



Manulife Shariah China Equity Fund

Capitalise on China's economic
opportunities post-pandemic

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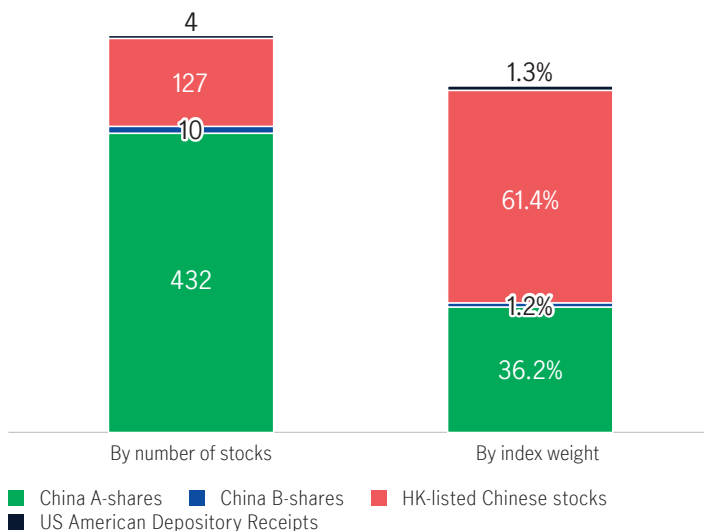
China powers ahead post-pandemic: explore the Shariah-compliant investment opportunities

The Manulife Shariah China Equity Fund is our first China-focused Islamic equity fund, offering investors the opportunity to participate in China's economic growth.

The Fund gives direct access to China offshore and China A onshore investment opportunities. Structural growth areas such as consumer, technology, automation and new materials are better represented in the China A-shares market, while e-commerce, internet and healthcare are better represented in offshore markets.

The FTSE Shariah China Index offers a universe of more than 550 stocks across multiple sectors and various share types.

FTSE Shariah China Index – Opportunities set by number of stocks and by index weight



Source: FTSE Hong Kong and China Shariah Indexes Factsheet, as at 31 October 2022.

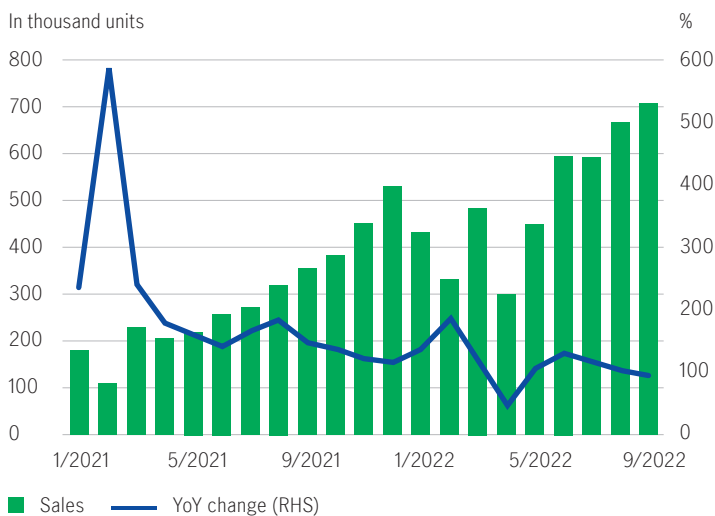
Electric Vehicle (EV) and EV supply chain

We see rich opportunity set for the entire electric vehicle (EV) and smart car value chain, with robust domestic demand and increased localisation of the global EV supply chain in China.

We are positive on the auto and EV sectors, particularly for Advanced Driver-Assistance Systems (ADAS) companies. 2022 could be the beginning of the era of ADAS, where major automakers start to offer vehicles with level 3 self-driving system, which is a great leap from level 2.

The above information may contain projections or other forward-looking statements regarding future events, targets, management discipline or other expectations. There is no assurance that such events will occur, and the future course may be significantly different from that shown here.

Mainland China new energy vehicle sales



Source: CAAM, as of 11 October 2022. YOY refers to year-on-year. RHS refers to right hand side.

Levels of driving automation

SAE level	SAE name
Human driver monitors the driving environment	
0	No automation
1	Driver assistance
2	Partial automation
Automated driving system monitors the driving environment	
3	Conditional automation
4	High automation
5	Full automation

Source: The Society of Automotive Engineers (SAE), 30 April 2021.

