Natixis HAM China 2.0
USD
July 2026

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

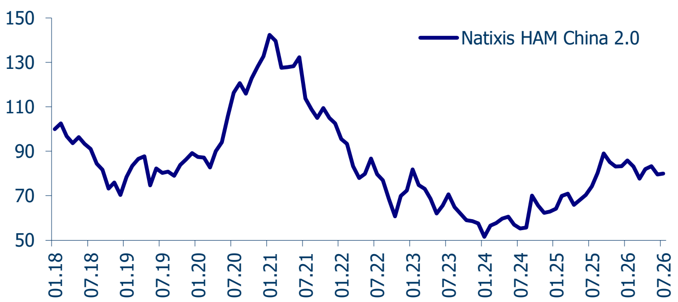
Investment Philosophy

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%	3.31%	3.46%	5.40%	8.13%	11.01%	-4.38%	-2.42%	0.22%	**32.38%**
2026	3.19%	-3.17%	-6.70%	5.67%	1.62%	-4.56%	0.56%						**-3.93%**

Cumulative Performance since 01.02.2018

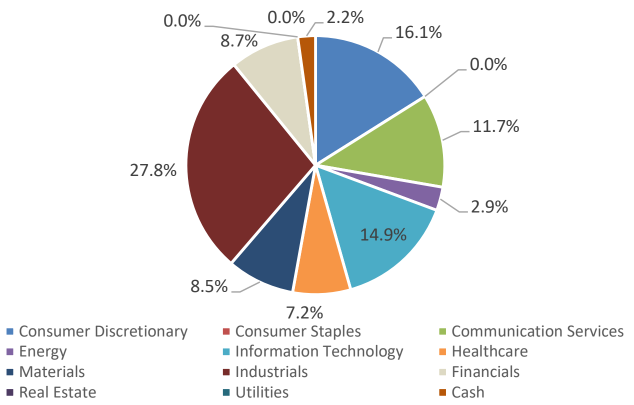


Top 10 Holdings

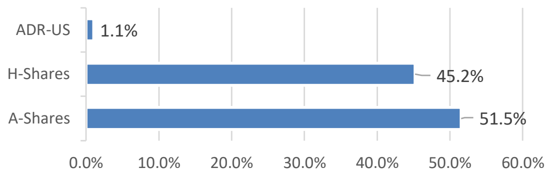
1	TENCENT HOLDINGS LTD	8.6%
2	ALIBABA GROUP	6.9%
3	CONTEMPORARY AMPEREX	5.4%
4	SANY HEAVY	4.3%
5	POP MART INTERNATIONAL	4.0%
6	PING AN INSURANCE	3.3%
7	CHINA CONSTRUCTION BANK	3.0%
8	PETROCHINA	2.9%
9	SIEYUAN ELECTRIC	2.7%
10	ZIJIN MINING	2.6%
	Sum top 10	**43.8%**
	Sum top 20	**67.0%**

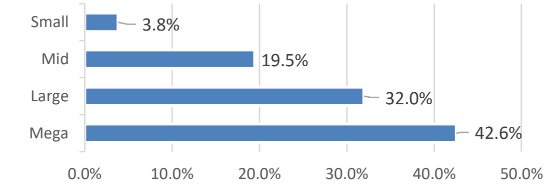
Number of positions : 46 **Cash :** 2.2%

Allocation by Sectors



Allocation by Market type & Market Cap



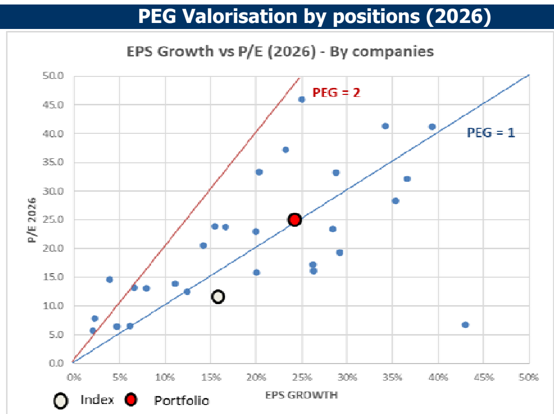


Financial Statistics (Invested part)

