Natixis HAM China 2.0

USD

April 2025

PRISMINVEST

Fund Information

Investment Type:	Active Managed Certificate
Issuer:	Natixis SA / S&P rating A
Inception date:	February 7th, 2018
Subscriptions:	Daily
Redemptions:	Daily
Administrator:	Natixis
Custody bank:	Natixis
Invest. manager:	Natixis
Investment advisor:	Colombo Wealth SA
ISIN:	XS1410001108
Bloomberg:	NXSRHCS2

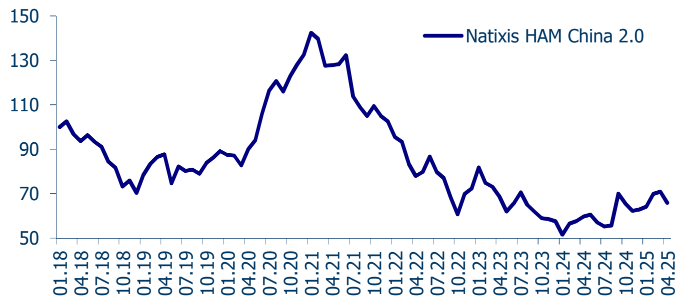
Investment Philosophy

Natixis HAM China 2.0 invests in the 6-most dynamic and growing sectors in the transforming China Economy called China 2.0. Sectors are: Technology, Internet related to Consumption (e-commerce), Education, Tourism, FinTech and Environment. The universe of stocks is the A-Shares Markets (Shanghai and Shenzhen), Hong Kong (H-Shares) and Chinese companies listed in the US (ADR/ADS). The process is a pure bottom-up stock picking investing into the 5 to 8 leaders in each sectors. A special consideration is placed to the cash flow generation as well as the positionning within the sub-sectors, their competitive advantages, quality of the management and regulations.
Cash is used as a tool to smooth the high volatility of these themes.
Recommanded time holding period is over 5 years.

Performances USD

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year
2018		2.25%	-5.32%	-3.90%	3.59%	-3.11%	-2.28%	-7.40%	-3.01%	-13.61%	4.28%	-3.83%	**-29.00%**
2019	8.42%	7.94%	1.12%	4.31%	-14.35%	8.55%	-1.07%	-0.30%	-2.15%	6.59%	3.21%	3.12%	**25.65%**
2020	-0.26%	-2.67%	-5.55%	10.27%	1.36%	15.41%	8.12%	5.74%	-5.14%	6.88%	5.69%	2.78%	**48.92%**
2021	6.87%	-2.79%	-9.84%	3.64%	-1.38%	4.30%	-15.61%	-3.26%	-3.80%	6.47%	-5.54%	-1.81%	**-22.55%**
2022	-7.97%	-2.30%	-10.38%	-6.17%	2.88%	9.08%	-9.06%	-2.09%	-11.90%	-15.29%	18.15%	5.24%	**-29.90%**
2023	12.30%	-9.88%	0.41%	-6.46%	-9.64%	3.98%	10.17%	-9.25%	-4.13%	-3.52%	-0.41%	-3.15%	**-20.35%**
2024	-10.89%	9.88%	1.63%	4.92%	-0.24%	-4.68%	-2.68%	0.24%	25.90%	-6.39%	-4.92%	0.87%	**9.48%**
2025	2.01%	8.87%	1.59%	-7.22%									**4.69%**

