

### BlackRock Global Funds – Systematic China A-Share Opportunities Fund

April 2022

BlackRock Asset Management North Asia Limited 貝萊德資產管理北亞有限公司

***This statement provides you with key information about this product***  
***This statement is a part of the offering document***  
***You should not invest in this product based on this statement alone***

- This Fund invest in the People’s Republic of China (“**PRC**”) via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively, the “**Stock Connects**”) and the Renminbi Qualified Foreign Institutional Investor (“**RQFII**”) regime.
- This Fund is denominated in USD and not Renminbi (“**RMB**”). The Fund involves currency conversions and is therefore subject to higher costs and currency conversion risks.

**Quick facts**

<b>Management Company:</b>	BlackRock (Luxembourg) S.A.																				
<b>Investment Adviser(s) and/or Sub-Adviser(s):</b>	Internal delegation to one or more Investment Adviser(s) and/or Sub-Adviser(s) as described in “The Investment Advisers and Sub-Advisers” section of the Information For Residents of Hong Kong*  <i>* Details of the relevant Investment Adviser(s) and Sub-Adviser(s) responsible for the Fund will be listed in the interim report and annual report and will be available from the Hong Kong Representative upon request.</i>																				
<b>RQFII Licence Holder:</b>	BlackRock Asset Management North Asia Limited or an affiliate in the BlackRock Group																				
<b>Depository:</b>	The Bank of New York Mellon SA/NV, Luxembourg Branch																				
<b>RQFII Custodian:</b>	HSBC Bank (China) Company Limited																				
<b>Ongoing charges over a year:</b>	<table><tr><td>Class A2</td><td>RMB</td><td>1.85%</td></tr><tr><td>Class A2</td><td>SGD Hedged</td><td>1.85%</td></tr><tr><td>Class A2</td><td>USD</td><td>1.85%</td></tr><tr><td>Class D2</td><td>EUR Hedged</td><td>1.11%</td></tr><tr><td>Class D2</td><td>GBP</td><td>1.10%</td></tr><tr><td>Class D2</td><td>USD</td><td>1.10%</td></tr></table> <p>The ongoing charges figure for a class is based on the costs and expenses of that class with reference to the annual report of the Fund for the year ended 31 August 2021.</p> <p>The figure may vary from year to year.</p>			Class A2	RMB	1.85%	Class A2	SGD Hedged	1.85%	Class A2	USD	1.85%	Class D2	EUR Hedged	1.11%	Class D2	GBP	1.10%	Class D2	USD	1.10%
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<b>Dealing frequency:</b>	Daily	<b>Financial year end:</b>	31 August																		
<b>Base currency:</b>	USD																				

<b>Dividend policy:</b> (Class A and D as at the above date)	<p>Non-Distributing Shares: No dividends will be declared or paid</p> <p>▶ A2, D2</p> <p>Distributing Shares: Dividends, if declared will be paid in cash or reinvested</p> <p>▶ Not Available</p>
<b>Minimum investment:</b>	<p>US\$5,000 initial, US\$1,000 additional for Class A Shares</p> <p>US\$100,000 initial, US\$1,000 additional for Class D Shares</p>

## **What is this product?**

Systematic China A-Share Opportunities Fund (the “**Fund**”) is a sub-fund of BlackRock Global Funds (“**BGF**”), an open-ended investment company incorporated in Luxembourg. Its home regulator is the Commission de Surveillance du Secteur Financier (CSSF).

## **Objectives and Investment Strategy**

To maximise total return by investing at least 70% of the Fund’s total assets in stocks of companies based in, or with the majority of their business in the PRC (including small to medium cap companies). For the purpose of the investment objective, the “PRC” excludes Hong Kong and Macau Special Administrative Regions and Taiwan and accordingly the Fund will invest only in onshore Chinese equity markets (“**China A-Shares**”).

In order to achieve its investment objective and policy, the Fund will invest in a variety of investment strategies and instruments. In particular, the Fund will use quantitative (i.e. mathematical or statistical) models in order to achieve a systematic (i.e. rule based) approach to stock selection. The quantitative models are designed and built by the Investment Adviser. This means that stocks will be selected based on their expected contribution to portfolio returns when risk and transaction cost forecasts are taken into account. The Investment Adviser retains the discretion to disregard certain stocks selected to manage portfolio risk in response to rare unexpected company events.

