

# **Ninety One Global Strategy Fund (the “Fund”) – Asian Equity Fund (the “Sub-Fund”)**

Issuer: Ninety One Hong Kong Limited

***This statement provides you with key information about the Sub-Fund.***

***This statement is a part of the offering document and must be read in conjunction with the Prospectus.***

***You should not invest in this Sub-Fund based on this statement alone.***

## **Quick facts**

<b>Management Company:</b>	Ninety One Luxembourg S.A.	
<b>Investment Manager:</b>	Ninety One UK Limited (internal delegation, in London)	
<b>Depository:</b>	State Street Bank International GmbH, Luxembourg Branch	
<b>Ongoing charges over a year<sup>#</sup>:</b>	A Inc Share Class	1.95%
	A Acc Share Class	1.95%
	A Acc (HKD) Share Class	1.95%
	C Inc Share Class	2.70%
<sup>#</sup> The ongoing charges figures are based on the expenses over a 12-month period from 1 January 2021 to 31 December 2021. These figures represent the sum of the ongoing expenses chargeable to the respective share class of the Sub-Fund expressed as a percentage of the average net asset value of the respective share class of the Sub-Fund over the same period. These figures may vary from year to year.		
<b>Dealing frequency:</b>	Daily	
<b>Base currency:</b>	USD	
<b>Dividend policy:</b>	A and C Income Shares – annually; if declared, will be paid or reinvested A Accumulation Shares – no dividend will be declared	
<b>Financial year end of the Fund:</b>	31 December	
<b>Minimum initial investment:</b>	US\$3,000 or the approximate equivalent in another approved currency (applicable to A and C Shares)	
<b>Minimum subsequent investment:</b>	US\$750 or the approximate equivalent in another approved currency (applicable to A and C Shares)	

## **What is this product?**

This is a fund constituted in the form of a mutual fund. It is domiciled in Luxembourg and its home regulator is the Commission de Surveillance du Secteur Financier (CSSF).

## **Objectives and Investment Strategy**

The Sub-Fund aims to provide long-term capital growth primarily through investment in equities of companies established and listed on a recognised exchange in Asia, excluding Japan. The Sub-Fund will invest primarily in the markets of Hong Kong, Singapore, Malaysia, Thailand, Taiwan, South Korea, The Philippines, Indonesia, China and India, but may also invest in the region's other markets such as Australia and New Zealand. The stock selection process will be research driven, taking into account both macroeconomic developments and stock specific factors. Country, economic sector and stock selection are likely to be important drivers of the Sub-Fund's performance over time. Where investments are made in assets not denominated in U.S. Dollars, efficient portfolio management techniques may be used to minimise any currency risk. At least two-thirds of the investments shall be made in the equities described above.

The Sub-Fund may invest in shares of companies issued by Mainland China<sup>1</sup> companies, without limitation, including B

<sup>1</sup> Mainland China means the People's Republic of China (PRC) (excluding Hong Kong, Macau and Taiwan).

shares, H shares and China A Shares (which may include but is not limited to those China A Shares traded via Stock Connect<sup>2</sup> and Renminbi Qualified Foreign Institutional Investor (“RQFII”)). The Sub-Fund’s exposure to investments in Mainland China will be limited to 20% of its net assets. The Sub-Fund may invest up to 20% of its net asset value in shares listed on the ChiNext Market and/or the Science and Technology Innovation Board (STAR Board).

The Sub-Fund may use derivatives for the purposes of hedging and/or Efficient Portfolio Management.

The Sub-Fund is actively managed. This means the Investment Manager is free to select investments with the aim of achieving the Sub-Fund’s objectives. The Sub-Fund uses the MSCI AC Asia ex Japan (Net Return) Index for performance comparison and risk management. The Sub-Fund does not seek to replicate the index. It will generally hold assets that are components of the index, but not in the same proportions, and it is allowed to hold assets which are not components of the index. The Sub-Fund will therefore generally look different from the index, and the Investment Manager will monitor performance differences.

The Sub-Fund currently does not intend to enter into any securities lending, repurchase and/or reverse repurchase transactions. The prior approval of the SFC will be sought and at least one month’s prior notice would be given to shareholders should there be a change in such intention.

