

Annual report

INVESTMENT COMPANY WITH VARIABLE CAPITAL - SICAV UNDER FRENCH LAW

This translation is for information purpose only - Only the French version is binding

NOM DE LA SOCIÉTÉ DE GESTION OU COMMERCIALISATEUR

GEMCHINA

YEAR ENDED: 12.29.2023

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Marketing agent	GEMWAY ASSETS 10, rue de la Paix - 75002 Paris.
Management company	GEMWAY ASSETS 10, rue de la Paix - 75002 Paris.
Depository and custodian	BNP PARIBAS SECURITIES S.A. Partnership limited by shares (Société en Commandite par Actions) with its registered office at t 16, Boulevard des Italiens 75009 Paris Postal address: Grands Moulins de Pantin, 9, rue du Débarcadère, 93500 Pantin
Statutory auditor	PRICEWATERHOUSECOOPERS AUDIT 63, rue de Villiers 92208 - Neuilly-sur-Seine. Represented by Mr Frédéric Sellam

Information about investments and management

Classification

International Equities

75% minimum exposure to international equities of OECD or non-OECD countries that have a connection with Chinese markets, of all capitalisations and from all economic sectors with up to 15% in small- and mid-cap companies.

Procedures for determining and allocating distributable sums

Net income for the financial year is equal to the amount of interest payments, arrears, dividends, premiums and prizes, attendance fees and all income from the securities held in the sub-fund's portfolio plus income from sums currently available minus management fees and borrowing costs.

The amounts available for distribution are equal to:

1. Net income plus retained earnings, plus or minus the balance of accrued income;
2. Capital gains, net of fees, minus capital losses, net of fees, recognised in the financial year, plus net capital gains of the same type recognised in previous financial years which have not been distributed or capitalised, minus or plus the balance of accrued capital gains.

Distributable amounts are fully capitalised, except for amounts subject to distribution required by law.

Management objective

GemChina is a dynamic UCITS seeking long-term performance through exposure to securities mainly from China. The objective is to achieve a return net of management fees which outperforms the benchmark index, MSCI China AllShares Net Total Return, (converted into euros, net dividends reinvested) over the recommended investment period (more than five years) by investing at least 90% in stocks selected on the basis of extra-financial criteria according to an SRI methodology, arising from long term trends affecting society and the economy by taking into account environmental, social and governance ("ESG") considerations.

Benchmark:

The MSCI China Allshares Net Total Return Index (converted into euros, net dividends reinvested) is an index that represents the mid- to large-cap stocks listed as: A□shares, B□shares, H□shares, Red□chips, P□chips and Chinese securities listed overseas. The index aims to show all the opportunities of Chinese share classes listed on the stock markets of Hong Kong, Shanghai, Shenzhen and outside China (e.g. New York and Singapore).

The Bloomberg code of the benchmark index is: MICNAL Index.

The index is converted into EUR for EUR class shares and directly expressed in USD for USD class shares. This conversion into EUR may have an impact on the management objective (as well as on the outperformance fee).

Since the management of the SICAV is not index-based, the SICAV's performance may differ substantially from the benchmark index, which is used only for comparison purposes.

The benchmark index does not include specific ESG criteria at this stage.

Investment strategy

Strategies used

The management focuses mainly on the Chinese equity markets, with a willingness to take advantage of the long-term trend of rising purchasing power of the country's population.

The investment strategy consists in selecting the securities that offer the best current or potential growth, leaders on major markets in the Asian geographical areas. This approach naturally leads the manager to invest mainly in sustainable growth stocks at the expense of cyclical stocks.

Most of the securities selected will be listed on the Hong Kong, Shanghai, Shenzhen and New York markets, but also on other financial markets.

GemChina is managed according to a rigorous selection of securities, known as stock picking, through a process that involves direct meetings with the companies in which the sub-fund invests.

The sub-fund invests in stocks selected based on extra-financial criteria according to the SRI method by systematically integrating environmental, social and governance (E.S.G.) factors into financial investment.

At least 90% of the stocks in the portfolio have obtained an ESG rating by the fund management company or one of its non-financial data providers.

The examples of indicators selected for each of the E, S and G criteria are as follows:

- Environmental indicators: environmental policy and actions, results of action plans implemented by the company, carbon footprint, exposure of suppliers to environmental risks, positive or negative impact of products on the environment.
- Social indicators: training hours per employee, employee loyalty (turnover rate), anti-discrimination efforts (feminization rate), average salary, proportion of temporary workers.
- Governance indicators: competence of the management team, number of independent directors, shareholders quality / profile, feminization of the board of directors.

The sub-fund endeavors, through a so-called "best in class / best in progress" approach, to select well rated companies and/or those who have demonstrated substantial improvements from the extra-financial point of view. The sub-fund applies two extra-financial filters to its stock selection: after exclusion of controversial sectors and practices, the candidate company must comply with the minimum ESG rating.

The ESG investment process applied, excludes the 20% of the lowest rated companies in each sector from the investment universe. These ratings are determined internally by the fund management team for all stocks in our investment portfolio. Given our frequent exchanges with these companies, we believe that we are particularly well positioned to perform these ratings. For stocks not included in the portfolio, especially those who are benchmark index components, the ratings are based on Sustainalytics' recommendation.

The GemChina sub-fund has been awarded French government SRI label.

In addition to sectoral and thematic research carried out internally, fund managers also rely on extra-financial data provided by data specialists: Sustainalytics (for extra-financial data), Trucost and CDP (for carbon footprints).

In the event that a company's rating drops below the minimum required for the sub-fund by the fund management company, the position in the issuer shall be liquidated within a maximum period of three months in the best interests of shareholders.

The main methodological limitation of the extra-financial strategy is that the fund management company relies on the data providers such as Sustainalytics, and Trucost and CDP to determine the internal rating.

For further information on the rating methodology implemented in the sub-fund, investors are invited to consult Gemway Assets Transparency Code available on the website www.gemway.com

The investment strategy aims to eliminate sustainability risk

This sub-fund is classified under Article 8 of the European Regulation (EU) No 2019/2088 ("Disclosure Regulation"). Sustainability risk is measured for each issuer and/or UCI concerned on the basis of a set of criteria on the Environmental, Social and Governance pillars that may have an impact on its valuation due to the level of financial risks they represent (including physical and transition risks related to climate change and, progressively, risks related to biodiversity). These criteria cover both endogenous and exogenous factors.

The results of this assessment are made available to managers so that they can consider the impact of their investments on the change in the level of sustainability risk in their portfolios.

The level of likely impact of sustainability risks on the performance of this Fund has been assessed as: Low

"Information: Regulation (EU) 2020/852 known as "Taxonomy"

The European Union Taxonomy (Regulation (EU) 2020/852) (hereinafter the "Taxonomy") aims to identify economic activities considered environmentally sustainable.

The Taxonomy identifies these activities according to their contribution to six major environmental objectives:

- mitigation of climate change.

- adaptation to climate change;
- sustainable use and protection of water and marine resources;
- transition to a circular economy (waste, prevention and recycling);
- prevention and reduction of pollution;
- protection and restoration of biodiversity and ecosystems.

In order to be considered environmentally sustainable, an economic activity must demonstrate that it makes a significant contribution to the achievement of one or more of these six objectives while not harming the achievement of the others (principle of no significant harm). For an activity to be compliant under this taxonomy, it is also necessary that it respects internationally guaranteed social and human rights (the minimum social guarantees).

The Sub-Fund is able to contribute to the achievement of these objectives of economic and social sustainability through its investments and integrates the Taxonomy into its investment decision-making process without however constituting a sustainable investment according to the definition of Regulation (EU) 2020/852.

However, both the construction of the portfolio and the technical verification criteria limit the possibilities of evaluating the contribution to environmental objectives and prevent any evaluation of the contribution to social objectives.

Furthermore, the lack of information provided directly by the issuers as well as the shortcomings of the calculation methodologies do not for the moment make it possible to guarantee the accuracy, precision and comparability of the information communicated, it is not expected at this stage that a minimum proportion of the Sub-Fund's assets are aligned with the criteria of the European Taxonomy.

The other investments underlying this Fund do not take into account the Union criteria European Commission on environmentally sustainable economic activities.

A periodic report relating to extra-financial characteristics is made available to investors.

If necessary, add: For any further information, please refer to the ESG policy on our website at www.gemway.com

A case-by-case fundamental analysis is then carried out, focusing mainly on five criteria, which are:

- the quality of the company management,
- the quality of its financial structure,
- visibility on the company's future earnings and especially its ability to produce sustainable Free Cash Flows in the future,
- growth prospects in its line of business,
- and the speculative aspect of the security.

Therefore, the investment strategy is primarily based on the selection of securities but also on a macro-economic approach in order to refine the sectoral allocation of assets.

Portfolio construction does not take account of the aforementioned index. Between 30 and 80 securities are selected (stock-picking) without any restriction in terms of the size of market capitalisation, type of sector or reference to market indexes. This conviction management may cause significant variations from the index. The weight of each company in the portfolio is entirely independent of the weight of that company in the index; it is possible that a company in the portfolio is not included in the said index, or that a company which features prominently in it is excluded from the sub-fund's portfolio.

Up to 100% of the sub-fund may be exposed to non-euro currencies. The main currencies to which it will be exposed are the Hong Kong and U.S. dollars, the Chinese renminbi and the Japanese yen.

Assets (excluding derivatives)

Equities

At least 75% of the GemChina sub-fund is exposed to listed equities of Chinese companies in all economic sectors and of all market capitalisations.

However, the sub-fund is entitled to invest up to 15% in small- to mid-caps (less than 1 billion dollars).

The sub-fund may also be exposed to equity risk through investments on international equity markets specific to OECD or non-OECD countries that have a connection with Chinese markets.

Debt securities and money market instruments

Depending on market developments and situations, up to 25% of the GemChina sub-fund may be exposed to:

- bonds without a restriction on their duration, at a fixed or variable interest rate, which are mainly issued by countries, deemed "investment grade", i.e. rated no lower than BBB- by Standard & Poor's or equivalent; in this regard, particular attention will be given to the credit quality of the companies issuing these securities;
- negotiable debt securities without a restriction on their duration, at a fixed or variable interest rate.

The ratings mentioned above are those used by the manager at the time of the initial investment. If a rating is downgraded over the life of the investment, the manager will conduct a case-by-case analysis of each situation and decide whether or not to maintain the position concerned. As a result, the investment limits defined according to the assessment of credit risk by the rating agencies

may be slightly adjusted in accordance with the management team's own analysis.

The management is not subject to any restriction in the distribution between sovereign and private issuers. The manager does not set any particular constraints with respect to the geographical areas of the issuers but will prefer investments in leading international markets.

The holding of securities deemed 'speculative' or non-rated must remain incidental.

The sensitivity range retained is between -1 and +2.

Holding of shares or units in other UCITS or investment sub-funds

The sub-fund may hold up to 10% of its assets in units or shares in the following UCITS or investment sub-funds:

- French or international UCITS
 - French or European AIFs or investment sub-funds complying with the criteria set by the French Monetary and Financial Code.
- These UCITS and investment sub-funds may invest up to 10% of their assets in UCITS, AIFs or investment sub-funds. They may be managed by the management company.

