Natixis HAM China 2.0
USD
October 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

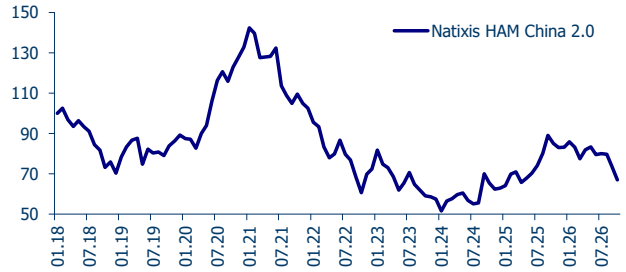
Investment Philosophy

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%	-0.25%	-7.63%	-8.94%			**-19.39%**

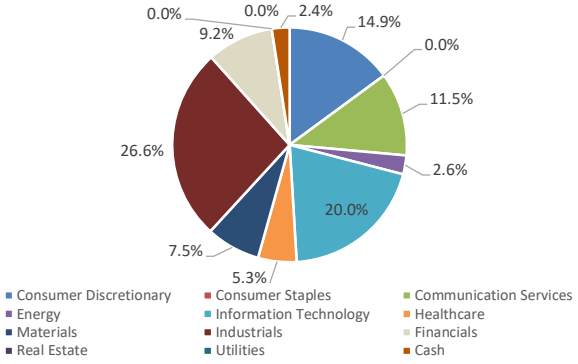
Cumulative Performance since 01.02.2018



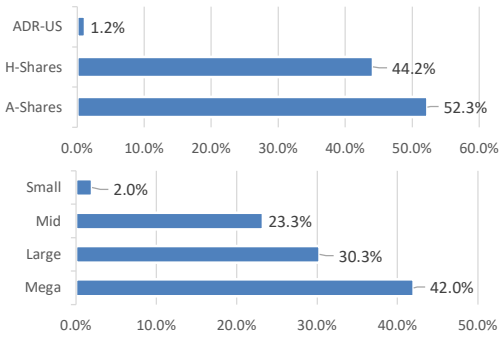
Top 10 Holdings

1	TENCENT HOLDINGS LTD	8.7%
2	ALIBABA GROUP	7.1%
3	SANY HEAVY	4.8%
4	CONTEMPORARY AMPEREX	4.7%
5	PING AN INSURANCE	3.9%
6	MIDEA GROUP	3.5%
7	LUXSHARE PRECISION	3.0%
8	CHINA CONSTRUCTION BANK	3.0%
9	XIAOMI	2.8%
10	NETEASE INC	2.8%
	Sum top 10	**44.3%**
	Sum top 20	**68.0%**
Number of positions :	45 **Cash :**	2.4%

Allocation by Sectors



Allocation by Market type & Market Cap

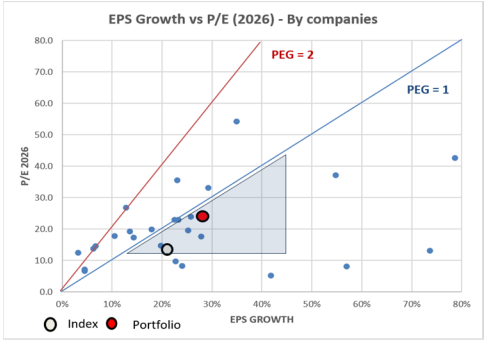


Financial Statistics (Invested part)

	Portfolio	
EPS Growth 2026	**28.1%**	
EPS Growth 2027	**28.9%**	
P/E 2026 (forward)	**23.6**	x
P/E 2027 (forward)	**15.4**	x
PEG 2026	**0.84**	
PEG 2027	**0.53**	
ROE	**18.4%**	
Margin EBITDA	**23.9%**	
Market cap average	**132**	bn (USD)
ESG rating (Morgan Stanley)	**BBB**	
Dividend Yield	**1.4%**	

Source: factset / Bloomberg

PEG Valorisation by positions (2026)



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

Confidential

Comments

October was a month of sell-offs in the Asian markets, and China was also affected for various reasons, which we will explain below. The indices were down between -8,3% and -11% for the month. Due to its "high-growth" nature, the Fund finsihed the month down by 8,9%.

