

**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**

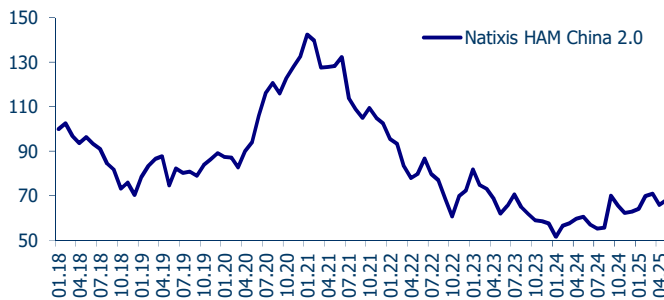
Natixis HAM China 2.0 invests in the 6-most dynamic and growing sectors in the transforming China Economy called China 2.0. Sectors are: Technology, Internet related to Consumption (e-commerce), Education, Tourism, FinTech and Environment. The universe of stocks is the A-Shares Markets (Shanghai and 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 positioning 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.

Recommended time holding period is over 5 years.

**Performances USD**

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	Year
<b>2018</b>		2.25%	-5.32%	-3.90%	3.59%	-3.11%	-2.28%	-7.40%	-3.01%	-13.61%	4.28%	-3.83%	<b>-29.00%</b>
<b>2019</b>	8.42%	7.94%	1.12%	4.31%	-14.35%	8.55%	-1.07%	-0.30%	-2.15%	6.59%	3.21%	3.12%	<b>25.65%</b>
<b>2020</b>	-0.26%	-2.67%	-5.55%	10.27%	1.36%	15.41%	8.12%	5.74%	-5.14%	6.88%	5.69%	2.78%	<b>48.92%</b>
<b>2021</b>	6.87%	-2.79%	-9.84%	3.64%	-1.38%	4.30%	-15.61%	-3.26%	-3.80%	6.47%	-5.54%	-1.81%	<b>-22.55%</b>
<b>2022</b>	-7.97%	-2.30%	-10.38%	-6.17%	2.88%	9.08%	-9.06%	-2.09%	-11.90%	-15.29%	18.15%	5.24%	<b>-29.90%</b>
<b>2023</b>	12.30%	-9.88%	0.41%	-6.46%	-9.64%	3.98%	10.17%	-9.25%	-4.13%	-3.52%	-0.41%	-3.15%	<b>-20.35%</b>
<b>2024</b>	-10.89%	9.88%	1.63%	4.92%	-0.24%	-4.68%	-2.68%	0.24%	25.90%	-6.39%	-4.92%	0.87%	<b>9.48%</b>
<b>2025</b>	2.01%	8.87%	1.59%	-7.22%	3.31%								<b>8.15%</b>

**Cumulative Performance since 01.02.2018**

**Top 10 Holdings**

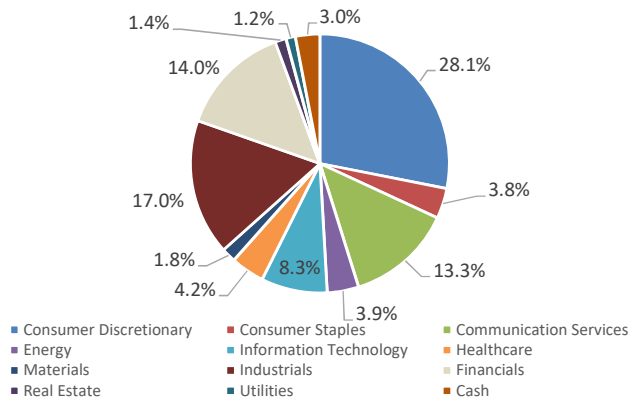
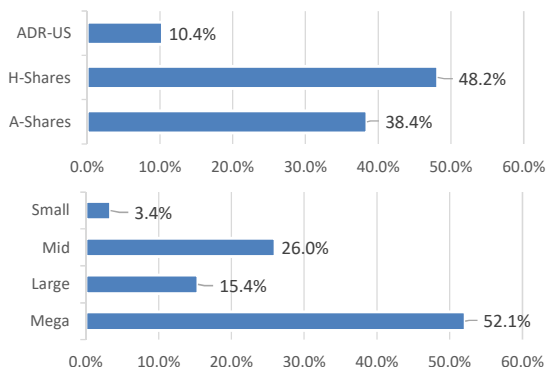
1	TENCENT HOLDINGS LTD	9.8%
2	ALIBABA GROUP	6.8%
3	CONTEMPORARY AMPEREX	4.6%
4	MEITUAN DIANPING	4.4%
5	XIAOMI	4.2%
6	PETROCHINA	3.9%
7	CHINA CONSTRUCTION BANK	3.8%
8	BYD	3.7%
9	PINDUODUO	3.5%
10	PING AN INSURANCE	3.0%