Derivatives used to achieve the management objective

Derivative financial instruments

The sub-fund is entitled to operate on forward financial instruments traded on international regulated markets, non-regulated and/or over-the-counter markets in order to expose the portfolio to and/or hedge it against equity market risk or currency risk.

Derivative instruments may also be used to make adjustments to the portfolio in the event of significant subscription/redemption transactions.

Overall exposure (directly owned securities and forward instruments) to equity markets may not exceed 100% of the net assets.

Type of markets where the fund operates:

- ⇒ Regulated
- ⇒ Organised
- ⇒ Over the counter

Risks on which the manager decides to operate:

- ⇒ Equity
- ⇒ Currency

3. Type of operations:

- ⇒ Hedging: currency, equity
- ⇒ Exposure: equity

Type of instruments used:

- ⇒ Futures: on indexes
- ⇒ Options: index, equity and foreign exchange (currency)
- ⇒ Foreign exchange forward: purchase and sale of currencies

Strategy using derivatives to achieve the management objective:

- ⇒ Total or partial portfolio hedging
- ⇒ Reconstitution of synthetic exposure to assets and risks (equity, currency)

Financial instruments are entered into with intermediaries selected by the management company who have no power over the mix or management of the SICAV's portfolio.

Securities with embedded derivatives

The manager may invest in European convertible bonds and/or international convertible bonds, in particular those of emerging countries.

The manager may invest in securities with embedded derivatives (warrants, subscription certificates, convertible bonds, etc.) traded on regulated or over the counter eurozone and/or international markets.

In this regard, the manager may take positions to hedge and/or expose the portfolio to business sectors, geographical areas, interest rate, equities (all types of capitalisation), foreign exchange, securities, etc. in order to achieve the management objective.

The use of securities with embedded derivatives, as opposed to the other derivative instruments listed above, shall be justified in particular by the manager's decision to optimise hedging, or, where necessary, to boost the portfolio by reducing the cost associated with the use of these financial instruments in order to achieve the management objective.

In all cases, the amounts invested in securities with embedded derivatives may not exceed more than 20% of the net assets.

Risk profile

The list of risks below is not exhaustive: it is the responsibility of investors to assess the risk associated with each investment and to draw their own conclusions.

By investing in the sub-fund, the main risks to which investors are exposed are as follows:

Risk of capital loss

The loss of capital arises when a unit is sold at a lower price than its purchase value. Unitholders are notified that the capital initially invested may not be returned. The sub-fund has no capital guarantee or protection.

Equity risk

At least 75% of the GemChina sub-fund is exposed to equities. If the equities or indexes to which the portfolio is exposed fall, the sub-fund's net asset value may fall.

Risks associated with investments in emerging markets and especially the China risk

There is a risk associated with investing in emerging markets, deriving essentially from the operating and supervisory conditions of these markets, which may differ from the standards prevailing on the major international markets, or political and regulatory factors.

This may cause the net asset value to fall.

Liquidity risk

The markets in which the fund is invested may be subject to a temporary lack of liquidity. These market disruptions may impact the pricing conditions under which the fund may be required to liquidate, initiate or modify its positions.

Risk associated with investments in small- to mid-cap equities

As the number of listed securities on small- to mid-cap markets is relatively small, downward market movements are amplified and more abrupt than for large capitalisations. The sub-fund's net asset value may consequently fall more rapidly and more sharply.

Risk associated with the holding of convertible bonds

The value of convertible bonds depends on several factors: interest rate level, change in the price of underlying shares and of the derivative embedded in the convertible bond. These various factors may lead to a fall in the sub-fund's net asset value.

Risk associated with the investment in high-yield speculative securities

High yield securities are securities which are rated below BBB- by S&P (or equivalent by major rating agencies) or considered of equivalent quality by the management company, or unrated securities. They are subject to higher risk of default. They may also be subject to significant changes in valuation. They are not sufficiently liquid to be sold at any time at the best price. Therefore, the sub-fund's value may be significantly affected by the fall in the value of high yield securities held in the portfolio.

Currency risk:

This is the risk of a fall in the investment currencies against the euro, the portfolio's benchmark currency. If a currency falls against the euro, it may result in a decline in the net asset value.

Risk related to discretionary management

The discretionary management style applied to the sub-fund is based on stock selection. There is a risk that GemChina may not be always invested in the best-performing securities. The sub-fund's performance may therefore fall below the management objective. The sub-fund's net asset value may also show negative performance.

Interest rate risk

Up to 25% of GemChina's assets are exposed to interest rate products. The sub-fund's net asset value may fall if interest rates rise.

Credit risk

Up to 25% of the sub-fund is exposed to money-market instruments or bonds. Credit risk is the risk that a private issuer's credit quality falls or the risk of default on the latter's part. The value of the debt or bond securities in which the sub-fund is invested may fall, causing the net asset value to fall.

Counterparty risk

Counterparty risk involves the use, via this sub-fund, of forward financial instruments traded over the counter and/or temporary purchases and sales of securities. These transactions may potentially expose the sub-fund to a default risk of one of the counterparties.

Sustainability risk: It is characterized by an environmental, social or governance event or situation that, if occurs, could have a material negative impact, real or potential, on the value of the investment.

Environmental factors: environmental impact, which may include wafer usage, pollution, waste treatment, energy efficiency, gas emissions and climate change.

Social factors: Human rights, health and safety, working conditions, community impact, diversity, demographic change, consumption patterns and shareholder reputation.

Governance factors: Independence of the board of directors and its diversity, alignment of shareholders' interest with those of managers, remuneration, shareholder rights, transparency and disclosure, ethics or business culture.

Risk related to ESG data

The fund management team bases its analysis on information integrating ESG criteria, partly sourced from third-party data providers. This information may be incomplete, inaccurate, or unavailable. As such, there is a risk that fund management team may add (exclude) a holding to (from) portfolio based on non-exhaustive, inappropriate, or unavailable elements. The fund management team mitigates this risk by including its proprietary analysis.

Capital guarantee or protection

Nil.

Target investors and investor profile

Target investors

- R, N share: all investors,
- I share: intended essentially for institutional investors,
- USD R share: all investors,
- USD I share: intended essentially for institutional investors,
- F share: restricted to the founding shareholders of GemChina,
- S share: intended essentially for institutional investors.

Typical investor profile

The sub-fund is intended for individuals or institutional investors who are aware of the risks involved in holding shares in such a sub-fund, which represents a high risk due to the investment in equities listed worldwide.

GemChina may be used for unit-linked individual variable life insurance products.

GemChina may also be used as an investment vehicle for UCITS managed by GEMWAY ASSETS.

The sub-fund is entitled to invest in UCITS managed by GEMWAY ASSETS.

Shares of this UCITS are not and shall not be registered in the United States pursuant to the U.S. Securities Act of 1933 as amended (1933 Securities Act) or eligible under any law of the United States. These shares shall not be offered, sold or transferred in the United States (including its territories and possessions) or benefit, directly or indirectly, any U.S. Person (within the meaning of Regulation S under the U.S. Securities Act of 1933).

The amount that may be reasonably invested in GemChina depends on the personal situation of unitholders. In order to determine this amount, they are advised to take into consideration their personal and any business assets, their cash requirements at the time and over the next five years, and whether they are willing to take risks on equity markets. Investors are also strongly encouraged to diversify their investments sufficiently in order to avoid exposing them to the risks of the sub-fund only.

Recommended investment period: more than 5 years

Tax regime:

The prospectus does not purport to set out the tax implications for investors of subscribing, redeeming, holding, or selling shares of a subfund of the SICAV. These tax implications will vary depending on the laws and practices in force in the shareholder's country of residence, domicile or incorporation, and on the shareholder's individual circumstances.

Depending on your tax regime, your country of residence, or the jurisdiction from which you invest in this SICAV, any capital gains and income from holding shares of subfund(s) of the SICAV may be subject to taxation. We advise you to consult a tax adviser regarding the potential consequences of purchasing, holding, selling, or redeeming shares of subfunds of the SICAV according to the laws of your country of tax residence, ordinary residence, or domicile.

Neither the management company nor the distributors shall accept any responsibility whatsoever for the tax consequences that may arise for investors following a decision to purchase, hold, sell or redeem shares of a subfund of the SICAV.

The SICAV offers accumulation and distribution shares through various subfunds. Investors are advised to consult their tax adviser regarding the regulations in force in their country of residence, following the rules for their particular situation (individuals, legal entities subject to corporate income tax, other cases, etc.). The rules applying to French resident investors are set by the French General Tax Code.

In general, investors are advised to consult their usual financial adviser or customer relationship manager to clarify the tax rules applicable in their particular circumstances.

Under the United States FATCA regulations (Foreign Account Tax Compliance Act), investors may be required to provide the UCI, the management company or their agent with information on their personal identity and place of residence (domicile and tax residence) for the purpose of identifying "US persons", as defined by FATCA. This information may be sent to the United States tax authorities via the French tax authorities. The failure by investors to fulfil this obligation may result in the deduction of a 30% withholding tax on US source income. Notwithstanding the efforts of the management company in relation to FATCA, investors

are asked to ensure that the financial intermediary they have used to invest in the Fund has “Participating FFI” status. For more information, investors should contact a tax adviser.

For further information, the full prospectus is available on request from the management company.

- *the net asset value is available from the management company. The most recent annual and periodic reports are sent out within one week upon receipt of a written request submitted by investors to GEMWAY ASSETS, 10 rue de la Paix - 75001 PARIS.*
- *Fund creation date: 29 June 2012*

management report of the directors board

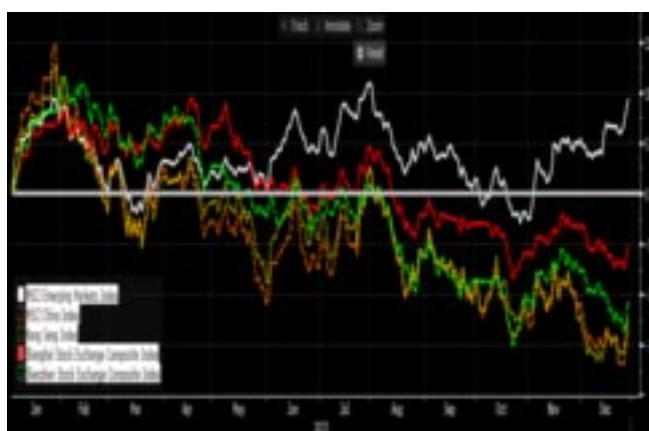
GemChina

Annual report – 4th fiscal year

29/12/2023

In this context, GemChina declined 20.4% in € (I share) and -21.3% (R share), vs. -14.6% for the MSCI China All Shares index with dividends reinvested in euros.

GemChina underperformed its benchmark in 2023. Stock selection in China and Hong Kong contributed negatively. Our overweight on consumer stocks (internet names, Anta Sports, Shenzhou, H-World) and underweight in SOEs (PetroChina, China Mobile, CCB, Bank of China) were strong negative contributors.



Since its official launch (October 31, 2019), the annualized performance of the fund has been -2.5% (I-share) and -3.5% (R-share) vs. -6.1% for the China fund category and -3.4% for the MSCI China All Shares Index.

