

CHINA FUND

Fund facts at 30 September 2016

Structure

Luxembourg SICAV

Fund manager

Charlie Awdry

Assistant manager

May Ling Wee

Launch date

25 January 2008

Base currency (Additional)

USD (EUR, SGD)

Benchmark

MSCI China Index

Minimum investment

US\$2,500

Fund size

\$135.70m

No of holdings (long/short)

51 (39/12)

NAV (USD)

A1 (Div): 16.24

A2 (Acc): 16.33

YTD High/Low NAV (USD)

A1 (Div): 16.56/11.93

A2 (Acc): 16.65/12.00

Last dividend

n/a

Trading Frequency

Daily

A1 USD (Div) Codes

ISIN: LU0327786827

A2 USD (Acc) Codes

ISIN: LU0327786744

Bloomberg: HENCHFA LX

Reuters: 65101640

Ratings

Morningstar rating: ★★★★★

Source: Morningstar,

at 30 September 2016

Published NAV:

• South China Morning Post

• Hong Kong Economic Times

Fee

Management Fee: 1.2%

Performance Fee: 10% with High

Water Mark principle, please refer

to the prospectus for details

Initial Charge: 5%

**For further information
please visit our
website at**

www.henderson.com/hk

Key investment risks to be considered before investing

- The Fund primarily invests in companies having their registered office in China, Hong Kong and Taiwan and may also invest in companies incorporated elsewhere that have significant assets, business, production, trading activity or other interests in China, Hong Kong or Taiwan. The Fund may invest in China A-Shares, directly through eligible exchanges or indirectly through derivative instruments.
- The Fund may invest a substantial amount of its assets in companies in China (emerging market) which may involve a higher concentration of risk and also may experience higher risks of economic, political, regulatory and social development changes. Investments in emerging market may be less liquid and more volatile than funds that invest in developed and more geographically diversified markets.
- The Fund uses trading strategies that use financial derivative instruments ("FDI") to achieve the Fund's investment objectives and policies or extensively for investment purposes with a view to enhancing their performance, which may be unsuccessful due to a number of reasons; including volatile market conditions, imperfect correlation between the movements in securities on which derivatives are based, lack of liquidity within markets and counterparty default risk.
- The Fund typically holds long and covered short directional positions and pair trades mainly through the use of FDI combining with direct investments. Such investment strategy and the use of FDI are inherently volatile and depending on market condition, the Fund could potentially be exposed to additional risk and costs should the market move against it and incur losses consequently.
- Investments in the Fund involve varying degree of investment risks (eg. market, legal, financial, interest rate, currency, etc). In extreme market conditions, you may lose your entire investment in the Fund.
- In respect of Distribution Shares, the directors of the Fund may at its discretion pay dividend out of gross income while charging/ paying all or part of the fund's fees and expenses to/out of the capital of the fund, resulting in an increase in distributable income for the payment of dividends by the fund and therefore, the fund may effectively pay dividend out of capital.
- Payment of dividends out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Any distributions involving payment of dividends out of the Fund's capital or payment of dividends effectively out of the Fund's capital (as the case may be) may result in an immediate reduction of the NAV per share of the Fund.

Note: Investors should not only base on marketing material alone to make investment decisions. Investors are advised to read the Prospectus, Hong Kong Covering Document and Key Facts Statement of the Fund for more details of the investment risks. Intended annual dividend distribution by the Fund and its derived yield are not guaranteed and subject to change without any prior notice.