	Portfolio
EPS Growth 2026	**28.9%**
EPS Growth 2027	**26.8%**
P/E 2026 (forward)	**25.7** x
P/E 2027 (forward)	**19.9** x
PEG 2026	**0.89**
PEG 2027	**0.74**
ROE	**20.4%**
Margin EBITDA	**25.8%**
Market cap average	**146** bn (USD)
ESG rating (Morgan Stanley)	**BBB**
Dividend Yield	**1.3%**

Source: factset / Bloomberg

PEG Valorisation by positions (2026)



Comments

To say the least, July was a "rock-and-roll" month. We were fortunate that the fund ended up in positive territory, whilst many fund managers (both hedge funds and long-only funds in China) suffered significant losses due to their excessive exposure to semiconductors. We anticipated this when the first signs of uncertainty emerged at the start of the month. We reduced our positions in Montage, Naura, Anji and Cambricon and re-engaged with stocks that had been neglected by the market for months, such as PetroChina, Sany Heavy, Ping An Insurance and Tencent. Ultimately, the fund ended the month up 0.56 per cent, in line with the All Shares China Index.

However, we believe that the sell-off in semiconductors has been too extreme and that the AI theme remains valid. As proof of this, Microsoft's results in early August have put the entire sector back on track. We had rebuilt diversified positions in several Chinese semiconductor stocks at their lowest levels. It is also worth noting that the IPO of **CXMT**, China's largest player in HBM devices, was a major success in Shanghai, reaching a market capitalisation almost identical to that of Tencent.

CXMT can now compete with the South Korean firm SK Hynix and Micron in the US. Admittedly, CXMT is not yet at the same technological level, but the cost is simply not comparable. The Chinese have embraced AI by adopting an open-source and lightweight approach; Chinese AI models are dominating the market share used by US firms. And they are doing so whilst spending only a fraction of what the US is spending.

To take this further, China is not trying to outspend the US on AI. It is trying to change the game. President Xi announced that China will provide 5,000 AI training and seminar opportunities across 30 countries, whilst establishing international AI cooperation centres to accelerate global adoption. The US and China are pursuing very different AI strategies. The US is investing trillions to build and control the infrastructure powering AI through a largely proprietary ecosystem. China is focusing on low-cost, open-source AI models and encouraging developers and businesses worldwide to build on top of them. The underlying assumption is that the ultimate winners in AI may not be those who own the infrastructure, but those who create the most valuable applications and businesses using it.

History offers a similar lesson. After the dot-com boom in 2000, many of the biggest long -term winners - such as Amazon, Google and Microsoft - where zje companies that built successful business on top of widely accessible internet infrastructure. History doesn't repeat itself, but sometimes it does.

We believe that volatility will remain high, particularly as the earnings season is set to begin throughout August. That said, trading opportunities will arise.

PERFORMANCE CONTRIBUTION FOR THE MONTH

	10 - Largest Contribution			10 - Largest Detractor	
1	ALIBABA	1.92%	1	SUNGROW POWER	-0.75%
2	TENCENT	0.94%	2	CHAOZHOU THREE CIRCLES	-0.45%
3	SANY HEAVY	0.83%	3	ZHONGJI INNOLIGHT	-0.43%
4	XIAOMI	0.75%	4	LUXSHARE PRECISION	-0.38%
5	PING AN INSURANCE	0.53%	5	CAMBRICON	-0.30%
6	PETROCHINA	0.50%	6	MONTAGE	-0.25%
7	BYD	0.50%	7	CHINA HONGXIAO	-0.25%
8	ASIA-POTASH	0.47%	8	ANJI MICRO	-0.24%
9	CCB	0.43%	9	YANTAI JEREH	-0.24%
10	MIDEA	0.40%	10	ADVANCED MICRO	-0.20%

	Best Performers			Worst Performers	
1	BYD	30.0%	1	MINIMAX	-44.7%
2	XIAOMI	33.0%	2	SHANGHAI XIZHI	-38.4%
3	ASIA-POTASH	27.5%	3	SUNGROW POWER	-34.7%

"CHINESE SOUP" & THEMES HISTORICAL ALLOCATION