Post COVID, China has seen its GDP grow by 5.2% in 2023. But 13 months after the lifting of Zero-COVID restrictions, the country still faces serious short- and long-term headwinds amid deep-seated structural issues. While December industrial profit showed some improvement, official PMI had its 3rd straight month of contraction at 49. Deflation has been there for 3 quarters, eroding confidence every day. Policy-wise, the decision made in late October (NPC) to expand 2023 budget deficit (from 3% of GDP to 3.8%) is considered a step in the right direction. But the piecemeal policy of the government failed to convince investors. In 2024, economic outlook is uncertain. We expect a weak 1Q24 with no more positive base effect post COVID. This weakness could push Beijing to adopt more radical fiscal and monetary measures for GDP growth to reach 4 to 5% in 2024. Following monetary measures are currently in the pipeline: 2 interest rate cuts in 1Q and 3Q, 2 RRR cuts in 2Q and 4Q.

Overall, we believe confidence in economic recovery (policy stance & consistency, solutions to solve debt and property crisis) would be a prerequisite for investors to come back meaningfully. As well as ease of geopolitical tensions.

While there are no clear signs of macro recovery for now, the light positioning on Chinese assets and their cheap valuation (<10x forward PE) should not be ignored. After 3 years of disappointment, investors have extreme low expectations. Consequently, the risk/reward tend is becoming attractive

In this environment, we have maintained a 21% exposure to quality SOEs with strong balance sheets (Nari Tech 5.4%, CNOOC 5.1%, Kweichow Moutai 5%, Baosight 2.5%, China Telecom 1.7%, China Life 1.2%). We have also invested in sector recovery beneficiaries (3% in Sunny Optical in the smartphone chain), turnaround stocks (2.9% in New Oriental Education), and those able to offset domestic headwinds with export growth: such as PDD (2.4%) in cross-border e-commerce, BYD (5%) in auto, Jiangsu Hengrui (4%), Wuxi Bio (2%), and Wuxi Aptec (1.6%) in healthcare.

The fund is now 99.6% invested, of which 89.3% in sustainable growth stocks and 10.3% in cyclical stocks.

Bruno Vanier, President of Gemway Assets

17 January 2024

In 2023, China continued to be the red lantern of world equity markets. After a steep fall of 18.6 in € and 23.6% in \$ in 2022 (the worst year for China equities markets since the global financial crisis), the MSCI China All Shares Index went down in 2023 an additional 14.6% in € and 11.5% in \$. In the last 3 years, the China index lost 34.8% in € and 41.1% in \$. In 2023, it underperformed the MSCI Emerging Markets index (+6% in €), as well as the MSCI World equity index (+18% in €), European equities (Stoxx600 at +12.7%, CAC40 at +16.5% in €), American equities (S&P500 at +20.3% in €) and Japanese stocks (TOPIX at +12.6% in €).

Following the zero-Covid policy cancellation, Chinese markets rallied in January on very light positioning. Market sentiment turned cautious in February because of the famous Chinese surveillance balloon incident in the United States. Although 1Q23 macro data confirmed an economic rebound, concerns around its sustainability increased as April data started to show sequential slowdown. On one hand, the short-term growth prospect was dragged down by the weaker-than-expected consumption recovery and ongoing property crisis. On the other hand, investors were increasingly focused on China's structural challenges such as aging population, property downturn, debt burden (LGFV) and Sino-US tensions. The "pro-growth" message delivered at July Politburo meeting boosted temporarily the sentiment. But the rally quickly faded because of the lack of meaningful policy support to follow. October Golden Week also concluded on a muted note with both travel and spending data showing weaker-than-expected recovery (826M trips during the 8 days vs. 896M trips forecasted by the government). Despite Beijing's continuous "pro-growth" stance at October politburo meeting and December Central Economic Work Conference, investors remained skeptical toward the piecemeal stimulus approach. At the micro level, earnings surprises, and guidance downgrades since 3Q23, as well as Alibaba's U-turn on cloud unit spin-off and the surprising new draft rules on gaming sector issued in late December further dragged down investors' already-poor sentiment. Chinese equity market further corrected in 4Q, reflecting deflationary environment and deteriorated sentiment.

In this context, GemChina declined 20.4% in € (I share) and -21.3% (R share), vs. -14.6% for the MSCI China All Shares index with dividends reinvested in euros.

GemChina underperformed its benchmark in 2023. Stock selection in China and Hong Kong contributed negatively. Our overweight on consumer stocks (internet names, Anta Sports, Shenzhou, H-World) and underweight in SOEs (PetroChina, China Mobile, CCB, Bank of China) were strong negative contributors.

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Bruno Vanier, President of Gemway Assets

17 January 2024

annual accounts

BALANCE SHEET assets

12.29.2023

12.30.2022

Currency	EUR	EUR
Net assets	-	-
Deposits	-	-
Financial instruments	59,805,895.53	98,618,842.72
• EQUITIES AND SIMILAR SECURITIES		
Traded on a regulated or similar market	59,805,895.53	98,618,842.72
Not traded on a regulated or similar market	-	-
• BONDS AND SIMILAR SECURITIES		
Traded on a regulated or similar market	-	-
Not traded on a regulated or similar market	-	-
• DEBT SECURITIES		
Traded on a regulated or similar market		
<i>Negotiable debt securities</i>	-	-
<i>Other debt securities</i>	-	-
Not traded on a regulated or similar market	-	-
• MUTUAL FUNDS		
UCITS and general purpose AIF for non-professionals and equivalents in other countries	-	-
Other funds for non-professionals and equivalents in other European Union Member States	-	-
Professional general purpose funds and equivalents in other European Union Member States and listed securitization bodies	-	-
Other Professional Investment Funds and equivalents in other European Union Member States and unlisted securitization bodies	-	-
Other non-European organisations	-	-
• TEMPORARY PURCHASES AND SALES OF SECURITIES		
Receivables representing financial repurchase agreements	-	-
Receivables representing financial securities lendings	-	-
Borrowed financial securities	-	-
Repurchase financial agreements	-	-
Other temporary purchases and sales	-	-
• FINANCIAL CONTRACTS		
Transactions on a regulated or similar market	-	-
Other transactions	-	-
• OTHER FINANCIAL INSTRUMENTS	-	-
Receivables	3,172,673.63	1,582,120.59
Foreign exchange forward contracts	-	-
Other	3,172,673.63	1,582,120.59
Financial accounts	1,220,054.22	3,152,833.67
Cash and cash equivalents	1,220,054.22	3,152,833.67
Other assets	-	-
Total assets	64,198,623.38	103,353,796.98

BALANCE SHEET liabilities

12.29.2023

12.30.2022

Currency	EUR	EUR
Equity		
• Capital	74,374,765.05	113,498,248.75
• Previous undistributed net capital gains and losses	-	-
• Retained earnings	-	-
• Net capital gains and losses for the financial year	-14,495,229.76	-13,801,022.27
• Result	271,729.34	686,006.98
Total equity <i>(amount representing net assets)</i>	60,151,264.63	100,383,233.46
Financial instruments	-	-
• DISPOSALS OF FINANCIAL INSTRUMENTS	-	-
• TEMPORARY PURCHASES AND SALES OF FINANCIAL SECURITIES		
Debts representing financial repurchase agreements	-	-
Debts representing financial securities borrowings	-	-
Other temporary purchases and sales	-	-
• FINANCIAL CONTRACTS		
Transactions on a regulated or similar market	-	-
Other transactions	-	-
Debts	4,047,358.75	2,924,342.15
Foreign exchange forward contracts	-	-
Other	4,047,358.75	2,924,342.15
Financial accounts	-	46,221.37
Cash credit	-	46,221.37
Borrowings	-	-
Total liabilities	64,198,623.38	103,353,796.98

OFF-balance sheet

12.29.2023

12.30.2022

Currency	EUR	EUR
Hedging		
• Commitments on regulated or similar markets		
- Futures market (Futures)	-	-
- Options market (Options)	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-
• OTC commitments		
- Futures market (Futures)	-	-
- Options market (Options)	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-
• Other commitments		
- Futures market (Futures)	-	-
- Options market (Options)	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-
Other transactions		
• Commitments on regulated or similar markets		
- Futures market (Futures)	-	-
- Options market (Options)	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-
• OTC commitments		
- Futures market (Futures)	-	-
- Options market (Options)	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-
• Other commitments		
- Futures market (Futures)	-	-
- Options market (Options)	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-

INCOME statement

	12.29.2023	12.30.2022
Currency	EUR	EUR
Income from financial transactions		
• Income from deposits and financial accounts	57,326.68	9,036.36
• Income from equities and similar securities	1,610,816.83	2,143,055.80
• Income from bonds and similar securities	-	-
• Income from debt securities	-	-
• Income from temporary purchases and disposals of financial securities	-	-
• Income from financial contracts	-	-
• Other financial income	-	-
Total (I)	1,668,143.51	2,152,092.16
Expenses on financial transactions		
• Expenses on temporary purchases and disposals of financial securities	-	-
• Expenses on financial contracts	-	-
• Expenses on financial debt	-1,485.27	-12,557.89
• Other financial expenses	-	-
Total (II)	-1,485.27	-12,557.89
Profit/loss on financial transactions (I - II)	1,666,658.24	2,139,534.27
Other income (III)	-	-
Management fees and depreciation expense (IV)	-1,246,980.73	-1,329,881.57
Net income for the period (L.214-9-17-1) (I - II + III - IV)	419,677.51	809,652.70
Income adjustments for the period (V)	-147,948.17	-123,645.72
Interim payments in terms of the period (VI)	-	-
Income (I - II + III - IV +/- V - VI):	271,729.34	686,006.98

1 accounting rules and methods

The financial statements are presented in the form provided by the regulation ANC No. 2014-01, amended.

Valuation rules

a) Valuation method

Financial instruments and securities traded on a regulated market are valued at their market price.

However, the instruments listed below are valued using the following methods:

- European bonds and equities are valued at their closing price, and foreign securities are valued at their last known price.
- Negotiable debt securities and similar instruments that are not traded in large volumes are valued by applying an actuarial method using the rate for issues of equivalent securities, plus or minus, if required, a differential reflecting the issuer's specific characteristics. However, negotiable debt securities with low sensitivity and a residual maturity of three (3) months or less may be valued on a straight-line basis.
- Negotiable debt securities with a residual life of less than three months are valued at their market rate at time of purchase. Any discount or premium is amortised on a straight-line basis over the life of the instrument.
- Negotiable debt securities with a residual life of more than three months are valued at their market price. UCI units or shares are valued at the last known net asset value.
- Securities subject to repurchase agreements are valued according to the rules applicable under the terms of the original contract.
- Financial instruments not traded on a regulated market are valued under the responsibility of the board of directors of the SICAV at their probable trading value.
- Warrants or subscription certificates distributed free of charge with private placements or capital increases will be valued as of their listing on a regulated market or the formation of an OTC market.
- Contracts:
 - Futures are valued at their settlement price and options are valued based on the underlying.
 - The market value for futures is the price in euro multiplied by the number of contracts.
 - The market value for options is equal to the conversion value of the underlying.
 - Interest rate swaps are valued at market value based on the terms of the contract.
 - Off-balance sheet transactions are valued at their market value.
- Financial instruments whose price has not been established on the valuation date or whose price was corrected are valued at their probable market value as determined by the board of directors of the management company. The auditors are provided with these valuations and the basis therefore in the course of their audit.

b) Practical details

- Equities and bonds are valued using prices extracted from Bloomberg databases, depending on where they are listed:
 - Asia-Oceania: : extraction at 12 p.m. for a listing at the closing price for that day.
 - North America: : extraction at 9 a.m. for a listing at the closing price for the previous day. extraction at 4:45 p.m. for a listing at the opening price for that day.
 - Europe (except France):
 - extraction at 19:30 p.m. for a listing at the closing price for that day.
 - extraction at 2:30 p.m. for a listing at the opening price for that day.
 - extraction at 9 a.m. for a listing at the closing price for the previous day.

