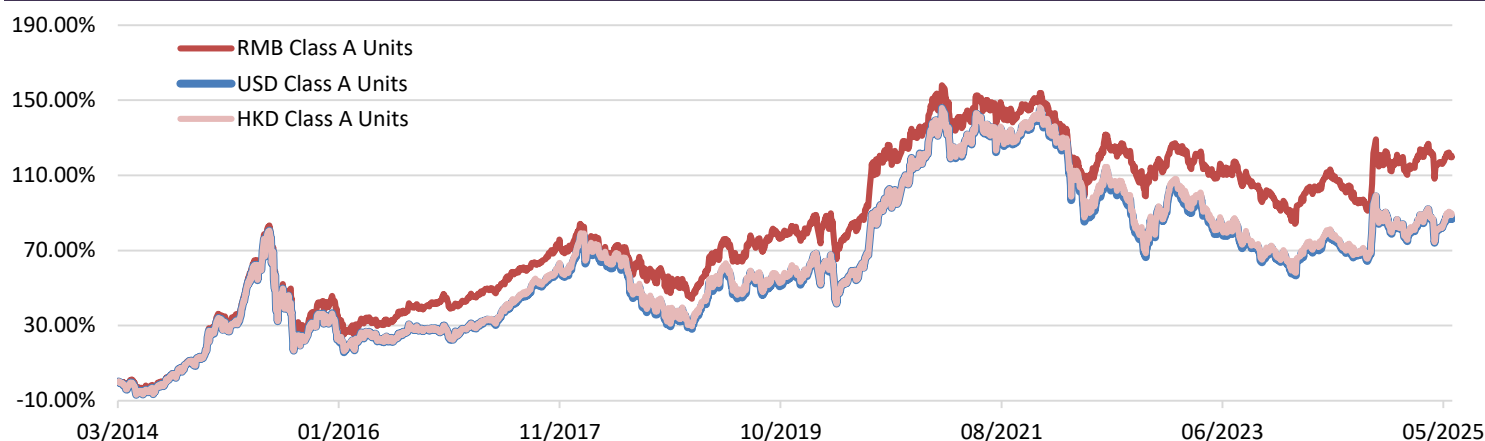
Manager	Da Cheng International Asset Management Co., Ltd.		
Launch Date	03/03/2014 (RMB Class A) / 14/11/2023 (RMB Class P Acc)		
	03/03/2014 (HKD Class A) / 14/08/2019 (HKD Class P Acc)		
	03/03/2014 (USD Class A) / 14/08/2019 (USD Class P Acc)		
ISIN	HK0000181096 (RMB Class A) / HK0000524238 (RMB Class 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	11.15 (RMB Class A) / 11.01 (RMB Class P Acc)		
	9.00 (HKD Class A) / 12.30 (HKD Class P Acc)		
	8.86 (USD Class A) / 12.48 (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) 4,846		

LATEST 4 DIVIDEND INFORMATION

Classes	Dividend per Unit	Annualized Yield ⁶	Record Date
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
RMB Class A Units	RMB 0.08	8.66%	15/04/2025
USD Class A Units	USD 0.07	9.64%	15/04/2025
HKD Class Unit	HKD 0.07	9.60%	15/04/2025
RMB Class A Units	RMB 0.08	8.55%	15/05/2025
USD Class A Units	USD 0.07	9.40%	15/05/2025
HKD Class Unit	HKD 0.07	9.26%	15/05/2025

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	0.62%	1.63%	-0.19%	1.94%	5.62%	1.89%	19.91%	29.90%	119.57%
USD Class A Units	2.50%	2.52%	1.00%	2.61%	6.51%	-5.57%	19.31%	11.99%	86.71%
HKD Class A Units	3.62%	3.78%	1.90%	3.40%	6.83%	-5.56%	20.68%	13.38%	88.98%
RMB Class P Units Acc	0.55%	1.57%	-0.18%	1.85%	5.56%	N/A	N/A	N/A	10.10%
USD Class P Units Acc	2.55%	2.55%	1.05%	2.63%	6.48%	-5.60%	19.20%	N/A	24.80%
HKD Class P Units Acc	3.54%	3.71%	1.91%	3.36%	6.77%	-5.67%	20.47%	N/A	23.00%

PERFORMANCE SINCE INCEPTION ^{1,2,3} (Class A)

FUND MANAGER'S COMMENTARY

In May, the A-share market closed higher, with the Shanghai Composite Index, the CSI 300, and the ChiNext Index up 2.09%, 1.85% and 2.32%, respectively. Sector-wise, environmental protection, pharmaceuticals and biotech, and defense and military led the gains, while electronics, social services, and IT saw the largest declines.