Cumulative Performance since 01.02.2018

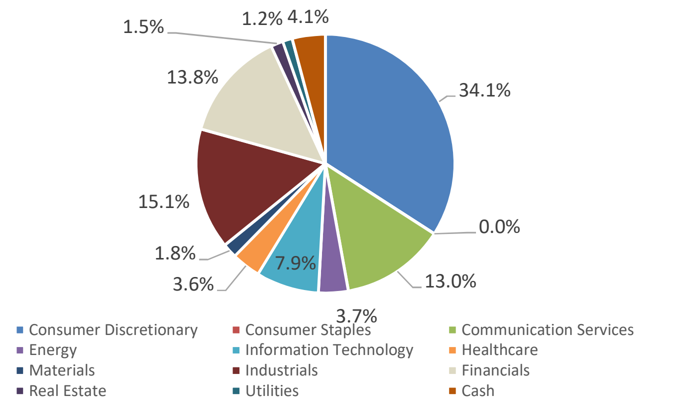


Top 10 Holdings

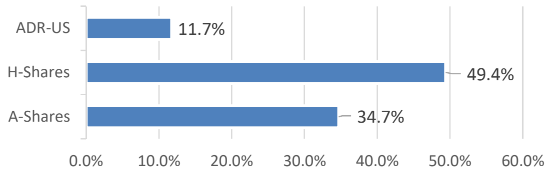
1	TENCENT HOLDINGS LTD	9.9%
2	ALIBABA GROUP	7.4%
3	XIAOMI	4.4%
4	CONTEMPORARY AMPEREX	4.3%
5	MEITUAN DIANPING	3.9%
6	PINDUODUO	3.9%
7	PETROCHINA	3.7%
8	BYD	3.6%
9	CHINA CONSTRUCTION BANK	3.6%
10	TRIP.COM	3.1%
	Sum top 10	**47.7%**
	Sum top 20	**71.4%**

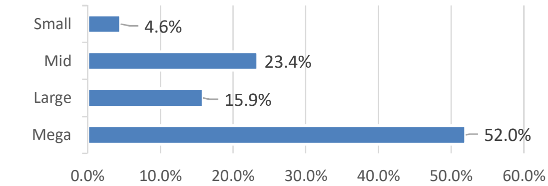
Number of positions : 38 **Cash :** 4.1%

Allocation by Sectors



Allocation by Market type & Market Cap

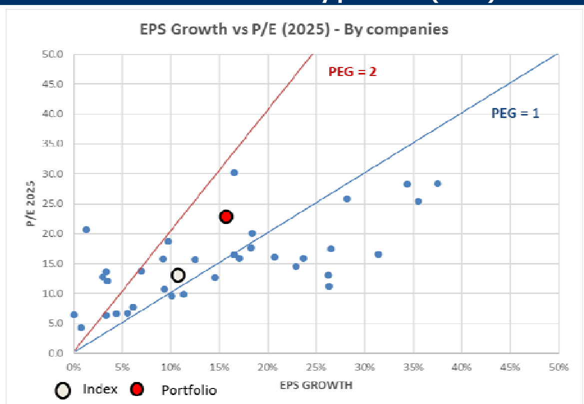




Performance Since Inception

	Tot. Ret.	Volatility
Natixis HAM China 2.0	**-37.1%**	**27.1%**

PEG Valorisation by positions (2025)



Financial Statistics (Invested part)

	Portfolio	
EPS Growth 2025	**15.3%**	
EPS Growth 2026	**31.8%**	
P/E 2025 (forward)	**24.7**	x
P/E 2026 (forward)	**17.4**	x
PEG 2025	**1.61**	
PEG 2026	**0.55**	
ROE	**19.0%**	
Margin EBITDA	**23.6%**	
Market cap average	**157**	bn (USD)
ESG rating (Morgan Stanley)	**BBB**	

Source: factset / Bloomberg

Comments

The Fund was down 7.2% in April underperforming the All Shares Index by 2% and still beating the index by 0.2% on a year-to-date basis.

April was, to say the least, a month of all excesses, driven by an unprecedented tariff war by the White House. At the start of the crisis, we created around 15% of cash by selling companies that were most exposed to US tariffs. We then gradually bought back into the positions best able to withstand the new environment. After a full study, the portfolio is only sensitive to US Tax at around 10% of overall revenues. Suffice it to say that this indicates a decoupling of China from the United States.

Taking a bird's eye view of this showdown between U.S. and China, it is essentially a match between the world's largest producer with very high savings and the world's largest consumer with very low savings. What China loses is the capital generated from trades with the United States and that can be replenished relatively easily through increased trades with other countries, fiscal and monetary stimuluses, or drawdown on its existing savings. The goods China exports to the US, in comparison, are much harder to be replaced without triggering significant price increases. In most cases, a complete rebuild of supply chains will be required which necessitates massive capital and time investments. China also monopolizes the supply chain for non-substitutable critical industrial materials such as rare earths which are used in everything ranging batteries to satellites.