- France: : extraction at 12 p.m. and 4 p.m. for a listing at the opening price for that day.
extraction at 17:40 p.m. for a listing at the closing price for that day.
- Contributors: : extraction at 2 p.m. for a listing based on price availability.
- Positions on futures markets on each NAV calculation day are valued at the settlement price for that day.
- Positions on options markets on each NAV calculation day are valued using the principles applied to their underlying:
- Asia-Oceania: extraction at midday
- North America: extraction D+1 at 9 a.m.
- Europe (except France): extraction at 7:30 p.m.
- France: extraction at 6 p.m.

Accounting method

- The accounting method used for recording income from financial instruments is the “coupons received” method, with the exception of the subfunds Echiquier AltaRocca Convertibles, Echiquier Hybrid Bonds and Echiquier Convexité Europe, which use the “coupons accrued” method.
- The accounting method for recording transaction fees excludes expenses.

Methods for evaluating off-balance sheet commitments

Off-balance sheet commitments are evaluated at their commitment value.

The commitment value for futures contracts is equal to the price (in the currency of the UCIT) multiplied by the number of contracts multiplied by the nominal amount.

The commitment value for options contracts is equal to the price of the underlying security (in the currency of the UCIT) multiplied by the number of contracts multiplied by the delta multiplied by the nominal amount of the underlying security.

The commitment value for swap contracts is equal to the nominal amount of the contract (in the currency of the UCIT).

Operating and management costs

These fees include all fees charged directly to the sub-fund, except for transaction costs. Transaction costs include intermediation costs (brokerage, etc.) and transaction fees, where applicable, which may be paid to the custodian and the management company.

The following may be added to the operating costs and management fees:

- outperformance fees, which are paid to the management company when the sub-fund has exceeded its performance targets and are thus charged to the sub-fund;
- transaction fees charged to the sub-fund.

For more information on fees charged to the sub-fund, please refer to the Key Investor Information Document.

Frais facturés à l'OPCVM	Assiette	Taux, barème (TTC)
Financial management fees	Net assets	R and USD R shares: 2.10% incl. taxes maximum I and USD I, K shares: 1.05% incl. taxes maximum F shares: 0.6% incl. taxes maximum N shares: 1.15% incl. taxes maximum USD S shares: 0.9%
Administrative fees external to the management company (statutory auditor, custodian, distribution, lawyers)		
Maximum indirect fees (management fees and costs)	Net assets	Immaterial *
Transaction fees	Payable on each transaction	For the Management Company: NIL Custodian fees payable: 6 to 80 euros incl. taxes depending on the country

Frais facturés à l'OPCVM	Assiette	Taux, barème (TTC)
Outperformance fees	Net assets	<p><u>R,N, I, K and F shares:</u> 15% including taxes of the Fund's outperformance relative to its benchmark index, the MSCI China AllShares Net Total Return USD Index, converted into euros.</p> <p><u>USD R and USD I shares:</u> 15% including taxes of the Fund's outperformance relative to its benchmark index, the MSCI China AllShares Net Total Return USD Index.</p> <p><u>USD S shares:</u> No outperformance fees</p>

* the sub-fund investing less than 10% of its assets in other UCIs.

Outperformance commission calculation method

Calculated according to the indexed method, the outperformance commission is set up over reference periods running from the last net asset value in December of the year to the last net asset value in December of the following year. The reference periods may not be less than 1 year.

Variable part linked to outperformance: 15% including tax of the outperformance of shares as defined below. For the share of the sub-fund denominated in Euros:

The outperformance fee is based on the comparison between the performance of the GemChina sub-fund's performance and the Notional Asset achieving the performance of the benchmark index (MSCI China AllShares Net Total Return USD Index, converted into euros)

Coupon included in Euros over the reference period and recording the same subscription and redemption transactions as the actual fund.

For the share of the sub-fund denominated in Dollars:

The outperformance fee is based on the comparison between the performance of the GemChina sub-fund's performance and the Notional Asset achieving the performance of the benchmark index (MSCI China AllShares Net Total Return USD Index)

Coupon included in Dollars over the reference period and recording the same subscription and redemption transactions as the actual fund.

- If the sub-fund achieves performance above the Notional Asset and which is positive over the financial year, the management company will collect, after deduction of the fixed management fees, an outperformance fee based on a 15% rate including taxes. Note: Investors should note that an outperformance fee will be deducted when the fund outperforms the benchmark, even if the fund records a negative performance.

- In the event of underperformance, this underperformance will be carried over to the catch-up period.

- The variable management fee will only be charged if the net asset value has increased more than the Notional Asset during the year. If the performance since the beginning of the catch-up period exceeds the performance of the benchmark, a provision of 15% of this performance is made.

- The performance fee is accrued at the time of each net asset value calculation.

- The performance fee is paid annually to the management company on the basis of the last net asset value of the financial year and, therefore, the provision is reset to zero every year.

- In the event of redemption of shares by an investor during the financial year, the share of the outperformance fee is paid to the management company and deducted at the end of the financial year.

- Each period of underperformance opens a new period of 1 to 5 years maximum after which, if the 5 year old underperformance has not been made up, it can be forgotten. If another year of underperformance has occurred within this first 5 year period and has not been recovered by the end of this first period, a new period of up to 5 years opens from this new year of underperformance. Each year of relative underperformance must be made up over a period of 5 years (or less if it is made up sooner).

In the event of underperformance relative to the benchmark, the provision is reduced by the amount of allocations made since the beginning of each catch-up period;

The method for calculating the variable management fee is made available to shareholders.

Accounting currency

The Sub-fund's designated currency is the Euro.

Indication of accounting changes subject to special information to shareholders

- Changes made: None.

- Changes to occur: None.

Details of other changes which must be specifically notified to shareholders

(not certified by the statutory auditor)

- Changes made: None.

- Changes to occur: None.

Details and justification of changes in valuation and implementation procedures

None.

Details of the type of errors that have been corrected during the period

None.

Details of the rights and conditions attached to each share category

Net income for the financial year is equal to the amount of interest payments, arrears, dividends, premiums and prizes, attendance fees and all income from the securities held in the sub-fund's portfolio plus income from sums currently available minus management fees and borrowing costs.

The amounts available for distribution are equal to:

1. Net income plus retained earnings, plus or minus the balance of accrued income;
2. Capital gains, net of fees, minus capital losses, net of fees, recognised in the financial year, plus net capital gains of the same type recognised in previous financial years which have not been distributed or capitalised, minus or plus the balance of accrued capital gains.

Distributable amounts are fully capitalised, except for amounts subject to distribution required by law.

2changes net assets

	12.29.2023	12.30.2022
Currency	EUR	EUR
Net assets at the beginning of the period	100,383,233.46	101,227,206.21
Subscriptions (including the subscription fee allocated to the UCIT)	55,113,401.93	82,983,602.09
Redemptions (with deduction of the redemption fee allocated to the UCIT)	-73,580,837.93	-55,773,087.03
Capital gains on deposits and financial instruments	4,216,023.07	2,263,076.67
Capital losses on deposits and financial instruments	-21,561,892.83	-21,223,965.76
Capital gains on financial contracts	-	-
Capital losses on financial contracts	-	-
Transaction fees	-321,306.21	-399,089.80
Foreign exchange differences	-5,033,673.33	3,950,053.79
Changes in the estimate difference in deposits and financial instruments:	516,638.96	-13,454,215.41
- Estimate difference – period N	-15,318,157.03	-15,834,795.99
- Estimate difference – period N-1	-15,834,795.99	-2,380,580.58
Changes in the estimate difference in financial contracts:	-	-
- Estimate difference – period N	-	-
- Estimate difference – period N-1	-	-
Distribution over the previous year net capital gains and losses	-	-
Prior period distribution	-	-
Net income for the period before adjustment accounts	419,677.51	809,652.70
Deposit(s) paid(s) during the year net capital gains and losses	-	-
Interim payment(s) during the period	-	-
Other items	-	-
Net assets at the end of the period	60 151 264,63	100,383,233.46

3 additional information

3.1. Financial instruments: breakdown by legal or economic type of instrument

3.1.1. Breakdown of the "Bonds and similar securities" item by type of instrument

	Traded on a regulated or similar market	Not traded on a regulated or similar market
Indexed bonds	-	-
Convertible bonds	-	-
Fixed-rate bonds	-	-
Variable-rate bonds	-	-
Zero-coupon bonds	-	-
Investments	-	-
Other instruments	-	-

3.1.2. Breakdown of the "Debt securities" item by legal or economic type of instrument

	Traded on a regulated or similar market	Not traded on a regulated or similar market
Treasury Bonds	-	-
Short-term debt securities (NEU CP) issued by non-financial issuers	-	-
Short-term debt securities (NEU CP) issued by bank issuers	-	-
Medium-term debt securities NEU MTN	-	-
Other instruments	-	-

3.1.3. Breakdown of the "Disposals of financial instruments" item by type of instrument

	Disposals of repurchase agreements	Disposals of borrowed securities	Disposals of acquired repurchase agreements	Short sales
Equities	-	-	-	-
Bonds	-	-	-	-
Debt securities	-	-	-	-
Other instruments	-	-	-	-

3.1.4. Breakdown of the off-balance sheet sections by market type (in particular rates, securities)

	Rates	Equities	Foreign Exchange	Other
Hedging				
Commitments on regulated or similar markets	-	-	-	-
OTC commitments	-	-	-	-
Other commitments	-	-	-	-
Other transactions				
Commitments on regulated or similar markets	-	-	-	-
OTC commitments	-	-	-	-
Other commitments	-	-	-	-

3.2. Breakdown by rate type for asset, liability and off-balance sheets items

	Fixed rate	Variable rates	Rollover rate	Other
Assets				
Deposits	-	-	-	-
Bonds and similar securities	-	-	-	-
Debt securities	-	-	-	-
Temporary purchases and sales of financial securities	-	-	-	-
Financial accounts	-	-	-	1,220,054.22
Liabilities				
Temporary purchases and sales of financial securities	-	-	-	-
Financial accounts	-	-	-	-
Off-balance sheet				
Hedging	-	-	-	-
Other transactions	-	-	-	-

3.3. Breakdown by residual maturity for asset, liability and off-balance sheets items

	0 - 3 months	3 months - 1 year	1 - 3 years	3 - 5 years	> 5 years
Assets					
Deposits	-	-	-	-	-
Bonds and similar securities	-	-	-	-	-
Debt securities	-	-	-	-	-
Temporary purchases and sales of financial securities	-	-	-	-	-
Financial accounts	1,220,054.22	-	-	-	-
Liabilities					
Temporary purchases and sales of financial securities	-	-	-	-	-
Financial accounts	-	-	-	-	-
Off-balance sheet					
Hedging	-	-	-	-	-
Other transactions	-	-	-	-	-

3.4. Breakdown by listing currency or evaluation for asset, liability and off-balance sheets items

This breakdown is provided for the main listing and evaluation currencies, except for the currency in which the books are kept.

