



Why, China Now ?

Why, China Now

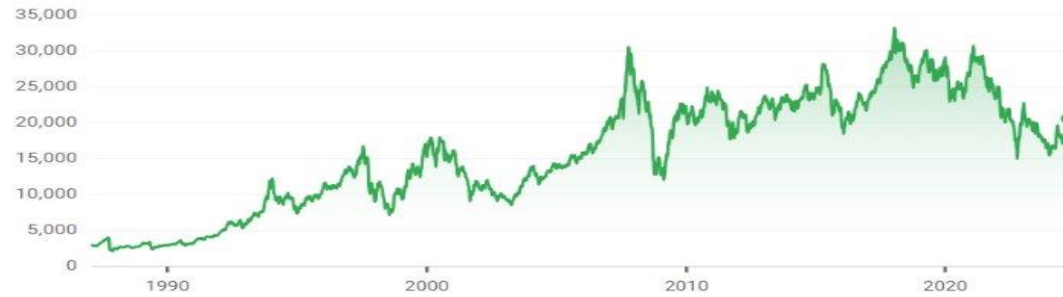
China has been underperforming the EM for over 3 years now

Hang Seng Index

20,498.95 ↑ 666.73% +17,825.38 MAX

Oct 22, 4:08:40 PM UTC+8 · INDEXHANGSENG · Disclaimer

1D 5D 1M 6M YTD 1Y 5Y [MAX](#)



Price Performance

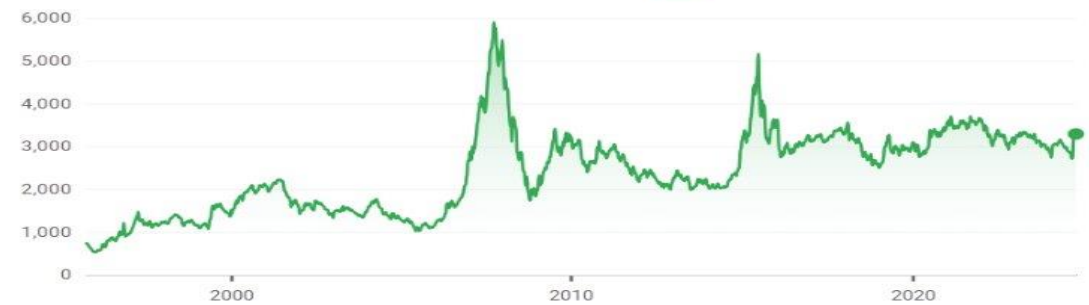
1 Week	-2.82%
1 Month	13.80%
3 Months	15.30%
YTD	22.10%
1 Year	15.60%
3 Years	-19.33%

SSE Composite Index

3,285.87 ↑ 367.42% +2,582.89 MAX

22 Oct, 16:15:00 GMT+8 · SHA · Disclaimer

1D 5D 1M 6M YTD 1Y 5Y [MAX](#)



Price Performance

1 Week	2.12%
1 Month	20.92%
3 Months	10.37%
YTD	10.92%
1 Year	7.43%
3 Years	-7.91%

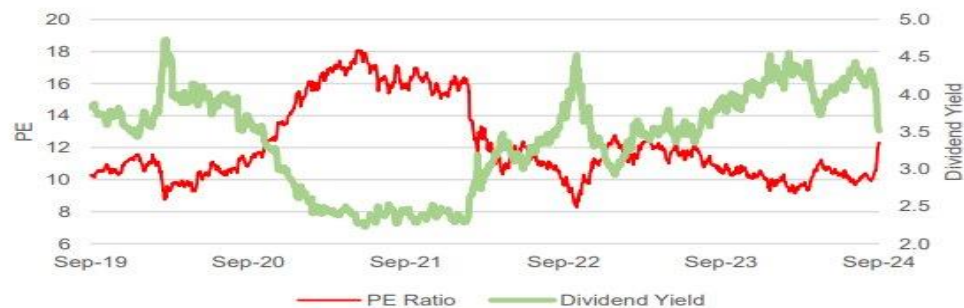
Why, China Now

2. In 5 out of the last 8 years, HANG SANG has given negative returns – can revert to mean



3. Valuations Seem reasonable

Hang Seng Index (HSI) -
Historical Dividend Yield and PE Ratio



Why, China Now

4. China has exposure to some of the New age technologies, at Scale –

- Renewable Energy
- Electric Vehicles
- Solar Modules

5. Investing in Bad times may give the best returns

6. China Government has taken stimulus measures to the extent of 1 Trillion Yuan till date (and more fiscal measures expected)

How to Invest in China from India?

