



EDR FUND CHINA A-EUR

EdR Fund China A-EUR

CHINA EQUITY SICAV

EDMOND DE ROTHSCHILD ASSET MANAGEMENT

EMERGING MARKETS EQUITY

Fund size : EUR 69,63 mil.

GENERAL INFORMATION

Investment objective

The objective is to achieve long-term growth of the Sub-Fund's capital by investing its assets in equities of companies whose activities are predominantly linked to China.

Monthly comment

2016 will be remembered for black swans for China's economy. At the beginning of 2016, the most eye-catching topic was whether China's hard landing had already happened. At the end of 2016, the Chinese economy once again defies doomsayers and the major concern has shifted to inflation. While all these could be justified by policy and property, the big swing highlights how hard it is to forecast the world's second largest economy. In our view, we think China's economic growth to end 2016 stable, high frequency data suggests that industrial production growth could be 6.1% yoy in Dec (Nov: 6.2%). as China is entering a property down-cycle, the economy will feel much stronger headwinds in the months ahead. While media has recently reported that President Xi is open to growth falling below 6.5%, it is more likely that policy makers will maintain a relatively stable growth trajectory around 6.5% in 2017 for the political transition, but will accept more bumpy growth beyond that to carry out long-awaited and painful reforms.

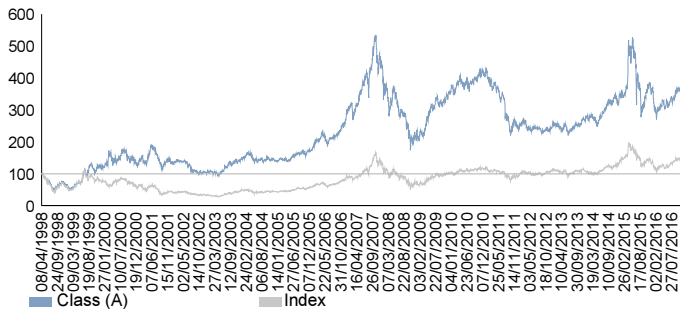
PERFORMANCES

Benchmark (Index) : MSCI China (NR) (LUX) (EUR)

Market index (NR index) : MSCI China (NR) (LUX) (EUR)

Index : Former benchmark expressed in price index chained with official benchmark expressed net dividend reinvested - NR index: Market index corresponding to the benchmark, dividend reinvested.

Performance chart (from 08/04/98 to 30/12/16)



Cumulative performances (Net of fees) (Rolling periods)

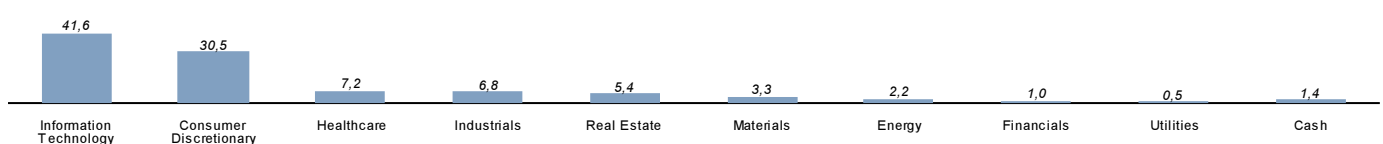
	1 month	3 months	YTD	1 year	2 years	3 years	5 years	10 years	Since inception	Annualized since inception
Class (A)	-7,58	-5,77	-8,75	-8,75	-0,52	23,28	35,48	17,25	237,74	6,71
Index	-3,54	-0,99	3,91	3,91	6,53	30,31	50,85	56,03	41,91	1,88
NR Index	-3,54	-0,99	3,91	3,91	6,53	30,31	55,64	84,97	-	-

Statistics (Rolling periods)

	Volatility		Tracking error		Sharpe ratio	
	52 weeks	3 years	52 weeks	3 years	52 weeks	3 years
Class (A)	23,77	28,04	10,03	14,46	-0,35	0,26
Index	23,88	20,88	-	-	0,18	0,45

