

Da Cheng China Sustainable Equity Fund

ESG related disclosure for the year ended 31 December 2023

1. The actual proportion of underlying investments that are commensurate with the fund's ESG focus

The ESG focus of the Da Cheng China Sustainable Equity Fund (“Sub-Fund”) is that, the investment universe which comprises China-Related Securities, will be subject to the Manager’s exclusion policy and proprietary ESG assessment. Once the above proprietary ESG assessment is conducted, the Sub-Fund will invest at least 70% of its Net Asset Value in China-Related Securities which are ranked top 70% in the investment universe in terms of the ESG score.

As of 31 December 2023, 87.22% of the underlying investments (in Net Asset Value) in the portfolio are commensurate with the Sub-Fund’s ESG focus.

2. The actual proportion of the investment universe that was eliminated or selected as a result of the fund's ESG-related screening

As of 31 December 2023, the Manager has completed ESG assessments on 7964 securities, covering markets including domestic A-shares, Hong Kong stocks, and some US stocks. Among them, 67.92% of the securities have passed the exclusion and proprietary ESG assessment of the Sub-Fund’s ESG focus, and are available for selection and investment by the Sub-Fund.

3. Actions taken by the fund in attaining the fund's ESG focus

To attain the Sub-Fund’s ESG focus, the Manager has constructed the portfolio and conducted periodic review and monitoring according to the above-mentioned exclusion and proprietary ESG assessment process. When necessary and appropriate, the Manager conduct engagement activities in accordance with its *Active Ownership Policy* to promote the sustainable development of invested companies.

4. Data calculation basis and limitations

The actual proportion of underlying investments that are commensurate with the Sub-Fund’s ESG focus is calculated based on the net asset value involved in the actual holding data of the Sub-Fund as of December 31, 2023.

The actual proportion of the investment universe that was selected as a result of the Sub-Fund’s ESG-related screening is calculated based on the number of securities involved in the actual holding data of the Sub-Fund as of December 31, 2023. In evaluating a company based on ESG criteria, the Manager is dependent upon information and data from data providers or may make use of information and data from internal research inputs, which may be incomplete, inaccurate or unavailable from time to time. Therefore, when calculating this proportion, the number of securities in the investment universe is the actual number of securities covered by the Manager's last proprietary ESG assessment available before December 31, 2023.