The Fund may invest up to 100% of its net asset value in the PRC via the Stock Connects and the RQFII regime.

Subject to applicable regulatory restrictions and internal guidelines, the remaining 30% may be invested in financial instruments of companies or issuers of any size in any sector of the economy globally such as equity securities and cash.

The Fund’s expected total maximum investment in debt instruments with loss-absorption features, including but not limited to contingent convertible bonds, will be less than 30% of its net asset value. These instruments may be subject to contingent write-down or contingent conversion to ordinary shares on the occurrence of trigger event(s).

The Fund may use derivatives for hedging, efficient portfolio management and investment purposes.

## **Use of Derivatives/Investment in Derivatives**

The Fund’s net derivative exposure may be up to 50% of the Fund’s net asset value.

## **What are the key risks?**

**Investment involves risks. Please refer to the offering document for details including the risk factors.**

### **1. Investment Risks**

The Fund is an investment fund. The Fund’s investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the Fund may suffer losses. There is no guarantee of the repayment of principal.

### **2. Equity Market Risk**

The values of equities fluctuate daily and the Fund investing in equities is subject to general market risks and could incur significant losses. The price of equities can be influenced by many factors at the individual company level, as well as by broader economic and political developments, including

changes in investment sentiment, trends in economic growth, inflation and interest rates, issuer-specific factors, corporate earnings reports, demographic trends and catastrophic events.

### 3. Risks associated with Investments in the PRC Market

- *Risk associated with high volatility of the equity market in PRC:* High market volatility and potential settlement difficulties in the markets may also result in significant fluctuations in the prices of the securities traded on such markets and thereby may adversely affect the value of the Fund.
- *Risk associated with regulatory requirements/exchange policies of the equity market in PRC:* Securities exchanges in PRC typically have the right to suspend or limit trading in any security traded on the relevant exchange. The government or the regulators may also implement policies that may affect the financial markets. All these may have a negative impact on the Fund.
- *Risks associated with investment made through an RQFII regime:* The Fund's ability to make the relevant investments or to fully implement or pursue its investment objective and strategy is subject to the applicable laws, rules and regulations (including restrictions on investments and repatriation of principal and profits) in the PRC, which are subject to change and such change may have potential retrospective effect.

The Fund may suffer substantial losses if the approval of the RQFII is being revoked/terminated or otherwise invalidated as the Fund may be prohibited from trading of relevant securities and repatriation of the Fund's monies, or if any of the key operators or parties (including RQFII custodian/brokers) is bankrupt/in default and/or is disqualified from performing its obligations (including execution or settlement of any transaction or transfer of monies or securities).

- *Risks associated with the Stock Connects:* The relevant rules and regulations on the Stock Connects are subject to change which may have potential retrospective effect. The Stock Connects are subject to quota limitations. Where a suspension in the trading through the programmes are effected, the Fund's ability to invest in China A-Shares or access the PRC market through the programmes will be adversely affected. In such event, the Fund's ability to achieve its investment objective could be negatively affected.
- *PRC tax risk:* There are risks and uncertainties associated with the current PRC tax laws, regulations and practice in respect of capital gains realised via the RQFII regime or the Stock Connects on the Fund's investments in the PRC (which may have retrospective effect). Any increased tax liabilities on the Fund may adversely affect the Fund's value.

Based on professional and independent tax advice the Fund will not make tax provisions for capital gains, realised or unrealised, arising from transfers of its China A-Share investments.

### 4. Geographical Concentration Risks

The Fund's investments are concentrated in PRC. The value of the Fund may be more volatile than that of a fund having a more diverse portfolio of investments. The value of the Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, sustainability related, legal or regulatory event affecting the PRC market.

### 5. Emerging Market Risks

Investment in emerging markets may be subject to a higher than average volatility than more developed markets due to greater political, tax, sustainability related, economic, social, currency control and foreign exchange risks.

The size and trading volume of securities markets in emerging markets may be substantially smaller than developed markets. This may subject the Fund to higher liquidity and volatility risks.

Custody and registration of assets in emerging markets may be less reliable than in developed markets, which may subject the Fund to higher settlement risk.