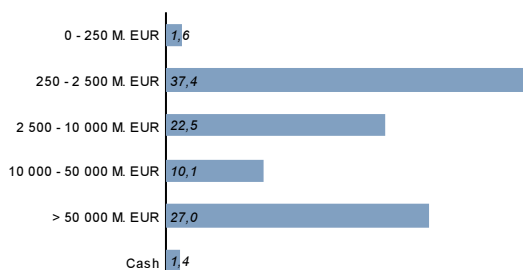
PORTFOLIO

Sector breakdown



Market cap breakdown

% of Net Assets



Top holdings

5 Main holdings (Number of holdings : 41)

	Sector	Expo (%NA)
TENCENT HOLDINGS LTD	Information Technology	10,0
ALIBABA GROUP HOLDING LTD	Information Technology	9,6
TAL EDUCATION GROUP ADR	Consumer Discretionary	6,2
CHINA MAPLE LEAF EDUCATIO	Consumer Discretionary	5,7
NEW ORIENTAL EDUCATION &	Consumer Discretionary	5,4
Total		36,8

Financial data (weighted averages)

	PER 2016	PER 2017	EPS var. 2016/2017	PCF 2016	PBV 2016	Yield 2016
	21,9	19,9	25,3	19,8	2,7	1,0

PERFORMANCE TRACK RECORD (%)

Net performance

		Jan.	Feb.	March	April	May	June	July	Aug.	Sept.	Oct.	Nov.	Dec.	Annual
2012	Class (A)	0,66	4,67	-9,63	0,60	2,64	-1,29	-0,14	-4,93	2,24	0,99	-0,36	5,13	-0,35
	Index	8,57	4,41	-6,04	4,33	-5,44	-0,81	3,93	-5,41	2,75	5,27	1,84	3,31	16,60
2013	Class (A)	1,93	1,23	-3,71	-2,42	4,72	-8,67	2,77	3,44	1,39	2,29	6,99	0,83	10,29
	Index	1,26	-0,69	-1,97	-1,10	-0,55	-7,24	2,18	2,77	3,25	1,08	5,44	-4,48	-0,72
2014	Class (A)	0,34	3,12	-3,57	-7,26	6,70	4,19	7,41	3,99	2,02	5,04	1,35	-0,72	23,92
	Index	-5,49	1,60	-1,79	-2,61	6,05	2,83	10,21	1,85	-2,54	5,07	2,60	3,55	22,32
2015	Class (A)	3,88	0,06	12,88	19,48	7,86	-13,68	-16,17	-17,39	2,68	12,92	6,27	-2,13	9,02
	Index	9,87	4,07	7,16	11,62	-1,50	-7,72	-10,01	-12,92	-1,56	10,22	1,06	-4,04	2,52
2016	Class (A)	-17,95	-1,59	4,50	2,76	3,50	-2,82	0,87	6,18	3,67	-0,96	2,95	-7,58	-8,75
	Index	-12,38	-2,93	6,70	-0,70	2,11	1,28	2,81	7,80	1,61	0,53	2,10	-3,54	3,91



EDR FUND CHINA A-EUR

EdR Fund China A-EUR

CHINA EQUITY SICAV

EDMOND DE ROTHSCHILD ASSET MANAGEMENT

EMERGING MARKETS EQUITY

Fund size : EUR 69,63 mil.

MAIN MOVEMENTS OF THE MONTH

New positions

INDUSTRIAL & COMMERCIAL B

Strengthened positions

NETEASE.COM
CNOOC LTD

Sold

HIMAX TECHNOLOGIES INC
KINGDEE INTERNATIONAL SOF
SHANGHAI HAOHAI BIOLOGICA
HONG KONG BUILDING & LOAN
DAWN RAYS PHARMACEUTICAL H

Reduced

PW MEDTECH GROUP LTD
ZHONG AO HOME GROUP LTD
DONGJIANG ENVIRONMENTAL C
PHOENIX HEALTHCARE GROUP
AUSTAR LIFESCIENCES LTD

PERFORMANCE ANALYSIS

Top 5 positive performers

(from 30/11/16 to 30/12/16)

	Av. weight (%)	Contribution (%)
CHINA MAPLE LEAF EDUCATIO	5,35	0,24
NVIDIA CORP	1,52	0,22
COLOUR LIFE SERVICES GROU	3,58	0,17
APPLE INC	2,28	0,11
SHENZHOU INTERNATIONAL GR	1,42	0,05

Top 5 negative performers

(from 30/11/16 to 30/12/16)