On the macroeconomic front, May's manufacturing PMI rose by 0.5 percentage points from April to 49.5%, indicating a rebound in industrial activity. Exports remained resilient in April with stable employment. New consumption drivers continued to grow, with the economy demonstrating adaptability to sustain steady momentum despite external challenges. Fiscal policy support remained strong, with a more proactive stance. Fiscal spending in the first four months of the year grew at the fastest pace since 2020, with continued robust investment in strategic areas. Such a proactive fiscal push provided multidimensional support for the Chinese economy. In the short term, it quickly boosted market confidence and stabilized growth expectations, effectively alleviated downward pressure, and engineered a notable uptick in core sectors such as investment and consumption. Over the longer term, as fiscal resources are increasingly directed toward high-priority projects such as those for industrial upgrading and living standards improvement, continuous efforts will be made to optimize the economic structure and expedite the transition to new growth engines. This is expected to lay a solid foundation for high-quality growth and long-term structural transformation, making economic development more resilient and sustainable. As for China-U.S. tariffs, in a joint statement issued after bilateral trade talks in Geneva, China and the U.S. agreed to suspend 91% of the tariffs imposed on each other since April 2, with only 10% retained. A 90-day pause was agreed for tariffs set at 24%, reducing U.S. tariffs on Chinese goods to 30% and Chinese tariffs on U.S. goods to 10%. However, China maintains certain retaliatory tariffs on the U.S. in response to its fentanyl-related tariff abuses. On the global front, one day after the U.S. Court of International Trade blocked President Trump's tariffs, a federal appeals court reversed the decision and reinstated the duties. Furthermore, Trump announced tariff hikes on imported steel to 50%, indicating persistent tariff policy uncertainty of the Trump administration at least in the near term. Meanwhile, the timing of a Fed rate cut remains unclear.

Looking ahead, the easing of China-U.S. trade tensions may improve market risk appetite. Proactive domestic policy interventions are expected to ease economic headwinds, limiting stock index downside risks. Investor sentiment is expected to remain relatively bullish, and indices are likely to fluctuate within a narrow range in the short term. In terms of allocation, given the absence of a clear primary theme on the A-share market, structural opportunities are expected to remain the dominant driver. The fund will focus on popular themes such as innovative pharmaceuticals, autonomous driving, and embodied artificial intelligence, as well as policy-supported sectors like social services, retail, and food and beverage.

1. Source: DCI, all information as at 31 May 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 RatingTM. 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 - BlueOnion.

IMPORTANT DISCLAIMER

This material is issued by Da Cheng International Asset Management Co., Ltd. ("DCI") and has not been reviewed by the Securities and Futures Commission. Investments are subject to investment risks, investors should not make any investment decision solely based on this document. Any opinion or estimate contained in this document is made on a general basis and is not to be relied on by investor as advice. Investors should not invest in the Fund unless the intermediary who sells it to you has explained that the Fund is suitable for you. Investor should read the Fund's Explanatory Memorandum/ Offering Document/ Product Key Facts Statement/ Risk Factors before making any investment decision. Copies of the Offering Documents can be obtained at DCI's Hong Kong Office (Tel: +852 3765 6788) or offices of the participating distributors. The value of units may go down as well as up. Past performance is not indicative of future performance. DCI, its associates or its distributors accepts no responsibility and does not guarantee the return of the Fund. DCI endeavors to ensure the accuracy and reliability of the information provided in this material and guarantee its accuracy or reliability and accepts liability for any loss or damage arising from any inaccuracies or omission.