Furthermore, China has been reducing its dependence on trade with the United States for well over a decade. Exports to the U.S. fell from a high of nearly 22% in mid 2000s to below 12% today. The share of contribution to China's GDP dropped even more dramatically during the same period from 9% to just 1.6% of GDP today. Such drop reflects both a strategic diversification and the growth of the domestic economy as it shifts towards consumption. In fact, Chinese equity market has far lower exposure to overseas revenue (ca. 15%) than other major markets (US ca 30%, other DM ca. 45%) making **corporate China much more insulated from the fallout of this global trade war**. Under such context, US may have overestimated its hands while underestimated China's resilience. It is no wonder as to why Beijing is willing to push back and hold out on a deal for as long as possible.

The good news includes **Akeso** (9926 HK), a leading company in the development of compounds for the treatment of a number of cancers, including non-small cell lung cancer. Recent tests have shown a clear improvement and it is in Phase III trials in the United States, with an extremely promising market. The announcement boosted the stock, which became a 2.5% holding in the portfolio.

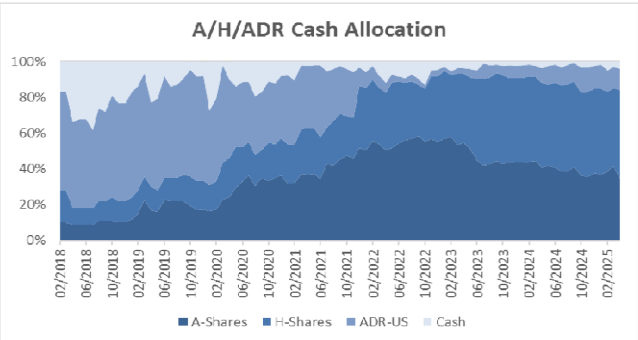
Xiaomi (1810 HK) has become a force to be reckoned with in China, and is on the way to becoming number 1 in the 'mobilephone-car-home' integration business. The Chinese are crazy about technology, and Xiaomi offers them a unique experience, a far cry from Western technology. Xiaomi is being a major position in the portfolio for the years to come. **Eastroc Beverage** (605499 CH) was also a top contributor this month. The company, which produces vitamin drinks - vitamins made in Switzerland - is experiencing strong growth in China, where demand is growing for this type of product for sportsmen and women.

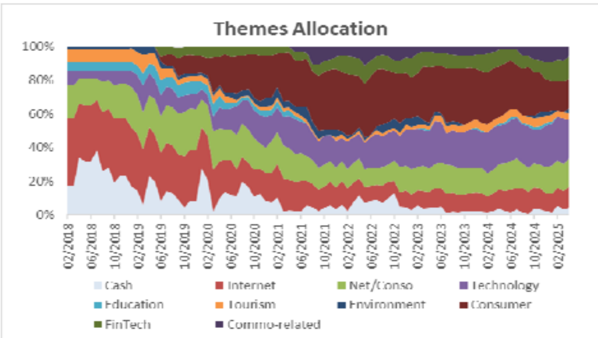
PERFMORNANCE CONTRIBUTION FOR THE MONTH

	10 - Largest Contribution			10 - Largest Detractor	
1	AKESO	0.35%	1	MEITUAN DIANPING	-0.63%
2	EASTROC BEVERAGE	0.23%	2	ALIBABA	-0.58%
3	NETEASE	0.10%	3	JD.COM	-0.52%
4	XIAOMI	0.08%	4	PINDUODUO	-0.42%
5	NINGBO ORIENT	0.08%	5	SUNGROW POWER	-0.38%
6	SHENZHEN INOVANCE	0.05%	6	CONTEMPORARY AMPEREX	-0.37%
7	KE HOLDINGS	0.02%	7	TENCENT	-0.36%
8	NARI TECHNOLOGY	0.01%	8	WANHUA CHEMICAL	-0.35%
9	HAIDILAO	0.01%	9	KANZHUN	-0.30%
10	AIA	0.01%	10	CHINA CONTRUCTION BK	-0.25%

	Best Performers			Worst Performers	
1	EASTROC BEVERAGE	14.7%	1	JD.COM	-20.2%
2	AKESO	13.6%	2	KANZHUN	-20.2%
3	NETEASE	6.0%	3	WANHUA CHEMICAL	-19.2%

"CHINESE SOUP" & THEMES HISTORICAL ALLOCATION





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