	Av. weight (%)	Contribution (%)
SINOSOFT TECHNOLOGY GROU	3,87	-1,35
WEIBO CORP	4,43	-0,98
NEW ORIENTAL EDUCATION &	5,28	-0,88
ALIBABA GROUP HOLDING LTD	9,32	-0,56
TAL EDUCATION GROUP ADR	5,90	-0,46

STATISTICS & PERFORMANCE ANALYSIS

Statistics (Rolling periods)

	52 weeks (week. perf.)	3 years (month. perf.)	5 years (month. perf.)
Volatility	23,77	28,04	23,30
Tracking error	10,03	14,46	13,39
Information ratio	-1,26	-0,14	-0,17
Sharpe ratio	-0,35	0,26	0,27
Alpha	-0,24	-0,16	-0,12
Beta	0,91	1,17	1,04
R2	0,83	0,75	0,67
Correlation	0,91	0,87	0,82

Performance Analysis

	Since inception (month. perf.)
% of positive performances	56,89
Minimum yield	-35,67
Maximum yield	54,10
Payback period	in progress

FUND CHARACTERISTICS

Share characteristics

Net asset value (EUR) :	257,45
Class creation date (D) :	26/06/2015
ISIN code :	LU1160365091
Bloomberg code :	EDRCHAE LX
Lipper code :	68320229
Telekurs code :	26434416
Distribution :	Accumulation
Latest coupon :	
Subscribers Type :	Individual investors

Fund Managers

Wei-Wei LI, Na YOU

Fund characteristics

Legal status	
Sub-fund launch date : 26/06/2015	Recommended investment period : > 5 years
Fund domicile : Luxembourg	
Administrative Information	
Management Company : Edmond de Rothschild Asset Management (Luxembourg)	
Delegated management Company : Edmond de Rothschild Asset Management (France)	
Administration : Edmond de Rothschild Asset Management (Luxembourg)	Valuation : Daily
Depository : Edmond de Rothschild (Europe)	Decimalised : 3 decimals
Subscription & redemption conditions : Every day by 4:30 p.m. (Luxembourg time) at the next net asset value and by 4:30 p.m. (Hong Kong time) at the day's net asset value for investors subscribing via authorised distributors in Asia. (1)	Initial minimum subscription : 1 Share (1)
Management Subscription/Redemption fees	
Actual management fees : 1,7%	Subscription fees Max./Real : 3% / 3%
Performance fees : yes (1)	Redemption fees Max./Real : no / no

(1) In the interests of clarity and transparency, please familiarise yourself with the specific features of this product as detailed in the prospectus.
(D) For your information, once the legal nature of this UCI is amended, with no impact on the purpose of the fund, and once the performance history is preserved, the launch date of the fund may fall after the start date of the performance history.

CONTACTS



Germany : contact-am-de@edr.com
Austria : contact-am-at@edr.com
Belgium : contact-am-be@edr.com
Spain : contact-am-es@edr.com
Finland : contact-am-fi@edr.com
France : contact-am-fr@edr.com

Italy : contact-am-it@edr.com
Luxembourg : contact-am-lu@edr.com
Netherlands : contact-am-nl@edr.com
Portugal : contact-am-pt@edr.com
United Kingdom :
 contact-am-uk@edr.com

Switzerland : contact-am-ch@edr.com
Sweden : contact-am-se@edr.com
Chile : contact-am-cl@edr.com
Hong Kong : contact-am-hk@edr.com



EDR FUND CHINA A-EUR

EdR Fund China A-EUR

CHINA EQUITY SICAV

EDMOND DE ROTHSCHILD ASSET MANAGEMENT

EMERGING MARKETS EQUITY

Fund size : EUR 69,63 mil.

SUBSCRIBERS TYPE

Marketing country	Investors involved in marketing
Austria Belgium Switzerland Germany Spain France United Kingdom Italy Luxembourg Netherlands Taiwan	All
Singapore	Restricted

PRODUCT RISKS AND DISCLAIMERS

The information used to value the assets of this UCITS is taken primarily from various pricing sources available on the market and/or from information provided by brokers, prime brokers or external custodians, administrative agents/managers of target funds or other products, specialists duly authorised for this purpose by this UCITS and/or its management company (where applicable), and/or directly from this UCITS and/or its management company (where applicable). With regard to index levels and compositions, the main sources used are data distributors.