Mirae Asset Hang Seng TECH ETF

AUM	Rs 332 Cr
Fund Manager	Siddharth Srivastav
LATEST NAV	16.1961
6 Month Returns	28.00%
1 Year Return	24.83%
Inception Date	6-Dec-2021
Expense Ratio	0.60%
Tracking Error	0.11%

Return Over Time (%)

Fund name	YTD	1D	1M	3M	6M	1Y	3Y	5Y	7Y	10Y
Mirae Asset Hang Seng TECH ETF	22.42	0.64	23.05	26.36	38.10	25.98	--	--	--	--
BSE 500 TRI	18.17	-1.90	-5.74	-0.51	11.52	33.14	--	--	--	--

As on 22-Oct-2024

Nippon India ETF Hang Seng BeES

AUM	Rs 662 Cr
Fund Manager	Kinjal Desai & Siddharth Deb
LATEST NAV	316.3996
6 Month Returns	27.80
1 Year Return	25.20%
Inception Date	9-Mar-2010
Expense Ratio	0.93%
Tracking Error	0.21 %

Return Over Time (%)

Fund name	YTD	1D	1M	3M	6M	1Y	3Y	5Y	7Y	10Y
Nippon India ETF Hang Seng BeES	25.99	0.09	13.06	17.91	29.80	25.38	-1.34	0.71	1.36	4.32
BSE 500 TRI	18.17	-1.90	-5.74	-0.51	11.52	33.14	15.11	20.60	15.65	14.83

As on 22-Oct-2024

Mirae Asset Hang Sang TECH ETF

Portfolio Aggregates

Giant ⓘ 75.49% Category: 83.02%	Large ⓘ 15.60% Category: 12.80%	Mid ⓘ 8.91% Category: 8.48%
Small ⓘ -- Category: 9.19%	Tiny ⓘ -- Category: 9.10%	Avg Mkt Cap ⓘ ₹3,88,826 Cr Category: ₹ 28,69,037 Cr

Fund Style ⓘ



Concentration

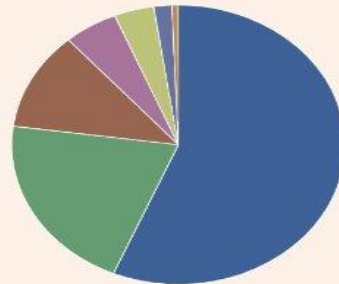
No. of Stocks	30
Top 10 Stocks ⓘ	--%
Top 5 Stocks ⓘ	--%
Top 3 Sectors ⓘ	78.04%
Portfolio P/B Ratio ⓘ	1.75
Portfolio P/E Ratio ⓘ	16.19

Sector-wise Holdings

Sector	Fund (%)	Category (%)
Technology	56.34	47.43
Consumer Discretionary	20.75	13.64
Diversified	11.38	1.66
Industrials	5.23	10.62
Consumer Staples	3.85	5.95
Healthcare	1.77	7.45
Financial	0.61	6.92

Total Sectors : 7

Industrials 5.23% Fund | 10.62% Category



© Value Research

Click [HERE](#) to Know More

Nippon India ETF Hang Sang BeeS

Portfolio Aggregates

Giant ⓘ 81.30% Category: 83.02%	Large ⓘ 8.96% Category: 12.80%	Mid ⓘ 2.55% Category: 8.46%
Small ⓘ 7.19% Category: 9.19%	Tiny ⓘ -- Category: 9.10%	Avg Mkt Cap ⓘ ₹4,67,954 Cr Category: ₹ 28,69,037 Cr

Fund Style ⓘ



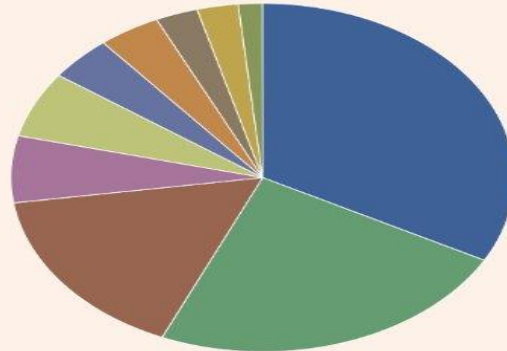
Concentration

No. of Stocks	82
Top 10 Stocks ⓘ	--%
Top 5 Stocks ⓘ	--%
Top 3 Sectors ⓘ	62.95%
Portfolio P/B Ratio ⓘ	0.46
Portfolio P/E Ratio ⓘ	5.09

Sector-wise Holdings

Sector	Fund (%)	Category (%)
Financial	32.63	6.92
Technology	23.50	47.43
Consumer Discretionary	16.02	13.64
Energy & Utilities	6.14	1.88
Industrials	6.07	10.62
Diversified	4.07	1.66
Real Estate	3.96	0.91
Consumer Staples	2.71	5.95
Materials	2.62	1.65
Healthcare	1.54	7.45