## Use of derivatives / investment in derivatives

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

## What are the key risks?

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

- **Investment risk** – The underlying investments of the Sub-Fund may fall in value due to any of the key risk factors below and therefore your investment in the Sub-Fund may suffer losses. You may not get back the full amount of money you invest. In addition, the Sub-Fund primarily invests in equities or equity-related securities. Generally, equities or equity-related securities are subject to higher volatility and therefore higher risk of loss, compared to other instruments such as bonds, money markets instruments or bank deposits.
- **Geographical risk** – The Sub-Fund invests in a small number of geographical locations (i.e. Asia excluding Japan) which may subject it to greater volatility than a more broadly diversified portfolio. The equity markets in these geographical locations may decline even while broader based equity market indices are rising.
- **Emerging market risk** – The Sub-Fund may invest substantially in emerging markets (i.e. Asia excluding Japan) which may have relatively unstable social, political and economic environments, less regulated securities markets and less developed accounting and disclosure standards. Emerging markets may have higher risk of expropriation and risk of remittance restrictions and be subject to currency exchange controls. Other risks include legal and taxation risks, settlement risk and custody risk. The Sub-Fund may be more volatile and less liquid, and may have higher risk of loss, than funds which primarily invest in developed markets.
- **Derivatives usage risk** – The Sub-Fund may use derivatives for the purposes of hedging and/or EPM. Investments in derivatives involve additional risks such as leverage risk, counterparty risks, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. In adverse situations, the Sub-Fund’s use of derivatives may become ineffective in hedging and/or in EPM and the Sub-Fund may suffer significant losses.
- **Risks associated with ChiNext Market and/or STAR Board**

*Higher fluctuation on stock prices and liquidity risk* – Listed companies on ChiNext Market and/or STAR Board are usually of emerging nature with smaller operating scale. Listed companies on ChiNext Market and STAR Board are subject to wider price fluctuation limits, and due to higher entry thresholds for investors may have limited liquidity, compared to other boards. Hence, companies listed on these boards are subject to higher fluctuation in stock prices and liquidity risks and have higher risks and turnover ratios than companies listed on the main boards.

*Over valuation risk* – Stocks listed on ChiNext and/or STAR Board may appear to be overvalued and such exceptionally high valuation may not be sustainable. Stock price may be more susceptible to manipulation due to fewer circulating shares.

*Differences in regulation* – The rules and regulations regarding companies listed on the ChiNext Market and STAR Board are less stringent in terms of profitability and share capital than those in the main board.

*Delisting risk* – It may be more common and faster for companies listed on ChiNext Market and/or STAR Board to delist. ChiNext Market and STAR Board have stricter criteria for delisting compared to the main boards. This may have an adverse impact on the Sub-Fund if the companies that it invests in are delisted.

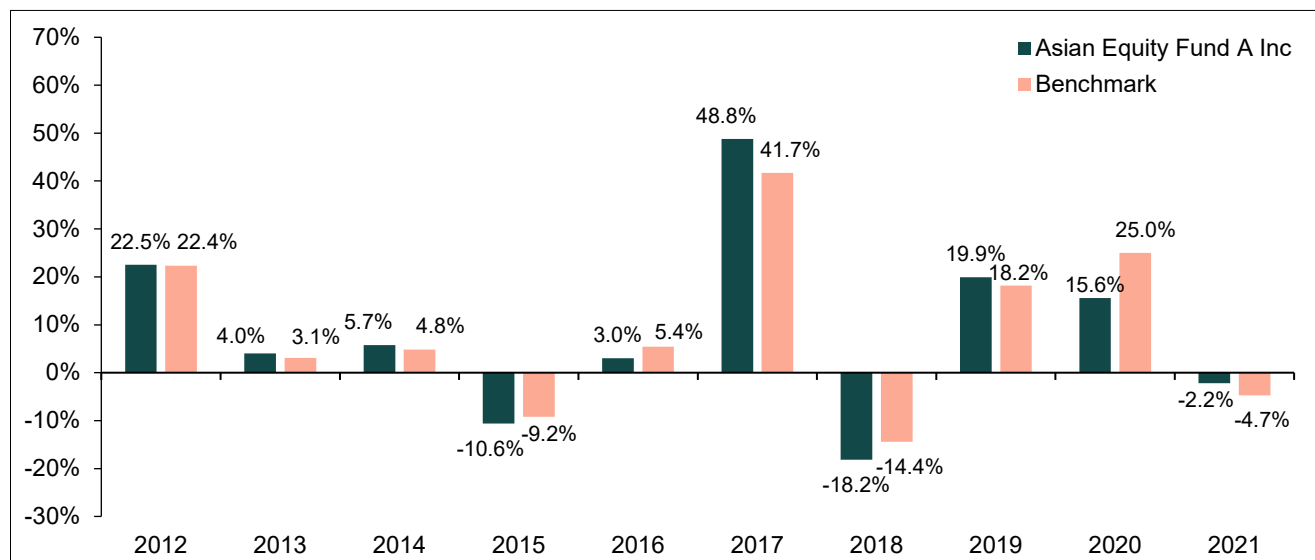
*Concentration risk* – STAR Board is a newly established board and may have a limited number of listed companies during the initial stage. Investments in STAR Board may be concentrated in a small number of stocks and subject the Sub-Fund to higher concentration risk.