Please note that the main risks of this UCITS are as follows:

- Credit risk
- Equity risk
- Risk linked to financial and counterparty contracts
- Discretionary management risk
- Risks associated with investments made through the Shanghai-Hong Kong Stock Connect programme, as described in Chapter 7.20, "Investissements in China"
- Interest rate risk
- Currency risk
- Risk linked to derivatives
- Risk linked to investing in emerging markets
- Liquidity risk

Details on the target subscribers provisions and on applicable Risks of this UCITS is found in the full prospectus or in the partial prospectus for those subfunds authorised for distribution in Switzerland of this UCITS. The status, the full prospectus, the partial prospectus for subfunds authorised for distribution in Switzerland, the key investor information document (where applicable) and the annual, semi-annual and quarterly reports are available upon request from Edmond de Rothschild Asset Management (France), its distributors and/or representatives and/or the following correspondents:

Belgium	: CACEIS Belgium SA	avenue du Port 86 c, boîte 320	B-1000 Bruxelles	Belgium
France	: CACEIS Bank	1-3 place Valhubert	75013 Paris	France
Germany	: MARCARD, STEIN & Co GmbH & Co KG	Ballindamm 36	20095 Hamburg	Germany
Italy	: Société Générale Securities Services S.p.A.	Via Benigno Crepsi 19A	MAC2 Milan	Italy
Italy	: Allfunds Bank S.A.	Via Santa Margherita 7	20121 Milan	Italy
Italy	: BNP Paribas Securities Services, Succursale di Milano	Via Ansperto 5	Milan	Italy
Italy	: State Street Bank GmbH, Succursale Italia	Via Ferrante Aporti 10	Milan	Italy
Luxembourg	: Edmond de Rothschild Asset Management (Luxembourg)	20, boulevard Emmanuel Servais	L-2535 Luxembourg	Luxembourg
Spain	: Edmond de Rothschild Asset Management (France) - Sucursal en España	Pº de la Castellana 55	28046 Madrid	Spain
Switzerland (Legal Representative)	: Edmond de Rothschild Asset Management (Suisse) S.A.	8, rue de l'Arquebuse	1204 Genève	Switzerland
Switzerland (Paying agent)	: Edmond de Rothschild (Suisse) S.A.	18, rue de Hesse	1204 Genève	Switzerland
United Kingdom	: Société Générale Securities Services Custody London	Exchange House - 12 Primrose Street	EC2A 2EG London	United Kingdom

and/or on the following website (<http://funds.edram.com>), in order that investors analyse the risks and build their own opinion, independently from any entity of the Edmond de Rothschild Group. Investors are invited to request the opinion of their Legal Counsel where necessary, to ensure the suitability of the investment with regards to their financial situation, experience and investment objectives.

In Belgium, periodic reporting are available from the financial provider CACEIS Belgium. The Net Asset Value is available on the Belgian Asset Managers' Association, BEAMA site (www.beama.be).

The numerical data, comments and analyses in this presentation reflect the opinion of Edmond de Rothschild Asset Management (France) with respect to the markets and their trends, regulation and tax issues, on the basis of its own expertise, economic analyses and information available as of today. The figures mentioned refer to past years. Past performance and ratings are not indicative of future performance and ratings. Past performance can be misleading. The value of units or shares of funds and the returns are subject to fluctuation, and investors may not get back the full amount invested. Performance data is calculated on a dividend reinvested basis. These performance do not take into account the fees and expenses collected on the issue or redemption of shares/units, or taxes levied in the client's country of residence.

The fund's investment policy does not necessarily anticipate a correlation between the fund and the mentioned benchmark. As a result, the performance of this UCITS may differ from that of the benchmark.

Figures mentioned in this document may be denominated in a currency other than that of the country in which the investor resides. As a result, potential gains may be increased or decreased by fluctuations in foreign exchange rates

The information in this document regarding this UCITS is not intended to replace the information in the full prospectus, or the partial prospectus if the cited subfund is authorised for distribution in Switzerland, the annual and semi-annual report. Prior to making any investment decision, the investor therefore has an obligation to read it.