By main currency	HKD	CNY	USD	Other currencies
Assets				
Deposits	-	-	-	-
Equities and similar securities	30,345,405.61	24,007,658.80	3,879,648.82	671,346.30
Bonds and similar securities	-	-	-	-
Debt securities	-	-	-	-
Collective investment undertakings	-	-	-	-
Temporary purchases and sales of financial securities	-	-	-	-
Receivables	957,243.43	-	212,756.58	-
Financial accounts	251,900.39	881,573.38	63,895.99	-
Other assets	-	-	-	-
Liabilities				
Disposal operations on financial instruments	-	-	-	-
Temporary purchases and sales of financial securities	-	-	-	-
Debts	1,128,329.97	637,405.50	166,187.00	-
Financial accounts	-	-	-	-
Off-balance sheet				
Hedging	-	-	-	-
Other transactions	-	-	-	-

3.5. Receivables and Debts: breakdown by type

Details on elements comprising the "other receivables" and "other debts" items, particularly the breakdown of foreign exchange forward contracts by type of operation (purchase/sale).

Receivables	3,172,673.63
Foreign exchange forward contracts:	
Forward currency purchases	-
Total amount traded for forward currency sales	-
Other Receivables:	
Purchases payments deferred	1,906,443.57
Sales payments deferred	1,171,307.67
Receivable coupons	94,922.39
-	-
Other transactions	-
Debts	-
Foreign exchange forward contracts:	
Forward currency sales	4,047,358.75
Total amount traded for forward currency purchases	-
Other Debts:	-
-	-
Redemption to be paid	2,098,967.15
Sales payments deferred	1,916,070.67
Provisional fees	32,320.93
Other transactions	-

3.6. Equity

Number of shares issued / redeemed during the period:	Subscriptions		Redemptions	
	Number of shares	Amount	Number of shares	Amount
ACTION F EUR / FR0013433125	5,000	502,150.00	28,612.079	3,138,857.58
ACTION I EUR / FR0013433109	317,802.746	35,758,485.32	447,705.108	46,097,127.38
ACTION I USD / FR0013433117	1,169	108,557.81	3,169	303,003.90
ACTION N EUR / FR0014002SN5	21,021.244	1,530,429.06	39,647.476	2,603,112.59
ACTION R EUR / FR0013433067	164,244.029	17,188,409.83	209,944.34	20,909,983.09
ACTION R USD / FR0013433083	241.334	25,369.91	5,474.688	528,753.39
ACTION S USD/ FR0013455995	-	-	-	-
Subscription / redemption fee:		Amount		Amount
ACTION F EUR / FR0013433125		-		-
ACTION I EUR / FR0013433109		-		-
ACTION I USD / FR0013433117		-		-
ACTION N EUR / FR0014002SN5		-		-
ACTION R EUR / FR0013433067		-		-
ACTION R USD / FR0013433083		-		-
ACTION S USD/ FR0013455995		-		-
Retrocessions:		Amount		Amount
ACTION F EUR / FR0013433125		-		-
ACTION I EUR / FR0013433109		-		-
ACTION I USD / FR0013433117		-		-
ACTION N EUR / FR0014002SN5		-		-
ACTION R EUR / FR0013433067		-		-
ACTION R USD / FR0013433083		-		-
ACTION S USD/ FR0013455995		-		-
Commissions allocated to the UCIT:		Amount		Amount
ACTION F EUR / FR0013433125		-		-
ACTION I EUR / FR0013433109		-		-
ACTION I USD / FR0013433117		-		-
ACTION N EUR / FR0014002SN5		-		-
ACTION R EUR / FR0013433067		-		-
ACTION R USD / FR0013433083		-		-
ACTION S USD/ FR0013455995		-		-

3.7. Management fees

Operating and management fees (fixed charges) as a % of the average net assets %

Share class:

ACTION F EUR / FR0013433125	0.60
ACTION I EUR / FR0013433109	1.05
ACTION I USD / FR0013433117	1.05
ACTION N EUR / FR0014002SN5	1.15
ACTION R EUR / FR0013433067	2.10
ACTION R USD / FR0013433083	2.10
ACTION S USD/ FR0013455995	0.90

Outperformance fee (variable charges): amount of fees for the period Amount

Share class:

ACTION F EUR / FR0013433125	-
ACTION I EUR / FR0013433109	-
ACTION I USD / FR0013433117	-
ACTION N EUR / FR0014002SN5	-
ACTION R EUR / FR0013433067	-
ACTION R USD / FR0013433083	-
ACTION S USD/ FR0013455995	-

Nom part 8 -

Retrocession of management fees:

- Breakdown by "target" UCIT:

- UCIT 1	-
- UCIT 2	-
- UCIT 3	-
- UCIT 4	-

3.8. Commitments received and granted

3.8.1. Description of the guarantees received by the UCIT with mention of capital guaranteesnone

3.8.2. Description of other commitments received and/or grantednone

3.9. Other information

3.9.1. Current value of financial instruments pertaining to a temporary acquisition:

- Financial instruments as repurchase agreements (delivered) -

- Other temporary purchases and sales -

3.9.2. Current value of financial instruments comprising guarantee deposits:

Financial instruments received as a guarantee and not written to the balance sheet:

- equities -

- bonds -

- debt securities -

- other financial instruments -

Financial instruments granted as a guarantee and maintained in their original item:

- equities -

- bonds -

- debt securities -

- other financial instruments -

3.9.3. Financial instruments held as a portfolio issued by the entities related to the management company (funds) or financial managers (Mutual Funds) and UCITS managed by these entities:

- UCITS -

- other financial instruments -

3.10. Income allocation table *(In the accounting currency of the UCIT)***Interim payments in terms of the period**

Date	Share Class	Total amount	Unit amount	Total tax credit
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-

	12.29.2023	12.30.2022
Income allocation	EUR	EUR
Sums remaining to be allocated		
Retained earnings	-	-
Result	271,729.34	686,006.98
Total	271,729.34	686,006.98

ACTION F EUR / FR0013433125	12.29.2023	12.30.2022
Currency	EUR	EUR
Allocation		
Distribution	-	-
Retained earnings for the period	-	-
Capitalisation	79,007.76	148,793.97
Total	79,007.76	148,793.97
Information concerning the shares conferring distribution rights		
Number of shares	-	-
Unit distribution	-	-
Tax credits	-	-

ACTION I EUR / FR0013433109	12.29.2023	12.30.2022
Currency	EUR	EUR
Allocation		
Distribution	-	-
Retained earnings for the period	-	-
Capitalisation	265,978.24	554,776.72
Total	265,978.24	554,776.72
Information concerning the shares conferring distribution rights		
Number of shares	-	-
Unit distribution	-	-
Tax credits	-	-

ACTION I USD / FR0013433117	12.29.2023	12.30.2022
Currency	EUR	EUR
Allocation		
Distribution	-	-
Retained earnings for the period	-	-
Capitalisation	6,890.92	12,655.88
Total	6,890.92	12,655.88
Information concerning the shares conferring distribution rights		
Number of shares	-	-
Unit distribution	-	-
Tax credits	-	-

ACTION N EUR / FR0014002SN5	12.29.2023	12.30.2022
Currency	EUR	EUR
Allocation		
Distribution	-	-
Retained earnings for the period	-	-
Capitalisation	2,424.48	15,740.17
Total	2,424.48	15,740.17
Information concerning the shares conferring distribution rights		
Number of shares	-	-
Unit distribution	-	-
Tax credits	-	-

ACTION R EUR / FR0013433067	12.29.2023	12.30.2022
Currency	EUR	EUR
Allocation		
Distribution	-	-
Retained earnings for the period	-	-
Capitalisation	-81,267.21	-44,593.96
Total	-81,267.21	-44,593.96
Information concerning the shares conferring distribution rights		
Number of shares	-	-
Unit distribution	-	-
Tax credits	-	-

ACTION R USD / FR0013433083		12.29.2023	12.30.2022
Currency		EUR	EUR
Allocation			
Distribution		-	-
Retained earnings for the period		-	-
Capitalisation		-1,327.61	-1,399.44
Total		-1,327.61	-1,399.44
Information concerning the shares conferring distribution rights			
Number of shares		-	-
Unit distribution		-	-
Tax credits		-	-

ACTION S USD/ FR0013455995		12.29.2023	12.30.2022
Currency		EUR	EUR
Allocation			
Distribution		-	-
Retained earnings for the period		-	-
Capitalisation		22.76	33.64
Total		22.76	33.64
Information concerning the shares conferring distribution rights			
Number of shares		-	-
Unit distribution		-	-
Tax credits		-	-

3.11. Allocation table of amounts available for distribution relating to net capital gains and losses*(in the accounting currency of the UCITS)***Payments on net capital gains and losses for the financial year**

Date	Total amount	Unit amount
-	-	-
-	-	-
-	-	-
-	-	-

	12.29.2023	12.30.2022
Allocation of net capital gains and losses	EUR	EUR
Amounts remaining to be allocated		
Previous undistributed net capital gains and losses	-	-
Net capital gains and losses for the financial year	-14,495,229.76	-13,801,022.27
Payments on net capital gains and losses for the financial year	-	-
Total	-14,495,229.76	-13,801,022.27

ACTION F EUR / FR0013433125	12.29.2023	12.30.2022
Currency	EUR	EUR
Allocation		
Distribution	-	-
Undistributed net capital gains and losses	-	-
Capitalisation	-1,459,862.40	-1,415,276.73
Total	-1,459,862.40	-1,415,276.73
Information concerning shares conferring distribution rights		
Number of shares	-	-
Unit distribution	-	-

ACTION I EUR / FR0013433109	12.29.2023	12.30.2022
Currency	EUR	EUR
Allocation		
Distribution	-	-
Undistributed net capital gains and losses	-	-
Capitalisation	-8,198,769.14	-7,904,203.93
Total	-8,198,769.14	-7,904,203.93
Information concerning shares conferring distribution rights		
Number of shares	-	-
Unit distribution	-	-

ACTION I USD / FR0013433117		12.29.2023	12.30.2022
Currency		EUR	EUR
Allocation			
Distribution		-	-
Undistributed net capital gains and losses		-	-
Capitalisation		-212,412.57	-180,193.44
Total		-212,412.57	-180,193.44
Information concerning shares conferring distribution rights			
Number of shares		-	-
Unit distribution		-	-

ACTION N EUR / FR0014002SN5		12.29.2023	12.30.2022
Currency		EUR	EUR
Allocation			
Distribution		-	-
Undistributed net capital gains and losses		-	-
Capitalisation		-88,589.97	-251,969.38
Total		-88,589.97	-251,969.38
Information concerning shares conferring distribution rights			
Number of shares		-	-
Unit distribution		-	-

ACTION R EUR / FR0013433067		12.29.2023	12.30.2022
Currency		EUR	EUR
Allocation			
Distribution		-	-
Undistributed net capital gains and losses		-	-
Capitalisation		-4,462,125.26	-3,925,378.66
Total		-4,462,125.26	-3,925,378.66
Information concerning shares conferring distribution rights			
Number of shares		-	-
Unit distribution		-	-

ACTION R USD / FR0013433083		12.29.2023	12.30.2022
Currency		EUR	EUR
Allocation			
Distribution		-	-
Undistributed net capital gains and losses		-	-
Capitalisation		-72,898.58	-123,590.46
Total		-72,898.58	-123,590.46
Information concerning shares conferring distribution rights			
Number of shares		-	-
Unit distribution		-	-

ACTION S USD/ FR0013455995		12.29.2023	12.30.2022
Currency		EUR	EUR
Allocation			
Distribution		-	-
Undistributed net capital gains and losses		-	-
Capitalisation		-571.84	-409.67
Total		-571.84	-409.67
Information concerning shares conferring distribution rights			
Number of shares		-	-
Unit distribution		-	-

3.12. Table of results and other characteristic elements of the SICAV over the last 5 periodsUCIT creation date: 8th october 2019

Currency

	12.29.2023	12.30.2022	12.31.2021	12.31.2020	-
Net assets	60 151 264,63	100,383,233.46	101,227,206.21	86,209,776.67	-

ACTION F EUR / FR0013433125

SHARE currency: DEVISE 1

	12.29.2023	12.30.2022	12.31.2021	12.31.2020	-
Number of outstanding shares	66,016	89,628.079	129,998.641	152,356.079	-
Net asset value	92.05	115.2	145.54	149.06	-
Unit distribution net capital gains and losses (including interim payments)	-	-	-	-	-
Unit distribution (including interim payments)*	-	-	-	-	-
Unit tax credit transferred to share holders (individuals) ⁽¹⁾	-	-	-	-	-
Unit capitalisation*	-20.91	-14.13	9.58	12.15	-

* The amounts of the unit distribution, the unit capitalization and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalization is the sum of earnings and higher net capital losses and the number of units outstanding. This calculation method has been applied since 1 January 2013.

