

# Veritas China Fund

The Fund is designed for long-term investors who wish to build capital over a number of years, regardless of market conditions, by investing primarily in equities or equity related derivative contracts of companies located in China (People's Republic of China and its Special Administrative Regions, Hong Kong and Macau) or companies that are not located in China but derive a majority (over 50%) of their income from China.

## Fund and share class information

Fund manager	Ezra Sun Xiaoyu Liu
Fund inception	02 October 2009
Share class inception	02 October 2009
Share class management fee	1.50%

### Performance fee

Up until 30 June 2018, a performance fee was charged on this Fund. The performance fee, which accrued daily, was equal to 20% of the amount, where the Net Asset Value per share of that class (before the deduction of any performance fee) exceeded the High Water Mark and the Hurdle Rate. As of 1 July 2018, no performance fee will be charged.

### Fund strategy

**Up until 30 September 2018 the Veritas China Fund invested both long and short and non USD share classes were hedged into USD. As of 1 October 2018 the Veritas China Fund invests in long only equities and equity like securities and all share classes are unhedged.**

Dividend payment	Once a year
(Pay date)	(October)
SEDOL	B4K8VWO
ISIN	IE00B4K8VW08
Bloomberg	VERARGB
Index	MSCI China
Dealing	Daily by 11.00 am (Irish Time)
Tax status	UK Reporting Fund
Domicile	Ireland
Structure	ICVC
Fund type	UCITS
Fund base currency	USD
Manager	KBA Consulting Management Limited
Investment manager	Veritas Asset Management LLP
Administrator	Brown Brothers Harriman Fund Administration Services (Ireland) Limited
Custodian	Brown Brothers Harriman Trustee Services (Ireland) Limited

## Fund and share class update

Fund size	GBP 19.9 million
NAV per share	GBP 163.41
NAV at launch	GBP 100.00
Last dividend paid	No dividend paid
Number of holdings	26

## Contact information

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## Returns in GBP to 31 October 2023

	Fund (GBP B)	Index
1 month	-3.03	-3.70
3 months	-10.06	-10.12
Year to date	-16.31	-12.01
1 year	-2.87	14.92
3 years annualised	-10.17	-15.17
5 years annualised	3.00	-1.64
10 years annualised	2.79	3.85
Inception annualised	3.57	3.98

## Since inception returns in GBP to 31 October 2023

— Veritas China Fund (B Class) total return GBP - long/short  
— Veritas China Fund (B Class) total return GBP - long only  
— MSCI China (with net dividends reinvested) GBP



Source: Fund administrator/Veritas Asset Management LLP

## Rolling 12 month returns in GBP

	Fund	Index
1 year to October 2023	-2.87	14.92
1 year to October 2022	-26.02	-37.97
1 year to October 2021	0.86	-14.36
1 year to October 2020	47.78	35.29
1 year to October 2019	8.21	11.48

## Risk profile since inception to 31 October 2023

	Fund	Index
Annualised standard deviation	15.4	20.1
Annualised Sharpe	0.2	0.1
Annualised Sortino	0.2	0.2
Beta	0.5	1.0

**Past performance is not a reliable indicator of future results. Capital may be at risk as the value of investments can go down as well as up and is not guaranteed. Returns may also increase or decrease as a result of currency fluctuations.**

Fund returns hedged into USD up to 30 September 2018

Fund returns are for Veritas China Fund GBP B share class

Fund returns are total returns including dividends, net of fees and expenses in GBP

Fund returns are based on NAVs priced at close of business

Index is MSCI China (with net dividends reinvested) in GBP

Source: Fund administrator/Veritas Asset Management LLP/MSCI

# Veritas China Fund

## Top holdings

Holding	Sector	% Fund
Kweichow Moutai	Consumer Staples	9.5
Alibaba Group	Consumer Discretionary	9.3
Tencent Holdings	Communication Services	9.0
HKEx	Financials	7.6
Yum China	Consumer Discretionary	4.5
AIA Group	Financials	4.4
H World Group Limited	Consumer Discretionary	4.4
Meituan	Consumer Discretionary	4.3
Wuliangye Yibin	Consumer Staples	4.1
NARI Technology Co Ltd	Industrials	3.9

## Portfolio breakdown

Sector	% Fund
Consumer Discretionary	41.6
Consumer Staples	19.0
Financials	14.4
Communication Services	12.5
Industrials	6.0
Health Care	4.6
Utilities	1.7
Cash and equivalents	0.3
Total	100.0

Country	% Fund
China	81.3
Hong Kong	18.4
Cash and equivalents	0.3
Total	100.0

Please note that the geographical breakdown is included for information purposes only

Geographic exposure is based on country of risk and does not necessarily reflect the true exposure of the underlying investments

The fund management team do not consider geographical listing in their investment process and the fund is not managed relative to a benchmark

## Veritas China Fund GBP B share class information

Share class	Annual management fee	Minimum initial investment	Minimum subsequent investment
B	1.50%	GBP 7,000	GBP 7,000

There is no entry or exit charge

## Important information

This is a marketing communication and does not constitute a contractually binding document.

Please refer to the Prospectus and the Key Investor Information Document for the Fund and do not base any final investment decision on this communication alone. The aforementioned documents are available in English at [www.vamllp.com](http://www.vamllp.com) and can also be obtained from the offices of the Administrator, Brown Brothers Harriman Fund Administration Services (Ireland) Limited, T: 00 353 (1) 241 7162. If you are in doubt about the suitability of this Fund you should seek advice from your Investment Advisor.

Veritas China Fund is a sub-fund of Veritas Funds plc (the "Company") and is actively managed and is not managed in reference to any benchmark index. Indices are shown for illustrative purposes only.

Veritas Funds PLC is authorised by the Central Bank of Ireland. Issued by Veritas Asset Management LLP, the investment manager of the Company. Authorised and regulated by the Financial Conduct Authority in the United Kingdom. Registered office: 1 Smart's Place, London, WC2B 5LW, United Kingdom. Registered in England and Wales (No. OC392918)