**Sum top 10 47.6%**

**Sum top 20 71.5%**

**Number of positions : 38**

**Cash : 3.0%**

**Allocation by Sectors**

**Allocation by Market type & Market Cap**

**Performance Since Inception**

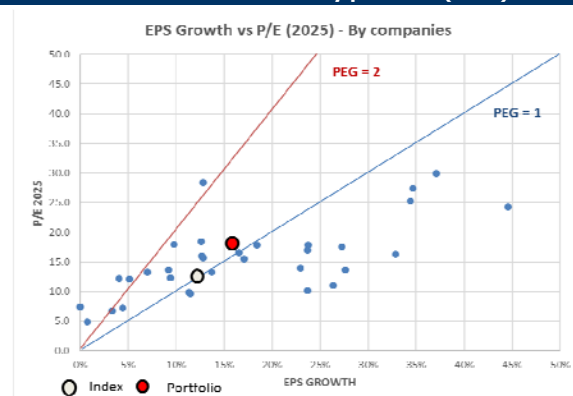
	Tot. Ret.	Volatility
<b>Natixis HAM China 2.0</b>	<b>-32.0%</b>	<b>27.0%</b>

**Financial Statistics (Invested part)**

	<b>Portfolio</b>
EPS Growth 2025	<b>15.9%</b>
EPS Growth 2026	<b>30.6%</b>
P/E 2025 (forward)	<b>18.4</b> x
P/E 2026 (forward)	<b>17.3</b> x
PEG 2025	<b>1.16</b>
PEG 2026	<b>0.56</b>
ROE	<b>19.2%</b>
Margin EBITDA	<b>23.8%</b>
Market cap average	<b>159</b> bn (USD)
ESG rating (Morgan Stanley)	<b>BBB</b>

Source: factset / Bloomberg

Past performance is not a guarantee of future results. PRISMINVEST SA is not liable for database errors.

**PEG Valorisation by positions (2025)**


## Comments

The Fund was up 3.3% in May overperforming the All Shares Index by 0.6% and still beating the index by 0.3% on a year-to-date basis.

The strongest performing sector in the market was Energy with both energy and oil services companies rising better than 10% in the month despite volatility but little upward momentum in the oil price. Energy is a sector that we have avoided over recent months due to global supply concerns and domestic capacity issues. It remains the only sector with negative returns year to date. However, we do like **Petrochina** largely undervalued and offering a high dividend yield.

The weakest sectors in the month were Information Technology, under pressure from the rotation out of US megacap tech, and real estate. The real estate continues to struggle and explains why we do not have any position in this sector except **KE Holdings**, an internet platform offering secondary RE items.

Among our significant active share positions, the most important contributor was **BYD** closely followed by **Li Auto**. With all the noise surrounding Musk and Tesla, the best Chinese automakers continue to deliver new models, strong sales growth and improving shareholder returns. Their key battery supplier **Contemporary Amperex** continues to grow both share and reputation. The stock, however, was an in-line performer in the month of May. Both BYD and CATL remain conviction positions in the portfolio along with **Xiaomi**. The other transport related position **DIDI Chuxing** (DIDIY US) also contributed positively to active share performance in the month.