⁽¹⁾ In application of the Tax Instruction of 4 March 1993 of the General Tax Directorate, the unitary tax credit is determined on the day the dividend is clipped by dividing the total amount of the tax credits amongst the outstanding units on that date.

ACTION I EUR / FR0013433109

SHARE currency: EUR

	12.29.2023	12.30.2022	12.31.2021	12.31.2020	-
Number of outstanding shares	377,532.919	507,435.281	380,820.036	302,011.949	-
Net asset value	90.23	113.42	143.94	148.24	-
Unit distribution net capital gains and losses (including interim payments)	-	-	-	-	-
Unit distribution (including interim payments)*	-	-	-	-	-
Unit tax credit transferred to share holders (individuals) ⁽¹⁾	-	-	-	-	-
Unit capitalisation*	-21.01	-14.48	8.69	11.45	-

* The amounts of the unit distribution, the unit capitalization and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalization is the sum of earnings and higher net capital losses and the number of units outstanding. This calculation method has been applied since 1 January 2013.

⁽¹⁾ In application of the Tax Instruction of 4 March 1993 of the General Tax Directorate, the unitary tax credit is determined on the day the dividend is clipped by dividing the total amount of the tax credits amongst the outstanding units on that date.

ACTION I USD / FR0013433117

SHARE currency: USD

	12.29.2023	12.30.2022	12.31.2021	12.31.2020	-
Number of outstanding shares	10,936.828	12,936.828	71,610.143	30,817.445	-
Net asset value	80.69	108.2	146.38	162.14	-
Unit distribution net capital gains and losses (including interim payments)	-	-	-	-	-
Unit distribution (including interim payments)*	-	-	-	-	-
Unit tax credit transferred to share holders (individuals) ⁽¹⁾	-	-	-	-	-
Unit capitalisation*	-18.79	-12.95	7.89	10.70	-

* The amounts of the unit distribution, the unit capitalization and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalization is the sum of earnings and higher net capital losses and the number of units outstanding. This calculation method has been applied since 1 January 2013.

⁽¹⁾ In application of the Tax Instruction of 4 March 1993 of the General Tax Directorate, the unitary tax credit is determined on the day the dividend is clipped by dividing the total amount of the tax credits amongst the outstanding units on that date.

ACTION N EUR / FR0014002SN5

SHARE currency: EUR

	12.29.2023	12.30.2022	12.31.2021	12.31.2020	-
Number of outstanding shares	6,289.992	24,916.224	3857.507	-	-
Net asset value	58.49	73.6	93.51	-	-
Unit distribution net capital gains and losses (including interim payments)	-	-	-	-	-
Unit distribution (including interim payments)*	-	-	-	-	-
Unit tax credit transferred to share holders (individuals) ⁽¹⁾	-	-	-	-	-
Unit capitalisation*	-13.70	-9.48	3.84	-	-

* The amounts of the unit distribution, the unit capitalization and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalization is the sum of earnings and higher net capital losses and the number of units outstanding. This calculation method has been applied since 1 January 2013.

⁽¹⁾ In application of the Tax Instruction of 4 March 1993 of the General Tax Directorate, the unitary tax credit is determined on the day the dividend is clipped by dividing the total amount of the tax credits amongst the outstanding units on that date.

ACTION R EUR / FR0013433067

SHARE currency: EUR

	12.29.2023	12.30.2022	12.31.2021	12.31.2020	-
Number of outstanding shares	213,809.214	259,509.525	114,754.206	74,095.802	-
Net asset value	86.31	109.64	140.62	146.41	-
Unit distribution net capital gains and losses (including interim payments)	-	-	-	-	-
Unit distribution (including interim payments)*	-	-	-	-	-
Unit tax credit transferred to share holders (individuals) ⁽¹⁾	-	-	-	-	-
Unit capitalisation*	-21.24	-15.29	6.93	9.89	-

* The amounts of the unit distribution, the unit capitalization and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalization is the sum of earnings and higher net capital losses and the number of units outstanding. This calculation method has been applied since 1 January 2013.

⁽¹⁾ In application of the Tax Instruction of 4 March 1993 of the General Tax Directorate, the unitary tax credit is determined on the day the dividend is clipped by dividing the total amount of the tax credits amongst the outstanding units on that date.

ACTION R USD / FR0013433083

SHARE currency: USD

	12.29.2023	12.30.2022	12.31.2021	12.31.2020	-
Number of outstanding shares	3,907.349	9,140.703	14,067.816	28,978.489	-
Net asset value	85.25	104.55	142.94	160.01	-
Unit distribution net capital gains and losses (including interim payments)	-	-	-	-	-
Unit distribution (including interim payments)*	-	-	-	-	-
Unit tax credit transferred to share holders (individuals) ⁽¹⁾	-	-	-	-	-
Unit capitalisation*	-18.99	-13.67	6.34	9.41	-

* The amounts of the unit distribution, the unit capitalization and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalization is the sum of earnings and higher net capital losses and the number of units outstanding. This calculation method has been applied since 1 January 2013.

⁽¹⁾ In application of the Tax Instruction of 4 March 1993 of the General Tax Directorate, the unitary tax credit is determined on the day the dividend is clipped by dividing the total amount of the tax credits amongst the outstanding units on that date.

ACTION S USD/ FR0013455995

SHARE currency: USD

	12.29.2023	12.30.2022	12.31.2021	12.31.2020	-
Number of outstanding shares	3	3	3	3	-
Net asset value	875.74	1,061.22	1,433.63	1,586.34	-
Unit distribution net capital gains and losses (including interim payments)	-	-	-	-	-
Unit distribution (including interim payments)*	-	-	-	-	-
Unit tax credit transferred to share holders (individuals) ⁽¹⁾	-	-	-	-	-
Unit capitalisation*	-183.02	-125.34	79.27	107.53	-

* The amounts of the unit distribution, the unit capitalization and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalization is the sum of earnings and higher net capital losses and the number of units outstanding. This calculation method has been applied since 1 January 2013.

⁽¹⁾ In application of the Tax Instruction of 4 March 1993 of the General Tax Directorate, the unitary tax credit is determined on the day the dividend is clipped by dividing the total amount of the tax credits amongst the outstanding units on that date.

4 inventory at 12.29.2023

Asset Code	Asset Description	Holding Status	Nominal	Market Value - FCY	Quotation Ccy	% TNA
<i>Valeurs mobilières</i>						
<i>Action</i>						
HK0000069689	AIA GROUP LTD -H-	OWN	310,000.00	2,445,089.65	HKD	4.06
KYG017191142	ALIBABA GROUP HOLDING LTD	OWN	412,000.00	3,610,139.43	HKD	6.00
KYG040111059	ANTA SPORTS PRODUCTS LTD	OWN	205,000.00	1,799,871.34	HKD	2.99
KYG070341048	BAIDU INC	OWN	45,000.00	605,549.57	HKD	1.01
CNE100000CS3	BEIJING ORIENTAL YUHONG WATERPROOF TECHNOLOGY CO LTD	OWN	760,000.00	1,860,204.22	CNY	3.09
CNE100001526	BYD COMPANY LTD	OWN	119,946.00	3,027,587.93	CNY	5.03
CNE1000002L3	CHINA LIFE INSURANCE CO H	OWN	600,000.00	703,779.69	HKD	1.17
CNE1000002V2	CHINA TELECOM CORP LTD-H	OWN	2,400,000.00	1,040,369.97	HKD	1.73
HK0883013259	CNOOC LTD H	OWN	1,960,000.00	2,953,278.39	HKD	4.91
CNE100000PH8	GLODON COMPANY LTD	OWN	310,000.00	677,358.08	CNY	1.13
US44332N1063	H WORLD GROUP LIMITED	OWN	50,000.00	1,513,327.60	USD	2.52
CNE100000WY9	HANGZHOU ROBAM APPLIANCES CO LTD -A	OWN	450,000.00	1,249,442.27	CNY	2.08
FR0000052292	HERMES INTERNATIONAL	OWN	470.00	901,836.00	EUR	1.50
HK0388045442	HKG EXCHANGES & CLEARING LTD -H-	OWN	60,000.00	1,863,764.39	HKD	3.10
KYG8208B1014	JD COM INC	OWN	50,000.00	651,969.82	HKD	1.08
CNE0000014W7	JIANGSU HENGRUI MEDICINE C A	OWN	417,000.00	2,404,409.57	CNY	4.00
US4824971042	KE HOLDINGS INC ADR	OWN	62,000.00	909,643.84	USD	1.51
CNE0000018R8	KWEICHOW MOUTAI CO LTD -A-	OWN	13,700.00	3,014,443.61	CNY	5.01
KYG596691041	MEITUAN	OWN	100,000.00	949,268.06	HKD	1.58
CNE000001G38	NARI TECHNOLOGY DEVELOPMEN-A	OWN	1,140,000.00	3,243,731.12	CNY	5.39
KYG6470A1168	NEW ORIENTAL EDUCATION AND TECHNOLOGY GROUP INC	OWN	270,000.00	1,729,023.96	HKD	2.87
US7223041028	PINDUODUO INC ADR	OWN	11,000.00	1,456,677.38	USD	2.42
CNE000001R84	PING AN INSURANCE GROUP CO-A	OWN	235,000.00	1,207,309.77	CNY	2.01
CNE100002TP9	PROYA COSMETICS CO LTD A	OWN	94,000.00	1,191,132.41	CNY	1.98
LU0633102719	SAMSONITE INTERNATIONAL SA	OWN	459,000.00	1,369,918.98	HKD	2.28

