

# Veritas China Fund

The Fund is designed for long-term investors who wish to build capital over a number of years, regardless of market conditions, by investing primarily in equities or equity related derivative contracts of companies located in China (People's Republic of China and its Special Administrative Regions, Hong Kong and Macau) or companies that are not located in China but derive a majority (over 50%) of their income from China.

## Fund and share class information

Fund manager	Ezra Sun
--------------	----------

Fund inception	02 October 2009
Share class inception	02 October 2009
Share class management fee	1.00%

### Performance fee

Up until 30 June 2018, a performance fee was charged on this Fund. The performance fee, which accrued daily, was equal to 20% of the amount, where the Net Asset Value per share of that class (before the deduction of any performance fee) exceeded the High Water Mark and the Hurdle Rate. As of 1 July 2018, no performance fee will be charged.

### Fund strategy

Up until 30 September 2018 the Veritas China Fund invested both long and short and non USD share classes were hedged into USD. As of 1 October 2018 the Veritas China Fund invests in long only equities and equity like securities and all share classes are unhedged.

Dividend payment	Once a year
(Pay date)	(October)
SEDOL	B4QQGK1
ISIN	IE00B4QQGK12
Bloomberg	VERAIGB

Index	MSCI China
-------	------------

Dealing	Daily by 11.00 am (Irish Time)
Tax status	UK Reporting Fund
Domicile	Ireland
Structure	ICVC
Fund type	UCITS
Fund base currency	USD
Manager	Veritas Asset Management LLP
Administrator	Brown Brothers Harriman Fund Administration Services (Ireland) Limited
Custodian	Brown Brothers Harriman Trustee Services (Ireland) Limited

## Fund and share class update

Fund size	GBP 18.8 million
NAV per share	GBP 159.54
NAV at launch	GBP 100.00
Last dividend paid	GBP 0.1890
Number of holdings	17

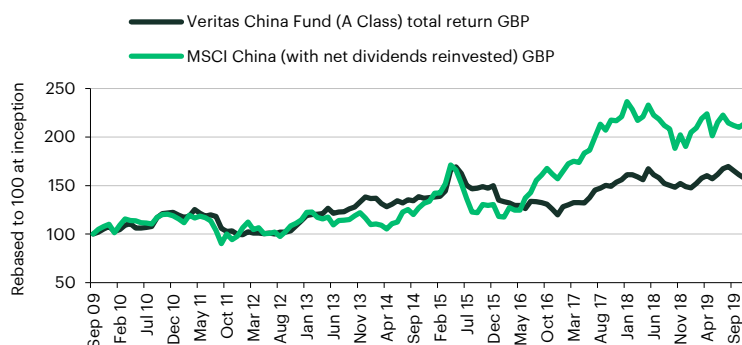
## Contact information

T +44 (0) 20 3758 9900  
investorservices@vamllp.com  
www.vamllp.com

## Returns in GBP to 31 December 2019

	Fund (GBP A)	Index
1 month	1.89	5.77
3 months	-2.84	6.71
1 year	7.85	18.69
3 years annualised	10.25	12.91
5 years annualised	3.13	11.05
10 years annualised	4.05	7.45
Inception annualised	4.73	8.29

## Since inception returns in GBP to 31 December 2019



Source: Fund administrator/Veritas Asset Management LLP

## Rolling 12 month returns in GBP

	Fund	Index
1 year to December 2019	7.85	18.69
1 year to December 2018	-4.56	-13.83
1 year to December 2017	30.18	40.73
1 year to December 2016	-20.01	20.35
1 year to December 2015	8.86	-2.49

## Risk profile since inception to 31 December 2019

	Fund	Index
Annualised standard deviation	11.7	17.8
Annualised Sharpe	0.3	0.4
Annualised Sortino	0.5	0.6
Beta	0.4	1.0

Fund returns hedged into USD up to 30 September 2018

Fund returns are for Veritas China Fund GBP A share class

Fund returns are total returns including dividends, net of fees and expenses in GBP

Fund returns are based on NAVs priced at close of business

Index is MSCI China (with net dividends reinvested) in GBP

Source: Fund administrator/Veritas Asset Management LLP/Factset

# Veritas China Fund

Veritas  
— Asset  
Management

## Top holdings

Holding	Sector	% Fund
Kweichow Moutai	Consumer Staples	9.2
Alibaba Group	Consumer Discretionary	8.5
Luzhou Laojiao	Consumer Staples	8.0
Tencent Holdings	Communication Services	5.8
Luckin Coffee Inc	Consumer Discretionary	4.7
ENN Energy Holdings	Utilities	4.4
CSPC Pharmaceutical	Health Care	3.8
Hangzhou Tigermed Consulting	Health Care	3.6
ANTA Sports Products	Consumer Discretionary	3.6
China Gas	Utilities	3.0

## Portfolio breakdown

Sector	% Fund
Consumer Discretionary	22.3
Consumer Staples	19.0
Health Care	12.4
Utilities	7.4
Communication Services	5.8
Financials	1.1
Cash and equivalents	31.9
Total	100.0

Country	% Fund
China	67.0
Hong Kong	1.1
Cash and equivalents	31.9
Total	100.0

Please note that the geographical breakdown is included for information purposes only

Geographic exposure is based on country of risk and does not necessarily reflect the true exposure of the underlying investments

The fund management team do not consider geographical listing in their investment process and the fund is not managed relative to a benchmark

## Veritas China Fund GBP A share class information

Share class	Annual management fee	Minimum initial investment	Minimum subsequent investment
A	1.00%	GBP 30,000	GBP 15,000

There is no entry or exit charge

## Important information

Past performance is not a guide to future performance. Returns may increase or decrease as a result of currency fluctuations.

If you are in doubt about the suitability of this Fund you should seek advice from your Investment Advisor. This document constitutes neither an offer to sell nor solicitation to purchase securities in Veritas China Fund (a sub-fund of Veritas Funds PLC). Such an offer may only be made via an official application form which should be read in conjunction with the prospectus and the Key Investor Information Document. These documents are available in English at [www.vamllp.com](http://www.vamllp.com) and can also be obtained from the offices of the Administrator, Brown Brothers Harriman Fund Administration Services (Ireland) Limited, T: 00 353 (1) 241 7162.

Veritas Funds PLC is authorised by the Central Bank of Ireland.

Issued by Veritas Asset Management LLP, 90 Long Acre, London WC2E 9RA which is authorised and regulated by the Financial Conduct Authority.