The Fund may be subject to higher regulatory risks due to low level of regulation, enforcement of regulations and monitoring of investors' activities in emerging markets.

**6. Small Cap Companies Risks**

Many small company stocks trade less frequently and in smaller volume, and may be subject to more abrupt or erratic price movements than stocks of large companies. The securities of small companies may also be more sensitive to market changes than the securities of large companies.

**7. Currency Risks**

The Fund may invest in assets denominated in a currency (e.g. RMB) other than the base currency of the Fund (i.e. USD). Also, a class of shares may be designated in a currency other than the base currency of the Fund. Changes in exchange rates between such currency and the base currency and changes in exchange rate controls may adversely affect the value of the Fund's assets.

**8. Derivatives Risks**

Risks associated with derivatives include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of a derivative can result in a loss significantly greater than the amount invested in the derivative by the Fund. In an adverse situation, if the use of derivatives for hedging and efficient portfolio management becomes ineffective, the Fund may suffer significant losses.

**9. Risks relating to RMB Currency and Its Conversion**

RMB is currently not freely convertible and is subject to exchange controls and restrictions. Subscriptions and redemptions for the Fund may involve conversion of currency. Currency conversion will be conducted at the applicable exchange rate and subject to the applicable spread.

Non-RMB based investors who invest in RMB denominated share classes are exposed to foreign exchange risk and there is no guarantee that the value of RMB against the investors' home currency will not depreciate. Any depreciation of RMB could adversely affect the value of investors' investment in the RMB denominated share classes.

Under exceptional circumstances, payment of realisation proceeds and/or dividend payment (if any) in RMB and from the underlying investments to the Fund in RMB may be delayed due to the exchange controls and restrictions applicable to RMB.

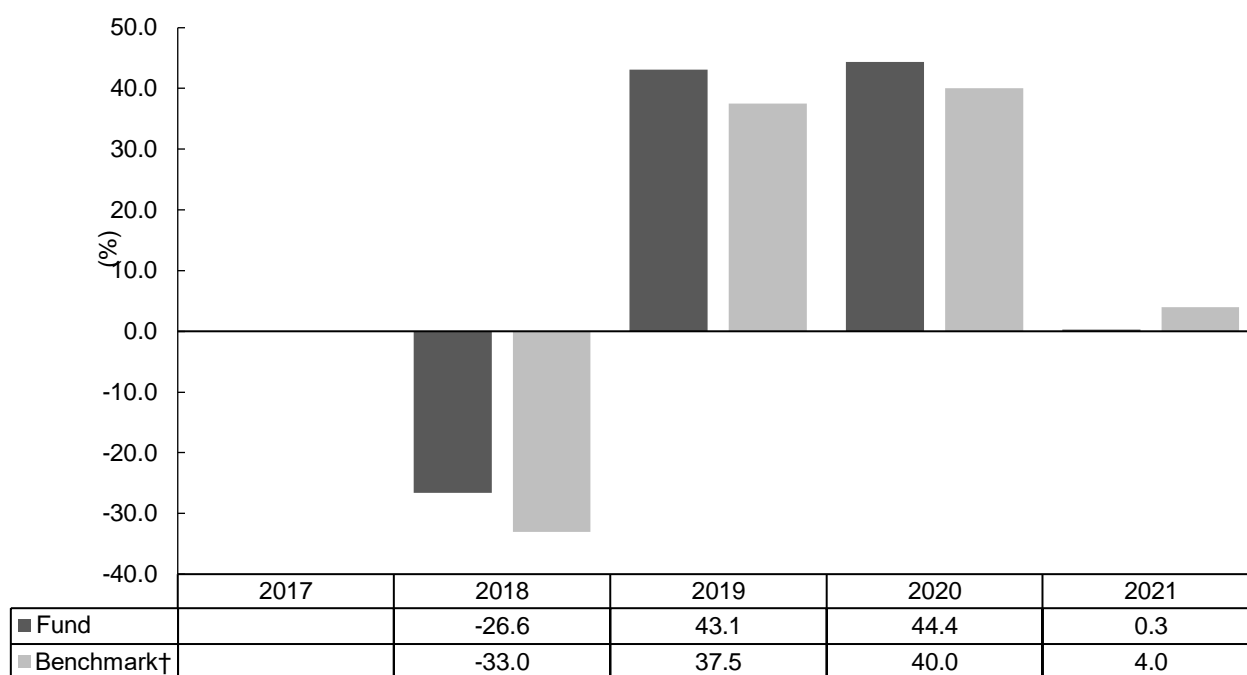
RMB is traded in both the onshore and offshore markets. While both onshore RMB ("CNY") and offshore RMB ("CNH") represent the same currency, they are traded in different and separate markets which operate independently. Therefore, CNY and CNH do not necessarily have the same exchange rate and their movement may not be in the same direction. When converting the base currency of the Fund to RMB for the purposes of calculating the net asset value of a share class with a RMB reference currency, the Management Company will apply the CNH rate. Any divergence between CNH and CNY may adversely impact investors.