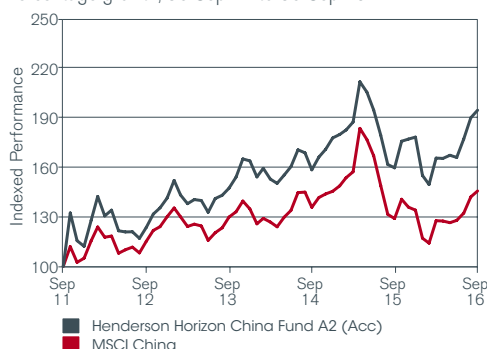
About the fund

The investment objective of the China Fund is to seek long-term capital appreciation through investment in securities listed primarily in China, Hong Kong and Taiwan. The Investment Manager may also invest in companies incorporated elsewhere that have significant assets, business, production, trading activity or other interests in China, Hong Kong or Taiwan.

Please note that as of 1 October 2015, May Ling Wee also managed this fund. As of 6 February 2015, Charlie Awdry took over management of this fund from Caroline Maurer. On 2 July 2012 the Fund changed its benchmark from the MSCI AC Golden Dragon Index to the MSCI China Index. As of 1 February 2013, Andrew Mattock was no longer co-manager.

Performance in USD

Percentage growth, 30 Sep 11 to 30 Sep 16.



Source: at 30 September 16. © 2016 Morningstar. All rights reserved, on a bid to bid basis, with gross income reinvested, rebased at 100.*

On 2 July 2012 the Fund changed its benchmark from the MSCI AC Golden Dragon Index to the MSCI China Index. The benchmark shown on the graph is the composite of the two.

Past performance is not a guide to future performance.

Top 10 holdings

Company	(%)
Alibaba Group	9.6
AIA Group	9.6
Tencent	9.6
China Mobile	9.1
Ping An Insurance Group Co of China	4.3
Anhui Conch Cement	4.1
SINA	3.8
CITIC Securities	3.6
China Shenhua Energy	3.3
Nexxteer Automotive Group	3.2

Exchanges where the fund invests* (%)

Hong Kong	67.7
US (including ADR's)	19.1
China A shares	7.7
China B Shares	2.4
Cash	4.6

*Source: Henderson Global Investors. Please note that the figures have been rounded and therefore may not equal 100% where applicable. Represents net exposure.

Cumulative performance % change	A1 (Div)	A2 (Acc)	Index
1 month	2.4	2.4	2.5
YTD	9.2	9.2	8.6
1 year	21.9	21.9	12.9
5 years	94.9	94.6	45.7
Since inception**	63.5	63.3	22.3

Source: at 30 September 16. © 2016 Morningstar. All rights reserved, on a bid to bid basis, with gross income reinvested.*

**The A1 share class was launched on 25 January 2008.

Discrete year performance (Calendar year) % change	A1 (Div)	A2 (Acc)	Index
2015	0.3	0.3	-7.8
2014	8.5	8.5	8.0
2013	16.0	15.9	3.6
2012	26.0	26.0	23.8
2011	-31.9	-32.0	-18.4

Source: at 31 Dec 15. © 2016 Morningstar. All rights reserved, on a bid to bid basis, with gross income reinvested.*

Sector profile (%)	Long	Short	Net
Information Technology	28.8	0.0	28.8
Financials	19.5	0.0	19.5
Consumer Discretionary	16.8	2.7	14.1
Telecommunication Services	11.6	0.0	11.6
Energy	6.0	0.0	6.0
Health Care	6.7	1.4	5.4
Consumer Staples	4.9	0.0	4.9
Materials	4.1	0.0	4.1
Industrials	4.9	3.0	1.9
Utilities	3.4	2.8	0.6
Real Estate	0.0	1.5	-1.5
Total	106.8	11.4	95.4

Total exposure (%)

Long Exposure	106.8
Short Exposure	-11.4
Net Market Exposure	95.4
Gross Market Exposure	118.2

Sum may not match due to rounding.

Important Information

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•The information contained in this document and key statement has not been reviewed by the SFC. Investors should read the prospectus/offering document and Key Facts Statement before deciding whether to invest in the units of the Fund, a copy of which may be obtained from the Hong Kong representative's office (RBC Investor Services Trust Hong Kong Limited, Tel: +852 2978 5793) and the participating distributors' offices.

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