<sup>2</sup> Stock Connect means (i) Shanghai-Hong Kong Stock Connect, the mutual market access programme through which investors can deal in select securities listed on the Shanghai Stock Exchange through the Stock Exchange of Hong Kong Limited and clearing house in Hong Kong (Northbound trading); and ii) the Shenzhen-Hong Kong Stock Connect, the mutual market access program through which foreign investors can deal in select securities on the Shenzhen Stock Exchange through the Stock Exchange of Hong Kong Limited and clearing house in Hong Kong (Northbound trading).

Investments in the ChiNext Market and/or STAR Board may result in significant losses for the Sub-Fund and its investor.

- **Exchange rate fluctuation risk** – Currency fluctuations may adversely affect the value of a Sub-Fund's investments and the income thereon. Currency fluctuations may also adversely affect the profitability of an underlying company in which a Sub-Fund invests.

## How has the fund performed?



- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested.
- These figures show by how much the share class increased or decreased in value during the calendar year being shown. Performance data has been calculated in USD including ongoing charges and excluding subscription fee and redemption fee (if any) you might have to pay.
- The benchmark is MSCI AC Asia ex Japan (Net Return) Index.
- Fund launch date: 01 June 1984
- A Inc share class\* launch date: 01 June 1984

\*This Share Class is a representative share class as it is a focus share class made available to Hong Kong investors.

## Is there any guarantee?

The Sub-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 Sub-Fund.

Fee	What you pay
<b>Subscription fee (Initial charge):</b>	A share – Up to 5% of the amount you buy C share – Up to 3% of the amount you buy
<b>Switching fee:</b>	Nil
<b>Redemption fee:</b>	Nil, except a fee on redemptions of up to 2% of the value of the order for the benefit of the Sub-Fund could be levied if the Board of Directors believes the trading practices of the investors are disruptive or harmful to the Sub-Fund

### Ongoing fees payable by the Sub-Fund

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

	Annual rate (as a % of the Sub-Fund's value)
<b>Management Fee:</b>	A share – 1.50% C share – 2.25%
<b>Depositary Fee:</b>	A share – Up to 0.05%

	C share – Up to 0.05%
<b>Performance Fee:</b>	Not applicable
<b>Administration Fee (Administration Servicing Fee):</b>	A share – 0.30% C share – 0.30%
<b>Distribution Fee:</b>	A share – 0.00% C share – 0.00%
<b>Management Company Fee:</b>	A share – 0.01% C share – 0.01%

**Other fees**

You may have to pay other fees when dealing in the shares of the Sub-Fund.

**Additional information**

- You generally buy and redeem shares at the Sub-Fund's next-determined net asset value (NAV) after the Registrar and Transfer Agent via the sub-distributors or intermediaries receives your request in good order on or before 5:00pm Hong Kong time being the dealing cut-off time. However certain sub-distributors or intermediaries may have different dealing cut-off times.
- The net asset value of the Sub-Fund is calculated and the price of shares is published each "business day". The latest Net Asset Value per Share of Classes for the Sub-Fund is available on the website of the Hong Kong Representative [www.ninetyone.com/hk](http://www.ninetyone.com/hk) (the content of which have not been reviewed by the SFC) on each dealing day.
- Investors may obtain the past performance information of other share classes offered to Hong Kong investors from the website of the Hong Kong Representative [www.ninetyone.com/hk](http://www.ninetyone.com/hk) (the content of which have not been reviewed by the SFC).
- Investors may obtain information on the intermediaries by contacting us.

**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.