

# Premium China Fund

## Top 10 Portfolio Holdings as at 31 December 2020

### Tencent (Media & Entertainment)

Market Cap: USD 697.7 Billion



- Tencent, a world leader in the internet-related services space, provides services across instant messaging, social media, email, web-portals, e-commerce, advertising, online payment as well as multiplayer games.
- With offerings including QQ Instant Messenger and WeChat, Tencent is providing similar services to the likes of Facebook, Twitter and WhatsApp. By the end of Q2 2018, QQ had 803 million monthly active user accounts, whilst WeChat, since its launch in 2011, accommodates for over 1 Billion monthly active users.
- In November 2017, Tencent's market value reached US\$528 billion, surpassing Facebook's market value at the time, which resulted in it being recognised as one of the world's top 5 most valuable public companies.

### Pinduoduo (Retailing)

Market Cap: USD 218.6 Billion



- Pinduoduo was founded in September 2015 as a "new e-commerce" platform dedicated to providing value-for-money products and interesting interactive shopping experiences for its users.
- After three years of establishment, the platform has gathered 41.85 billion annual active buyers and more than 360 million active merchants. The annual trading volume of the platform exceeds 471.6 billion Yuan, and it has rapidly developed into the third largest e-commerce platform in China.
- In July 2018, the company was officially listed on the NASDAQ Stock Exchange.

### China Tourism Group Duty Free (Retailing)

Market Cap: USD 84.5 Billion



- China Tourism Group Duty Free Corp, founded in 1984, is the largest duty-free retailer in China with more than 90% market shares, mainly operates duty free shops in Hainan island and the major international airports in China.
- The state-owned and nationally-licensed Company sees the favorable domestic spending momentum, boosted by the central government's dual circulation agenda and the renewed duty-free policies.
- Over the last 30 years, the Company have established long-term partnerships with over 1000 top luxury brands in the world and has established over 200 retail stores in more than 90 cities across 30 provinces, including Taiwan, Hong Kong and Macao.

### Meituan Dianping (Retailing)

Market Cap: USD 223.6 Billion



- Meituan Dianping is China's leading e-commerce platform service, operating well-known apps such as Meituan, Dianping, Meituan Waimai and Mobike.
- With services across 200 categories, Meituan's businesses encompass catering, on-demand delivery, car hailing, bike sharing, hotel and travel bookings, movie ticketing and others entertainment services.
- The company's services spread across 2,800 cities and counties, reaching total revenue streams of RMB 515.6 billion in 2018.

### Kweichow Moutai (Food, Beverage & Tobacco)

Market Cap: USD 327.3 Billion



- Kweichow Moutai is China's largest and most revered liquor producer. Its premium spirits serve as prestigious gifts and are often consumed during special occasions.
- With its premium brand positioning and effective channel management, Moutai has successfully expanded its market share in private consumption in light of overall decline in the public sector arising from government clampdowns on lavish spending.
- Brand-driven margins help the company to ensure stable cash flows, which are expected to grow in 2018 through stronger volume growth.

## China Merchants Bank (Banks)

Market Cap: USD 167.9 Billion



- Established in 1987, China Merchants Bank is a commercial bank, providing services ranging from deposits, loans, wealth management, asset custody, finance leasing, investment banking, and other banking services. It was the first joint-stock commercial bank wholly owned by corporate legal entities. As well as being the first bank to issue the "All-in-One Card" as well as first Dual-currency international credit card.
- As of 2017 the company opened its first Sydney office to expand its operations and scope of its business. Looking into the future the company aims to position itself as a "Digital Bank", increasing the company's focus on technology integration for customers.

## Jinke Smart Services Group (Real Estate)

Market Cap: USD 5.3 Billion



- Jinke Smart Services is a property manager listed on Hong Kong's bourse in 2020.
- The Company is active in the Southwest part of mainland China but operates nationwide.
- As of mid-2020, the contracted area spans 256 million square meter, servicing nearly 850 projects and properties.
- Backed by its parent company and organic expansion capability, the Company sees a highly visible scale growth and growth in value-added community services.

## Wuliangye Yibin Co (Food, Beverage & Tobacco)

Market Cap: USD 150.0 Billion



- Sichuan Yibin Wuliangye Group is a large-scale state-owned enterprise group that was created in 1905 focusing on the wine industry. Known as the "Chinese Wine King", their production area covers 12 square kilometres and employs over 50,000 people.
- Their alcohol has had continuous fermentation since the Ming Dynasty. The formula was standardised and nationalised in 1959.
- In 2017, Wuliangye received numerous accolades including ranked number 60 in the "Asian Top 500 Brands", included as one of the "100 World's Most Valuable Brands" and 338th in the "World Top 500 Brands".

## Nissin Foods (Food, Beverage & Tobacco)

Market Cap: USD 0.9 Billion



- Producer of the world's first ever instant noodle when the company launched the Chikin Ramen (Chicken Ramen) in 1958.
- The company has factories across the world including Japan, China, the United States, Netherlands, Brazil, India and Hong Kong.
- In 2016, they recorded cumulative sales of 40 billion cups of instant noodles worldwide.

## Innovent Biologics Inc (Pharmaceuticals, biotechnology & life sciences)

Market Cap: USD 14.8 Billion



- Headquartered in Suzhou, China, Innovent Biologics delivers, develops, manufactures and commercializes antibody drug products for oncology, ophthalmology, immunology, and metabolic diseases.
- Its principal drug candidate is an anti-PD-1 monoclonal antibody for the treatment of cancer, Hodgkin's lymphoma, and esophageal carcinoma.
- The Company also engages in the development of biosimilar drugs and bispecific antibodies
- In addition to the distribution of pharmaceutical products, Innovent Biologics provides consultation and research and development services.

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