**10. Liquidity Risks**

The size and trading volume of securities in the markets relevant to the Fund may be substantially smaller than developed markets. This may lead to investments in such securities becoming less liquid, making it difficult to dispose of them which may reduce the Fund's returns/lead to losses for investors.

## How has the fund performed?

Historic performance to 31 December 2021



### Notes:

Past performance information is not indicative of future performance. You may not get back the full amount invested. The computation of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested expressed as a % change. These figures show by how much the share class increased or decreased in value during the calendar year shown. Performance data has been calculated in USD, including ongoing charges and taxes and excluding subscription and redemption fees, if applicable. The past performance information reflects the performance of the A2 base currency share class which the Investment Adviser views as the most appropriate representative share class. Please refer to the website [www.blackrock.com/hk](http://www.blackrock.com/hk) for performance information regarding other share classes. This website has not been reviewed by the SFC. Where no past performance is shown there was insufficient data available in that year to provide performance.

† The benchmark of the Fund is MSCI China A Onshore Index.

Fund launch date: 2017

Share class launch date: 2017

## Is there any guarantee?

This Fund does not have any guarantees. You may not get back the full amount of money you invest.

## What are the fees and charges?

### Charges which may be payable by you

You may have to pay the following fees when dealing in the shares of the Fund:

Fee	What you pay
<b>Subscription Fee (Initial Charge)</b>	Class A and Class D Shares: up to 5% of the price of shares
<b>Switching Fee (Conversion Charge)</b>	Nil <sup>^</sup> , except a delayed Initial Charge of up to 5% of the price of Class A or Class D Shares may be payable upon switching newly acquired Shares in a Reserve Fund into this Fund
<b>Redemption Fee</b>	Nil <sup>^</sup>

**Contingent Deferred Sales Charge** Class A and Class D Shares: Nil

<sup>^</sup> A 2% charge on redemptions/conversions may be levied where excessive trading by a shareholder is suspected.

### Ongoing fees payable by the Fund

The following expenses paid by the Fund affect you because they reduce the return on your investments:

Fee	Annual rate
<b>Management Fee</b>	1.50% of the net asset value of the relevant Class A Shares* 0.75% of the net asset value of the relevant Class D Shares*
<b>Depository Fees<sup>#</sup></b>	Safekeeping fees: 0.0024% to 0.45% of the value of the securities Transactional fees: US\$5.5 to US\$124 per transaction
<b>Performance Fee</b>	Nil
<b>Annual Service Charge</b>	Up to 0.25% of the net asset value of the relevant share class*
<b>Distribution Fee</b>	Class A and Class D Shares: Nil

\* May be increased to a combined 2.25% maximum upon giving three months' prior notice to shareholders

<sup>#</sup> Subject to change without prior notice

### Other fees

You may have to pay other fees and charges when dealing in the shares of the Fund.

## Additional Information

- ▶ You generally buy and redeem shares at the Fund's next-determined price as long as the Hong Kong Representative or the Transfer Agent receives your request in good order before the 6:00p.m. cut-off (HK time). Please check whether your distributor has an internal cut-off time which is earlier than this.
- ▶ The net asset value of the Fund is calculated daily. Prices of shares are published each business day on [www.blackrock.com/hk](http://www.blackrock.com/hk). This website has not been reviewed by the SFC.
- ▶ The updated list of currently available shares is available from the Hong Kong Representative.

## Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.