Total Sectors : 10
Technology 23.5% Fund : 47.43% Category



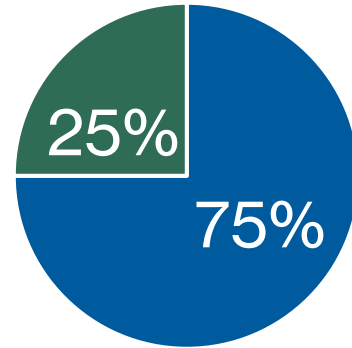
Mean Return (%) ⓘ Std Dev (%) ⓘ Sharpe (%) ⓘ Sortino (%) ⓘ Beta (%) ⓘ Alpha (%) ⓘ

Nippon India ETF Hang Seng BeES	5.27	26.83	-0.02	-0.03	--	--
BSE 500 TRI	17.81	12.95	0.93	1.72	--	--

The Risk Measures have been calculated using calendar month returns for the last three years.
As on 30-Sep-2024

Click [HERE](#) to Know More

Ideal Allocation Mix



- Mirae Asset Hang Seng TECH ETF
- Nippon India ETF Hang Seng BeES

Why we remain overweight on Mirae Asset Hang Sang Tech ETF?

- We believe that Tech will outperform other sectors in China
- We prefer to stay away from Banks since most of the Banks in China are State owned Banks
- Mirae is an ETF of 30 Stocks vs Nippon being an ETF of 82 stocks – we prefer some concentration in the ETF

What should you expect?

- **2 Year Time Horizon** - China's economy is recovering, and investing in these funds can help you benefit from growth in sectors like technology and e-commerce over the next two years. However, your time horizon in these funds should be at least 2 years
- **Expect Volatility** : Chinese Markets have historically been volatile, so expect some volatility in the funds as well.
- **Better Risk-Reward Profile**: These funds offer diversification across various sectors, which can help reduce risk during market downturns. If one sector struggles, others may perform better, balancing your investments.
- **Navigating Policy Changes**: China's policies affect the market. Mutual funds are managed by professionals who can adapt to these changes, helping you stay invested for long-term gains despite short-term volatility.

Some Price Data....

Company Name	Sector	Nippon India ETF Hang Seng BeES	Mirae Asset Hang Sang TECH ETF
Tencent Holdings	Technology	8.28	8.61
Alibaba Group Holdings	Technology	8.21	9.07
HSBC Holdings PLC (HongKong)	Financial	8.19	0
Xiaomi	Technology	3.04	9.33
Meituan Dianping	Consumer Discretionary	6.25	8.86

Index Name	CMP	52 Wk Low	52 Wk Low Dt	52 Wk High	52 Wk High Dt	All time High	All time High Dt	All Time Low	All Time Low Dt	Dist frm 52 Wk High	Down from All time High	Up from 52 Wk Low
Hang Seng Index	20,287	14,794	22-Jan-24	23,242	07-Oct-24	32,887	01-Jan-18	179	01-Apr-70	12.7%	38.3%	37.1%
Shanghai Composite Index	3,203	2,635	02-May-24	3,674	08-Oct-24	5,955	01-Oct-07	130	01-Jan-91	12.8%	46.2%	21.5%
Alibaba Group Holdings Ltd ADR (BABA)	102	66	22-Jan-24	118	07-Oct-24	302	01-Oct-20	58	01-Sep-15	13.3%	66.2%	54.6%
Tencent Holdings Ltd	416	260	22-Jan-24	482	07-Oct-24	628	01-Jan-21	1	01-Jul-24	13.8%	33.8%	59.8%
China Construction Bank	6	4	22-Jan-24	6	08-Oct-24	9	01-Jan-18	2	01-Nov-05	3.5%	32.7%	41.2%
HSBC Holdings	670	559	11-Mar-24	725	09-May-24	906	01-Jan-01	96	01-Aug-92	7.6%	26.0%	19.7%
Meituan	173	61	02-May-24	217	07-Oct-24	356	01-Jan-21	44	01-Dec-18	20.2%	51.3%	183.5%
AIA Group Ltd	63	45	16-Apr-24	75	04-Oct-24	99	01-May-21	21	01-Jan-11	15.3%	36.3%	39.7%

Scheme	LATEST NAV	52 WEEK LOW NAV	52 WEEK HIGH	All time High	All Time Low
Mirae Asset Hang Seng TECH ETF	16.1961	10.62	19.45	18.89	9.89
Nippon India ETF Hang Seng BeES	316.3996	224.7031	356.4957	3680.94	1075.54

Hang Sang Index Chart



Any Question ?





THANKS

Pravin Ratilal Share and Stock Brokers Limited
5th Floor, Sakar-1, Ashram Road , opp. Gandhigram Railway
Station, Navrangpura, Ahmedabad, Gujarat- 380009