Technology self-sufficiency and localisation

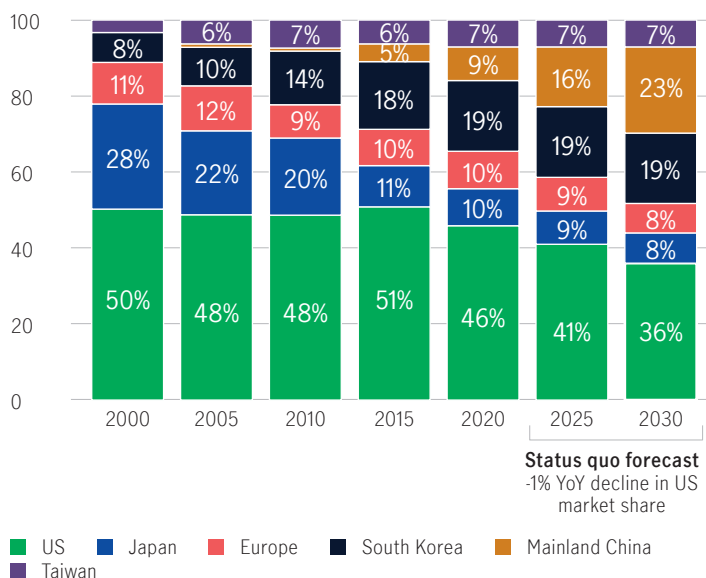
In addition to rising design costs, a shortage of skilled talent, and increasing strains on access to global markets, global competitors recognise the strategic importance of chip design and are investing heavily to build their domestic design capabilities.

China, South Korea, Taiwan, the European Union, Japan, and India have committed to new, multi-billion-dollar chip design investments, including enacting design investment.

According to the Semiconductor Industry Association, China's share in semiconductor design is expected to rise from 9 percent to 23 percent from 2020-2030.

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Design market share by region of company HQ (%)



Source: Semiconductor Industry Association (www.semiconductor.org), as of November 2022.

Reopening of borders

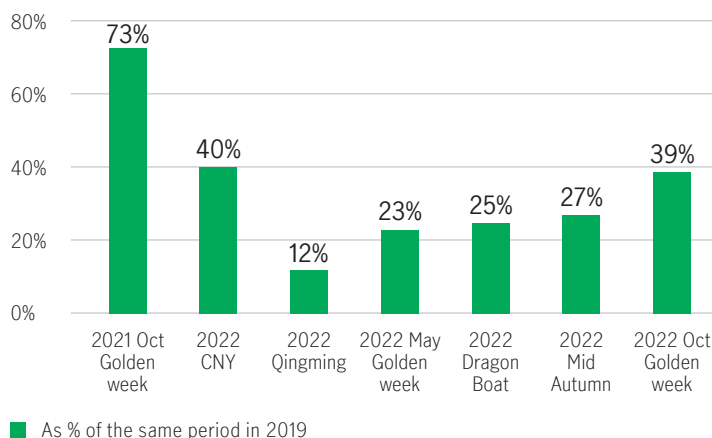
China's economy was under pressure due to the COVID-19 outbreak and lockdown measures.

We expect consumption growth to rebound should the COVID-19 situation subside in Mainland China.

The civil aviation passenger volume during the seven-day October 2022 Golden Week holiday reached 39% of pre-COVID level, which further improved from levels for previous holidays.

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Major Chinese holiday air passenger traffic



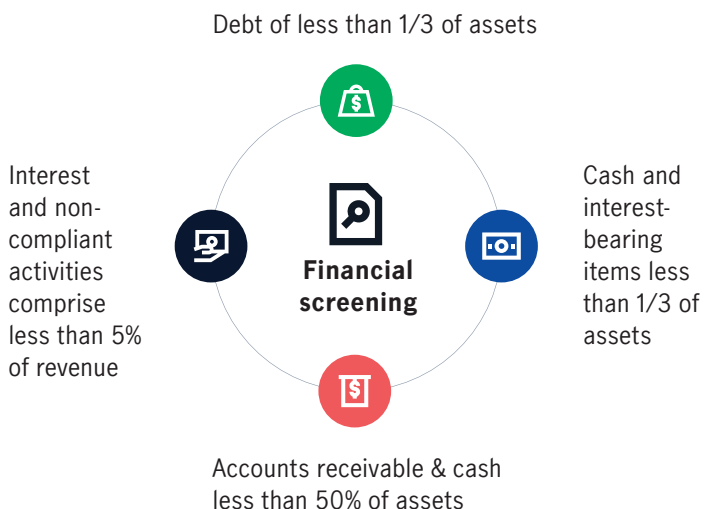
Source: Civil Aviation Administration of China (CAAC), October 2022.