Although Chinese equity market has been rallying for nearly 12 months, we believe we are still in the early innings of a prolonged bull run not least because it remains significantly under owned in global portfolios. Global headlines continue to suggest the Chinese economy is in a doldrum while ignoring clear signs of fundamental improvements. For example, excavator sales had historically been a reliable barometer for the economy and domestic sales increased 38.3% year-on-year in the first quarter. During the May Day holiday, Chinese tourists spending increased 8% year-on-year reaching 180.3 billion yuan while the number of domestic trips was up 6.4% year-on-year reaching 314 million. Preliminary retail data from **Alibaba** show the early start to 618 shopping festival has already recorded explosive growth in consumer electronics and home appliances. Sales in these categories surged 283% between May 13th – 26th. **JD.com** started its 618 shopping festival later towards the end of May but also see sales of home appliances and electronics surging 380% year-on-year in just the first hour. With the 90-day deadline looming, it is in Beijing's interests to have a recovering domestic economy and a strong stock market as to strengthen its hand at the negotiation table with the U.S.

All in all, a saying has gone viral in Hong Kong: "China is becoming a silent bull market".

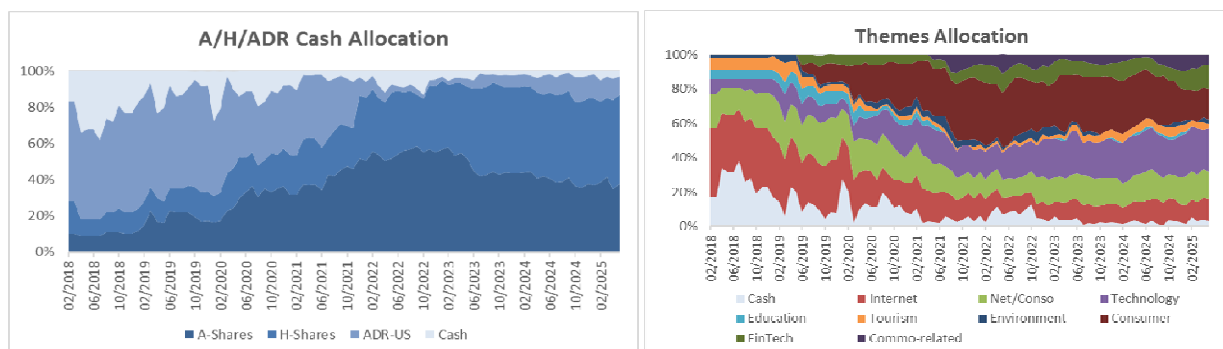
## PERFORMANCE CONTRIBUTION FOR THE MONTH

10 - Largest Contribution		10 - Largest Detractor	
1 CATL	0.41%	1 PINDUODUO	-0.30%
2 PETROCHINA	0.39%	2 ALIBABA GROUP	-0.28%
3 CHINA PAC INSURANCE	0.39%	3 HAIDILAO	-0.20%
4 CHINA CONSTR BK	0.35%	4 KE HOLDINGS	-0.12%
5 TENCENT	0.33%	5 AKESO	-0.09%
6 NETEASE	0.24%	6 KWEICHOW MOUTAI	-0.01%
7 EASTROC BEVERAGE	0.22%	7 JD.COM	-0.01%
8 ZHONGJI INNOLIGHT	0.22%	8 -	-
9 MEITUAN DIANPING	0.21%	9 -	-
10 BYD	0.19%	10 -	-

Best Performers		Worst Performers	
1 CHINA PAC INSURANCE	16.5%	1 KE HOLDINGS	-9.1%
2 LI AUTO	16.2%	2 PINDUODUO	-9.6%
3 ZHONGJI INNOLIGHT	15.2%	3 NIGBO ORIENT	-4.4%

## "CHINESE SOUP" & THEMES HISTORICAL ALLOCATION



### Disclaimer

Past performance is not a reliable indicator of future performance and the value of investments may fall as well as rise. An investor may not be able to get back the amount invested and could lose all of their investment.

The information provided in this document and sourced from third-parties may only be used for your internal use, may not be reproduced or disseminated in any form. None of the information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. All information and data in this document originate from generally available sources which Prisminvest viewed as reliable at the time of drafting this document. However, no liability can be assumed for their correctness, accuracy, completeness and appropriateness; all the information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. Prisminvest and any third-party expressly disclaim all warranties with respect to this information and in no event shall Prisminvest or any third-party have any liability for any damages.