This document is only for information and does not represent an offer to buy or a solicitation to sell; the basis of any contract or commitment; a financial, legal or tax advice. No part of this document should be interpreted as investment advice. Regulations related to fund marketing may vary from one country to the next. This UCITS may be marketed in a jurisdiction other than that of its country of registration, in particular under the private placement regime for qualified investors, when the law of that other jurisdiction authorizes it. If you have the slightest doubt about marketing requirements for this UCITS, we invite you to contact your usual adviser.

No UCITS can be offered or sold to persons, or in countries or jurisdictions where such offer or sale would be unlawful.

United States: The fund and its shares are not registered under the Securities Act of 1933 or any other US regulation. Its shares may not be offered, sold, transferred or delivered for the benefit of, or on behalf, of a US National, as defined by US law.

In accordance with current local regulations, the UCI, or the class of the UCI, have received marketing authorization to specific institutional investors, or more broadly to qualified or professional investors in the following country(ies): Singapore



EDR FUND CHINA A-EUR

EdR Fund China A-EUR

CHINA EQUITY SICAV

EDMOND DE ROTHSCHILD ASSET MANAGEMENT

EMERGING MARKETS EQUITY

Fund size : EUR 69,63 mil.

Edmond de Rothschild Fund China aims to invest between 60% and 100% of its net assets in equities and other similar securities traded on regulated markets that list companies carrying out most of their business in China. While these companies are listed primarily on the Hong Kong, Shanghai and Shenzhen exchanges, but also on other stock exchanges such as New York, Singapore and Taipei. In compliance with SFB rules, the fund does not directly invest its entire net assets in securities issued in China. Investments in China listed securities (excluding those listed on Hong Kong) will be restricted to exchange-listed securities, and the total amount in the abovementioned investment shall not exceed 10% of the fund's net assets.

The Fund's related costs are disclosed in the complete prospectus, or in the partial prospectus for those subfunds authorised for distribution in Switzerland or investors brochure; investors can also access related charges information at the FundClear website provided by the SFB. Fund dividend distribution does not represent fund returns, and past dividends do not guarantee future dividend payment. The value of the units of the fund or the income from them may rise as well as fall. MANULIFE ASSET MANAGEMENT (TAIWAN) LTD approved number: A0027, address: 9F, NO. 89 SUNGREN ROAD, 11073, TAIPEI, TAIWAN Telephone no.: 02-2757-5999

Belgian investors, if subscribing to a UCITS under French law, must be supplied with a declaration of dividends and interest received by the fund, and which must be included in their tax return. To enable the investor to calculate this amount, we have developed an app that allows him/her to obtain the result required for the tax return, which is available on the www.edram.be website. This app does not constitute tax advice and does not exempt investors from performing the checks and verifications required as taxpayers. The result is obtained from the data the investor enters into this app. The Edmond de Rothschild group cannot be held responsible for any errors or omissions on the investor's part.

(2) In connection with Article 19 bis of the Belgian Income Tax Code 1992, Belgian investors will be required, when redeeming units (mutual funds) or shares (SICAVs), to pay a withholding tax of 27% on the interest received, on the capital gains or losses and on the returns from assets invested in debt securities. This withholding tax only applies to UCIs that hold more than 27% of their assets in debt securities.

(3) The Belgian investor will, as part of the redemption of the SICAV's share classes, be called upon to bear additional fees: For accumulation units: 1.32% with a maximum of €2000; For distribution units: no fees borne

Any fees owed to the Belgian tax authorities are for information only and are not intended to be a substitute for tax advice. The tax treatment depends on the individual situation of each customer and does not absolve the Belgian investors of performing the checks and verifications necessary of a tax professional.

DEFINITIONS

The **PERFORMANCE**, often expressed as a % makes it possible to measure the capital gain or loss of an investment over a period (10% = gain of 10 units for every 100 invested). Performance can also be expressed per annum. This is equivalent to extrapolating the performance of a fund over any period to a one-year period. In either case, a loss is indicated by a negative percentage and a gain by a positive percentage.

The **VOLATILITY** of a security is the difference between performance and average performance and therefore makes it possible to gauge the consistency of performance obtained. It comprises a measure of risk. If this is zero, the individual performances are identical. The higher it is, the greater the difference between individual performances.

The **TRACKING ERROR** shows the volatility of a fund's relative performance against that of its benchmark. It shows the difference between performances and their average and so makes it possible to gauge the consistency of relative performance. The lower the tracking error, the closer the fund's performance is to that of its benchmark.