Several factors have weighed on the Chinese market:

- Doubts about spending on AI have begun to grow even more, particularly from the United States. Asia is obviously affected by this, as many companies are part of the value chain, particularly in South Korea and Taiwan. In China, spending is a small fraction of that in the U.S., but several companies export their expertise to the U.S., such as **Sieyuan Electrics, Chaozhou, and Zhongji Inolight**. As a result, the entire tech sector in China has suffered.

- Q3 earnings reports have been released with mixed results. Overall, EPS fell short of expectations, as did the outlook for several companies—once again in the technology and consumer sectors. Nevertheless, we've seen strong results in the healthcare sector, which is benefiting greatly from AI, such as **WuxiTech** and **BeOne.**

- The final reason worth mentioning—which we explored in depth during our latest trip to China this month—is the new income tax regulations. China is gradually shifting toward a U.S.-style tax system. As a result, wealthy Chinese individuals with undeclared offshore income had until October 31 to come into compliance, or face a clawback covering the past 30 years at a prohibitive rate of 80%. This forced many entrepreneurs to sell offshore shares to cover the bill! We're talking about billions or trillions of RMB.

In terms of portfolio management, we had reduced our exposure to the IA, but we are convinced that the storm will pass and that there is no need to panic. We have reviewed the companies in our portfolio; they are all high-quality and trading at historically low valuations, with a few rare exceptions. Unsurprisingly, value-oriented companies such as **Midea, PetroChina, China Construction Bank, and Sany Heavy** have held up very well during the downturn.

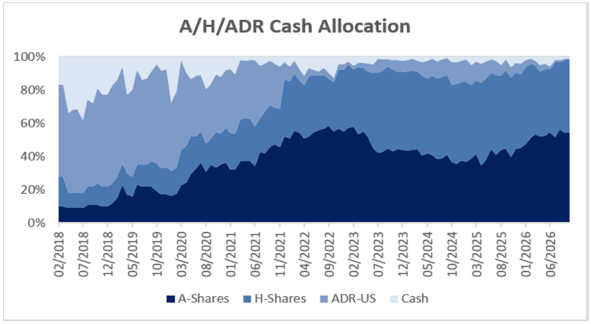
We are currently looking at the outlook for 2027. Our portfolio has an expected earnings growth of 28.6% (compared to 17% for the market) and trades at 15.4x (compared to 10.2x for the market), with an ROE of 18.4% and a net margin of 23.9%!

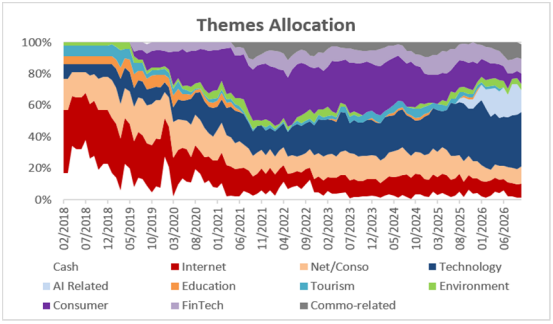
PERFORMANCE CONTRIBUTION FOR THE MONTH

	10 - Largest Contribution		10 - Largest Detractor	
1	MIDEA	0.42%	TENCENT	-0.96%
2	PETROCHINA	0.31%	CATL	-0.91%
3	SHENZHEN INOVANCE	0.20%	ZHONGJI INOLIGHT	-0.64%
4	CHINA MERCHANT BANK	0.15%	ALIBABA	-0.63%
5	XIAOMI	0.14%	SUNGROW POWER	-0.51%
6	CCB	0.13%	SIEYUAN ELECTRIC	-0.39%
7	SANY HEAVY	0.11%	ZJIN MINING	-0.36%
8	BEONE	0.02%	MONTAGE TECH	-0.36%
9	PINDUODUO	0.01%	CHAZHOU THREE CIRCLES	-0.35%
10	MEITUAN DIANPNG	0.01%	KINGBOARD LAMINATES	-0.30%

	Best Performers		Worst Performers	
1	MIDEA	12.2%	MINIMAX	-35.5%
2	PETROCHINA	12.0%	SHENGYI TECH	-32.5%
3	SHENZHEN INOVANCE	7.6%	KINGBOARD LAMINATES	-28.5%

"CHINESE SOUP" & THEMES HISTORICAL ALLOCATION





Disclaimer

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