Asset Code	Asset Description	Holding Status	Nominal	Market Value - FCY	Quotation Ccy	% TNA
CNE000000MK0	SHANGAI JIN JANG INTERNATIONAL HOTELS CO LTD	OWN	180,000.00	686,103.29	CNY	1.14
CNE000000C66	SHANGHAI BAOSIGHT SOFTWARE CO LTD	OWN	245,000.00	1,524,164.04	CNY	2.53
KYG8087W1015	SHENZHOU INTERNATIONAL GROUP	OWN	196,000.00	1,826,489.10	HKD	3.04
CNE1000018M7	SUNGROW POWER SUPPLY CO LTD	OWN	264,000.00	2,947,842.38	CNY	4.90
KYG8586D1097	SUNNY OPTICAL TECHNOLOGY	OWN	230,000.00	1,888,742.07	HKD	3.14
KYG875721634	TENCENT HOLDINGS LTD	OWN	150,000.00	5,104,489.03	HKD	8.49
CNE100005F09	TIANQI LITHIUM CORPORATION REGISTERED SHS H UNI REG	OWN	120,000.00	600,159.95	HKD	1.00
CNE1000031K4	WUXI APPTec CO LTD	OWN	105,000.00	973,930.11	CNY	1.62
KYG970081173	WUXI BIOLOGICS INC	OWN	350,000.00	1,200,783.52	HKD	2.00
KYG9808A1058	WUXI XDC CAYMEN INC	OWN	733.00	2,718.69	HKD	0.00
TW0002327004	YAGEO	OWN	38,000.00	671,346.30	TWD	1.12
Total, Action				59,805,895.53		99.43
Total, Valeurs, mobilières				59,805,895.53		99.43
Liquidités						
BANQUE OU ATTENTE						
	ACH DIFF OP DE CAPI	OWN	-2,083,115.35	-2,083,115.35	EUR	-3.46
	ACH DIFF OP DE CAPI	OWN	-17,513.86	-15,851.80	USD	-0.03
	ACH REGL DIFF DEV	OWN	1,906,443.57	1,906,443.57	EUR	3.17
	BANQUE CNY BPP	OWN	6,915,326.03	881,573.38	CNY	1.47
	BANQUE EUR BPP	OWN	22,684.46	22,684.46	EUR	0.04
	BANQUE HKD BPP	OWN	2,173,321.00	251,900.39	HKD	0.42
	BANQUE USD BPP	OWN	70,595.49	63,895.99	USD	0.11
	VTE DIFF TITRES EUR	OWN	96,230.05	96,230.05	EUR	0.16
	VTE DIFF TITRES HKD	OWN	8,258,809.16	957,243.43	HKD	1.59
	VTE DIFF TITRES USD	OWN	130,189.11	117,834.19	USD	0.20
	VTE REGL DIFF DEV	OWN	-5,000,000.00	-637,405.50	CNY	-1.06
	VTE REGL DIFF DEV	OWN	-9,734,892.48	-1,128,329.97	HKD	-1.88
	VTE REGL DIFF DEV	OWN	-166,097.85	-150,335.20	USD	-0.25
Total, BANQUE, OU, ATTENTE				282,767.64		0.47
FRAIS DE GESTION						
	PRCOMGESTFIN	OWN	-1,369.68	-1,369.68	EUR	-0.00

Asset Code	Asset Description	Holding Status	Nominal	Market Value - FCY	Quotation Ccy	% TNA
	PRCOMGESTFIN	OWN	-14,091.05	-14,091.05	EUR	-0.02
	PRCOMGESTFIN	OWN	-358.73	-358.73	EUR	-0.00
	PRCOMGESTFIN	OWN	-158.90	-158.90	EUR	-0.00
	PRCOMGESTFIN	OWN	-16,078.41	-16,078.41	EUR	-0.03
	PRCOMGESTFIN	OWN	-263.35	-263.35	EUR	-0.00
	PRCOMGESTFIN	OWN	-0.81	-0.81	EUR	-0.00
Total,FRAIS,DE,GESTION				-32,320.93		-0.05
Total,Liquidites				250,446.71		0.42
Coupons						
Action						
KYG017191142	ALIBABA GRP RG	ACHLIG	475,000.00	53,740.33	USD	0.09
US44332N1063	H WORLD GRP	ACHLIG	50,000.00	41,182.06	USD	0.07
Total,Action				94,922.39		0.16
Total,Coupons				94,922.39		0.16
Total,GEMCHINA				60,151,264.63		100.00

ANNEXE IV

**TEMPLATE PERIODIC DISCLOSURE FOR THE FINANCIAL PRODUCTS REFERRED TO IN
ARTICLE 8, PARAGRAPHS 1, 2 AND 2A, OF REGULATION (EU) 2019/2088 AND ARTICLE 6,
FIRST PARAGRAPH, OF REGULATION (EU) 2020/852**

Product name: GEMCHINA

Legal entity identifier: 9695001RNK4QJYIF2X20

Environmental and/or social characteristics

Sustainable investment means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Did this financial product have a sustainable investment objective?

☐ Yes

☐ It made sustainable investments with an environmental objective: ____%

☐ in economic activities that qualify as environmentally sustainable under the EU Taxonomy

☐ in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

☐ It made sustainable investments with a social objective: ____%

☒ No

☒ It promoted Environmental/Social (E/S) characteristics and while it did not have as its objective a sustainable investment, it had a proportion of 32% of sustainable investments

☐ with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy

☒ with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

☒ with a social objective

☐ It promoted E/S characteristics, but **did not make any sustainable investments**


To what extent were the environmental and/or social characteristics promoted by this financial product met?

The responsible investment strategy is based on ESG criteria highlighting the environmental and/or social characteristics promoted by this financial product, such as companies taking into account environmental risks, reducing the environmental impact of companies in terms of air pollution, improving working conditions, promoting gender equality, protecting employees.

The benchmark for the financial product is the MSCI Emerging Markets. The index does not promote specific environmental and social characteristics.

Sustainability indicators measure how the environmental or social characteristics promoted by the financial product are attained.

• **How did the sustainability indicators perform?**

Within the framework of this financial product, research on environmental and social criteria is carried out through official publication of the companies, exchanges between the fund's management teams and the management teams of these companies, as well as with the support of rating agencies such as Sustainalytics and S&P Global (ex. Trucost). All companies promoted by the financial product are rated and analysed internally.

The company's activity is the starting point for the environmental analysis. Due to its investment theme (detailed in the section "What investment strategy does this financial product follow?"), the financial product invests in companies with low environmental impact.

The main environmental indicators are the following:

Carbon intensity or WACI (Weighted Average Carbon Intensity): This indicator measures CO₂ emissions in relation to the company's turnover. Our calculations are based on data from S&P Global (formerly Trucost).

In 2023, GemChina's portfolio WACI was 195 tonnes of CO₂ per million euros of revenue and 73.4% of GemChina's portfolio companies have a WACI 20% lower than the benchmark.

Net Zero CO₂ Emissions target: With the signing of the Paris Agreements, a number of countries have committed to reduce and eventually neutralise their country's CO₂ emissions. A growing number of companies are following these recommendations.

By 2023, 44.1% of GemChina's portfolio has a Net Zero target.

Scope 1 & 2 GHG emissions: CO₂ emissions are divided into 3 measurability groups. Scope 1 includes greenhouse gas emissions directly related to the manufacturing of products or services. Scope 2 groups together the greenhouse gas emissions linked to the energy consumption required to manufacture the product or service.

By 2023, 78% of GemChina's portfolio disclosed Scope 1 & 2 emissions.

Energy consumption and production: while analysing the company, the management teams consider for the rating the source of energy used in the production process and/or the contribution of renewable energy to the products.

The main social indicators are the following:

Training rate: the financial product promotes the continuous education of employees and their well-being. Thus, a training rate of at least 20 hours per year per employee is required for a company to qualify as a sustainable investment.

In 2023, GemChina's portfolio companies provided an average of 45 hours of training per employee.

Gender parity: the financial product is committed to promoting the participation of women in the workplace. Thus, a company is considered a sustainable investment when the number of women employees exceeds 20% of the salary base. Also, we monitor the share of women on the board of directors and for any company where the share of women is less than 10%, we commit to vote against the appointment of a male member at the General Meetings.

By 2023, the share of female employees in GemChina's portfolio companies averaged 38% and the share of women at the board level averaged 17.7%.

Human rights: with the support of the Sustainalytics platform, the financial product excludes any company with Level 5 in human rights controversy.

• **...and compared to previous periods?**

Environment:

Carbon Intensity or WACI (Weighted Average Carbon Intensity):

In 2023, GemChina's portfolio WACI was 195 tonnes of CO2 per million euros of revenue and 73.4% of GemChina's portfolio companies have a WACI 20% lower than the benchmark. In December 2022, GemChina's WACI was 241 tonnes of CO2 per million euros of revenue. This decrease compared to 2022 can be explained by the improvement in companies' production process management. During our discussions on ESG with companies, we observed that several of them now use control and monitoring tools to manage and reduce their carbon emissions. Additionally, legislation for listed companies regarding carbon emissions has significantly strengthened.

Net Zero Target:

In 2023, 44.1% of the companies in GemChina's portfolio committed to becoming Zero Carbon in the medium or long term. In December 2022, the share of companies with a Zero Carbon target stood at 39% of GemChina's portfolio companies. More and more companies are announcing their intention to become carbon neutral; however, we internally verify that this commitment is reinforced by the publication of a roadmap, the implementation of tools, or the initiation of initiatives proving the feasibility of their plans.

Social:

Training rate:

In 2023, GemChina's portfolio companies carried out an average of 45 hours of training. In 2022, the average number of training hours of employees was 32 hours. This significant increase reflects the growing awareness of the importance of employee training throughout their careers within the company, addressing various topics that promote skill development, improvement of soft skills, workplace fulfillment, and professional opportunities.

Gender parity:

In 2023, 78% of the companies in GemChina's portfolio had at least 20% of women among their employee base. This figure is down from the year 2022, where 85% of GemChina's companies had at least 20% of women among their employee base. This decline reflects the lack of women in some companies in which we newly invested in 2023. For example, companies in the manufacturing sector structurally struggle more to attract women for jobs in manufacturing plants.

In 2023, the share of women at board level in GemChina's portfolio companies was 17.7% on average. In 2022, the share of female board members in GemChina was 18.3%. This slight decrease reflects the

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January 2024



stagnation of female appointments to corporate boards of directors. As a reminder, we are committed to voting against the appointment of a male director at General Meetings when the share of women on the board is below 10%.