The **INFORMATION RATIO** represents the relative performance obtained by the fund manager for each agreed volatility point in comparison with the benchmark. To some degree, it is this measurement that makes it possible to establish whether the additional risk taken by the fund manager is, in comparison with the benchmark, rewarding or otherwise.

The **ALPHA** corresponds to the fund's average performance. More specifically, it measures the fund managers' added value while cancelling out market influence, which cannot be controlled. This measure is expressed as a percentage.

The **SHARPE RATIO** shows the fund's outperformance against a zero-risk interest rate (the Eonia, in this case), adjusted for fund volatility.

The **BETA** measures the market's influence (represented by a benchmark) on the performance of a fund. It shows the average variation of the fund's NAV, for each variation of 1% in the benchmark. If beta is 0.8, this means that for each 1% movement in the benchmark, the fund moves 0.8%.

The **CORRELATION COEFFICIENT** defines the direction and degree of dependence between two variables. It ranges from -1 to +1. Positive correlation means that the benchmark and the fund move in the same direction, negative correlation means that they move in opposite directions. When correlation is close to zero, the benchmark's influence on the fund is very low.

The **R2** or the **DETERMINATION COEFFICIENT** measures to what extent variations in fund performance are explained by variations in the benchmark. Mathematically, it is the square of the correlation coefficient. It always has a value of between 0 and 1.

The **GAIN FREQUENCY** represents the percentage of positive returns for a defined frequency.

The **MAX GAIN** represents the maximum return recorded from a series of periodic return payments.

The **MAX DRAWDOWN** is the maximum loss recorded over a series of periodic returns.

The **PAYBACK PERIOD** measures the time required to recover the maximum drawdown. It is often expressed in days or months. Payback begins with the return paid following the maximum loss.

The **PE = Price Earnings**. This ratio is equivalent to the ratio between the price of a share and the earnings per share. It is also known as the Earnings Capitalisation Multiple. The result is the weighted average of the PE of the securities in the portfolios.

The **VAR EPS = Variation in Earnings Per Share**. The result is the weighted average of the VAR EPS of the securities in the portfolios.

The **PCF = Price to Cash Flow**. This is the ratio between the price of a share and the cash-flow generated per share (Cash flow per share). The result is the weighted average of the PCF of the securities in the portfolios.

The **PBV = Price to Book Value**. This ratio is equivalent to the ratio between the price of a share and the book value of its equity. The result is the weighted average of the PBV of the securities in the portfolios.

The **YIELD** = This ratio is the ratio of dividend per share and share price. The returns are gross before deduction of taxes and shall take into account tax credits, if any. For example, for French and German companies, tax credits are included. In Singapore and Malaysia, the company returns are based on net dividends after corporate taxes. For a fund, the performance equals the weighted average yields of all portfolio holdings which have seconded a dividend. This ratio is expressed in % per year.

RISK SCALE

Risk and reward profile



Synthetic risk/return indicator ranks the fund on a scale from 1 to 7 (1 being the less risky ranking, 7 being the most risky ranking). This rating system is based on average fluctuations in the fund's net asset value over the past five years, i.e. the scale of changes in the index securities, both up and down. If the net asset value is less than 5 years old, the rating is determined by other regulatory calculation methods. Historic data such as those used to calculate the synthetic indicator may not be a reliable indication of the future risk profile. The current category is neither a guarantee nor an objective. Category 1 does not signify a risk free investment. For more details on the methodology of the ranking, please consult the key investor information document (KIID) of the fund.

This fund is rated in category 7, reflecting that it can be up to 110% exposed to emerging equities markets, which presents a high risk/reward profile.



EDR FUND CHINA A-EUR

EdR Fund China A-EUR

CHINA EQUITY SICAV

EDMOND DE ROTHSCHILD ASSET MANAGEMENT

EMERGING MARKETS EQUITY

Fund size : EUR 69,63 mil.

HISTORICAL DATA

Benchmark modification history

From 29/06/2015	MSCI China (NR) (LUX) (EUR)
From 12/02/2013	MSCI China (NR) (EUR)
From 20/07/2009	MSCI China (EUR)
From 08/04/1998	MSCI China - fixing 4 pm (EUR)