Enjoy peace of mind with Shariah-compliant investments

Investments undergo screening on two levels, i.e., business activity screening and financial ratios screening.

Financial screening leads to investments in companies with a stronger balance sheet and liquidity.

There is limited exposure to financial sectors to avoid concerns from China's deleveraging.



Key fund information

Name of the fund	Manulife Shariah China Equity Fund (“The Fund”)	
The Manager	Manulife Investment Management (M) Berhad 200801033087 (834424-U)	
Fund category	Equity (Shariah-Compliant)	
Base currency	USD	
Class	A (RM) Class and A (USD) Class	
Investment objective	The Fund aims to achieve capital appreciation by investing in Shariah-compliant equities and Shariah-compliant equity-related securities of companies in China market.	
Investor profile	<p>The Fund is suitable for investors who:</p> <ul style="list-style-type: none"> • seek capital appreciation; • prefer Shariah-compliant investment; • have a long-term investment horizon; and • wish to seek investment exposure in the China market. 	
Investment policy and strategy	<p>The Fund will invest at least 70% of its NAV in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities of companies domiciled in/ listed in/ or have significant operations* in China, which includes but not limited to A-shares, H-shares, and companies domiciled in or have significant operations* in China but listed in other countries. The remaining NAV of the Fund will be in cash, Islamic money market instruments, general investment accounts and/or Islamic deposits. The Fund may invest in these investments directly or via Islamic collective investment schemes.</p> <p>*Significant operations mean the revenue, earnings, production facilities, assets and/or investments of a company are based in/derived from China. The level of significance will be determined by the Manager on a case-by-case basis based on his/her research and judgement.</p>	
Performance benchmark	<p>FTSE Shariah China Index</p> <p>Note: The performance benchmark above is only used as a reference for investment performance comparison purpose. The risk profile of the Fund is not the same as the risk profile of this performance benchmark. The performance benchmark information is available at www.manulifeim.com.my.</p>	
Initial offer price	A (RM) Class A (USD) Class	RM0.5000 USD0.5000
Sales charge	Distribution channels IUTA UTC Manager	Sales charge Up to 5.00% of the NAV per Unit
Annual management fee	Up to 1.80% of the NAV of the Fund per annum calculated and accrued on a daily basis.	
Annual trustee fee	0.06% per annum of the NAV of the Fund (including local custodian fees but excluding foreign custodian fees and charges).	
Minimum initial investment	A (RM) Class A (USD) Class	RM2,000.00 USD2,000.00
Minimum additional investment	A (RM) Class A (USD) Class	RM1,000.00 USD1,000.00
Distribution policy	<p>Distribution of income, if any, is incidental.</p> <p>Note: For details, please refer to the fund prospectus.</p>	
Financial year end	31 July	
Cooling-off period	The cooling-off period is only applicable to any individual investing for the first time in any unit trust funds managed by the Manager and excludes staff of the Manager and persons registered with a body approved by the Securities Commission Malaysia to deal in unit trust funds. You have the right, within six (6) Business Days from the day of the receipt by the Manager of your application form, to call for a withdrawal of your investment.	

Disclaimer:

The above information has not been reviewed by the SC and is subject to the relevant warning, disclaimer, qualification or terms and conditions stated herein. Investors are advised to read and understand the contents of the Master Prospectus dated 15 May 2023 and its First Supplemental Master Prospectus dated 20 October 2023 and all the respective Product Highlights Sheet(s) (collectively, the “Offering Documents”), obtainable at our offices or website, before investing. The Offering Documents have been registered with the Securities Commission Malaysia (SC), however the registration with the SC does not amount to nor indicate that the SC has recommended or endorsed the product. There are risks involved with investing in unit trust funds; wholesale funds and/or Private Retirement Schemes. Some of these risks associated with investments in unit trust funds; wholesale funds and/or Private Retirement Schemes are interest rate fluctuation risk, foreign exchange or currency risk, country risk, political risk, credit risk, non-compliance risk, counterparty risk, target fund manager risk, liquidity risk and interest rate risk. For further details on the risk profile of all the funds, please refer to the Risk Factors section in the Offering Documents. The price of units and income distribution may go down as well as up. Investors should compare and consider the fees, charges and costs involved. Investors are advised to conduct own risk assessment and consult the professional advisers if in doubt on the action to be taken.