December 2022

	Indicator	GemChina	Benchmark
E	Carbon intensity - WACI (tons CO2/M euros of revenue)	241	451
	% companies covered	100%	99%
G	Women on the Board	18,0%	14,0%
	% companies covered	100%	97%
		Source: S&P Global, Gemway Assets	
	Indicator	GemChina	Benchmark
E	Carbon Footprint C/V (tons CO2/M euros of invested)	57	465
	Carbon Footprint C/R (tons CO2/M euros of revenue)	191	717
	% companies covered	100%	99%
S	Training hours per employee	49,0%	39,2%
	% companies covered	100%	97%
G	Board independence	32	21,5
	% companies covered	100%	41%
Human Rights	% fund under controversies	Category 5: 0%	
		Source: S&P Global, Gemway Assets	

December 2021

	Indicator	GemChina	Benchmark
E	Carbon intensity - WACI (tons CO2/M euros of revenue)	126	271
	% companies covered	90%	91%
G	Women on the Board	14,4%	10,7%
	% companies covered	100%	59%
		Source: S&P Global, Gemway Assets	
	Indicator	GemChina	Benchmark
E	Carbon Footprint C/V (tons CO2/M euros of invested)	25	225
	Carbon Footprint C/R (tons CO2/M euros of revenue)	82	526
	% companies covered	90%	91%
S	Training hours per employee	45,6%	39,6%
	% companies covered	100%	83%
G	Board independance	21,2	24,25
	% companies covered	68%	34%
Human Rights	% fund under controversies	Category 5: 0%	
		Source: S&P Global, Gemway Assets	

• **What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?**

The sustainable investment objectives that the financial product partially intends to achieve are to contribute to the achievement of the United Nations Sustainable Development Goals (SDGs). The focus is on five goals in particular. The adoption of the SDGs is systematically recommended to emerging companies. The latter are assessed on the scope of their commitment based on internal rating but also with the analysis of specialised partners (Sustainalytics and S&P Global). The SDGs are taken into account both at the operational level (company commitment) and the revenue streaming level (business impact).

At the operational level, more than 73% of the portfolio contribute to every following SDGs:

- SDG 3: Good wealth and well-being
- SDG 7: Affordable and clean energy
- SDG 8: Decent work and economic growth
- SDG 12: Responsible consumption and production
- SDG 13: Climate action

Asset allocation describes the share of investments in specific assets.

The fund also aims to encourage and strengthen companies' commitment to sustainability. For example, on the social aspect, the promotion of gender parity is considered a cornerstone, as well as the reduction of GHG emissions regarding environmental commitment.

• ***How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?***

To ensure that the sustainable investments of the financial product will not significantly harm an environmental or social objective (DNSH), Gemway Assets has established a list of normative and sectoral exclusions: tobacco production, controversial weapons, military equipment, non-conventional hydrocarbons, pornography, genome technology, coal exploration, palm oil.

• ***How were the indicators for adverse impacts on sustainability factors taken into account?***

As Gemway Assets is a management company with less than 500 employees, the consideration of PAIs is voluntary. The management company is therefore not required to consider negative sustainability impacts. Where the company chooses not to follow the provisions of the regulation, it is required to explain why implementation is not relevant to its scale under the "Comply or Explain" principle.

In this context, the Fund is not required to consider negative impacts at present. Given the geographical area concerned, i.e. emerging markets, information is not available with the same transparency as in the area where disclosure legislation is in force. However, the management company engages not to invest directly in coal exploration companies. Companies involved in the exploration and production of non-conventional fossil fuels are also excluded, with a tolerance threshold of maximum 5% of turnover.

The financial product collects and monitors more than 10 environmental and social indicators such as Scope 1, 2 and 3 greenhouse gas emissions; carbon footprint; carbon intensity; hazardous waste; water consumption; water recycling; violations of the UN Global Compact principles and the Organisation for Economic Co-operation and Development (OECD) Guidelines for Multinational Enterprises; gender pay gap; and supplementary health cover.

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

The financial product also commits to keeping the carbon intensity measured by the WACI 20% below that of the benchmark.

• ***Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:***

The portfolio managers monitor the alignment of the companies in which the financial product invests with the OECD Guidelines for Multinational Enterprises, the UN Guiding Principles on Business and Human Rights, and the ten principles of the UN Global Compact. The financial product is based on data published by the supplier Sustainalytics.

The financial product has not established a minimum threshold. However, at the end of December 2022, 86% of the financial product is aligned with the ten principles of the UN Global Compact (source: Sustainalytics).

The EU Taxonomy sets out a "do not significant harm" principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific EU criteria.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

Any other sustainable investments must also not significantly harm any environmental or social objectives.





How did this financial product consider principal adverse impacts on sustainability factors?

This financial product does not consider principal adverse impacts on sustainability factors.



What were the top investments of this financial product?

The ten main investments of GemChina at the end of December 2023 are :

Largest investments	Sector	% Assets	Country
Tencent	Software & Services	8.93%	Hong Kong
Alibaba	Software & Services	5.97%	Hong Kong
Nari Tech	Industry	5.53%	China
CNOOC	Energy	5.08%	Hong Kong
Kweichow Moutai	Beer, Wine and Spirits	5.03%	China
BYD	Automobile	5.02%	China
Sungrow Power Supply	Electrical Equipment	4.87%	China
Jiangsu Hengrui	Health Care	4%	China
AIA Group	Insurance	3.97%	Hong Kong
Oriental Yuhong	Commodity Chemicals	3.08%	China

The list includes the investments constituting the greatest proportion of investments of the financial product during the reference period which is: *Chinese sustainable consumption*



What was the proportion of sustainability-related investments?

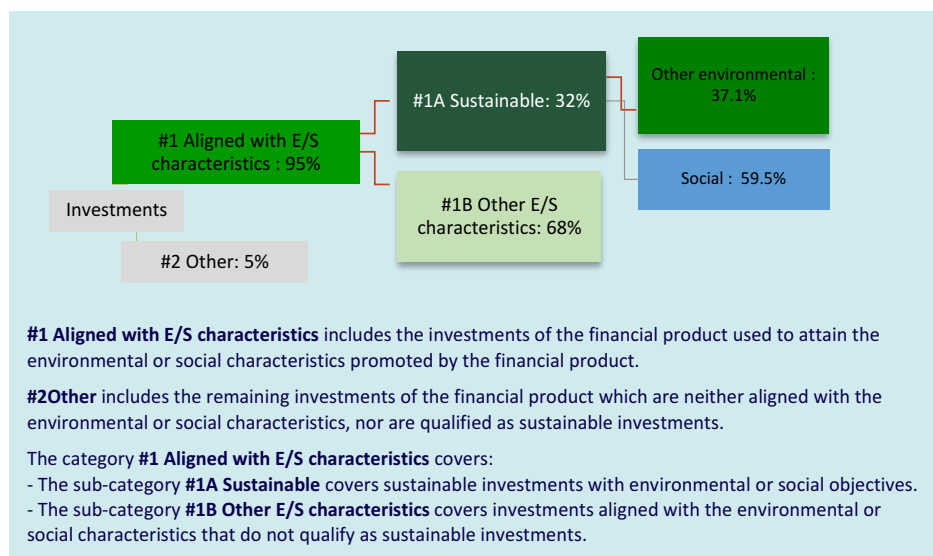
GemChina is at 32% invested in sustainable companies as per our definition (20% minimum women in the workforce, at least 20 hours training; companies releasing Scope 1+2; WACI 20% below the benchmark and Net zero target).

• What was the asset allocation?

The whole portfolio undergoes ESG analysis through normative and best in class exclusion. We consider that **GemChina is 95% aligned** according to the ESG process in place – i.e. in investments that are aligned with the promoted environmental and social characteristics (#1 Aligned with E/S characteristics).

We consider that investees involved in fossil fuel and mining are not aligned (#2Other), ie 5% of the portfolio.

GemChina is at 32% invested in sustainable companies (#1A Sustainable) as per our definition (20% minimum women in the workforce, at least 20 hours training; companies releasing Scope 1+2; WACI 20% below the benchmark and Net zero target). If we consider only social criterias, 59,5% of GemChina is sustainable investment with social objective. And 37,1% of GemChina is sustainable investment with environmental criteria.



Taxonomy-aligned activities are expressed as a share of:

- **turnover** reflects the “greenness” of investee companies today.
- **capital expenditure** (CapEx) shows the green investments made by investee companies, relevant for a transition to a green economy.
- **operational expenditure** (OpEx) reflects the green operational activities of

• *In which economic sectors were the investments made?*

The main economic sectors in which the investments were made are the following sectors:

- Energy
- Metals & Materials
- Industry
- Other Financial Services
- Technology
- Media & Internet
- Sustainable Consumption
- Consumer Staples
- Health Care
- Software and Services
- Insurance
- Banks
- Automobile



To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?

GemChina may invest in environmentally sustainable economic activities, however the investments of this financial product do not take into account the EU criteria for environmentally sustainable economic activities. **GemChina is committed to a 0% alignment with the European Taxonomy.**

• *Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy?*

☐ Yes

☐ In fossil gas ☐ In nuclear energy

X No

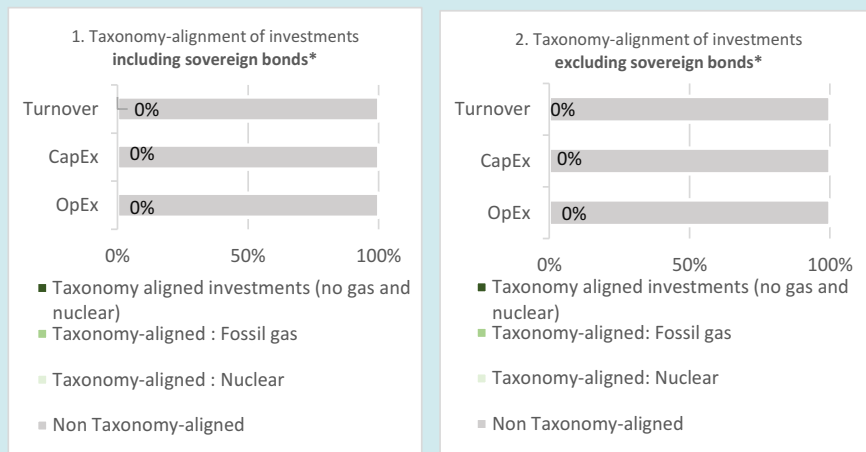
Enabling activities directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.



are sustainable investments with an environmental objective that **do not take into account the criteria** for environmentally sustainable economic activities under Regulation (EU) 2020/852.

The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.*



**For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures*

- **What was the share of investments made in transitional and enabling activities?**

Not applicable

- **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?**

Not applicable



What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?

The minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy is 15%. **In 2022, other environmental investments represented 37.1% of GemChina.**

We have decided to increase the minimum share of investments with an environmental objective to 20% for the fiscal year 2024.



What was the share of socially sustainable investments?

The minimum share of socially sustainable investments is 15%. **In 2022, socially sustainable investments represented 59.5% of GemChina.**

We have decided to increase the minimum share of social sustainable investments to 20% for the fiscal year 2024.



What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?

Investments under “#2 Other” are related to fossil fuels and mining as well as cash. As the entire portfolio is subject to a best-in-class approach, companies invested in these two sectors are also selected according to ESG criteria. Environmental and social analyses are particularly rigorous in these sectors.



What actions have been taken to meet the environmental and/or social characteristics during the reference period?

ESG meetings

In 2023, we conducted about 29 interviews focusing exclusively on ESG issues. For this purpose, we use a proprietary questionnaire, adjusted according to the company's activity and the current level of transparency. Nevertheless, issues such as gender equality and governance issues remain the focus of our discussion.

Voting engagement

In 2023, Gemway Assets exercised its voting rights in 108 general meetings, representing 84% of all possible general meetings. This figure is well above our commitment (50%). This level of commitment is particularly significant in the emerging equity asset class.



How did this financial product perform compared to the reference benchmark?

Not applicable

- ***How does the reference benchmark differ from a broad market index?***

Not applicable

- ***How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?***

Not applicable

- ***How did this financial product perform compared with the reference benchmark?***

Not applicable

- ***How did this financial product perform compared with the broad market index?***

Not applicable

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