

## PRODUCT KEY FACTS

### China Life Franklin Global Fund – Global Growth Fund

April 2025



This statement provides you with key information about Global Growth Fund (the “**Sub-Fund**”).

This statement is a part of the offering document and must be read in conjunction with the Prospectus of China Life Franklin Global Fund.

You should not invest in this product based on this statement alone.

#### Quick facts

**Manager:** China Life Franklin Asset Management Co., Limited

**Trustee:** BOCI-Prudential Trustee Limited

**Custodian:** Bank of China (Hong Kong) Limited

**Ongoing charges:** Class A (USD)<sup>#</sup>: 1.02%  
Class A (HKD)<sup>##</sup>: 1.02%  
Class A (RMB)<sup>#</sup>: 1.02%

**Dealing frequency:** Daily (Hong Kong business day, except for Saturday and Sunday)

**Base currency:** USD

**Distribution policy:** No dividends will be declared or paid

**Financial year end of the Fund:** 31 December

**Minimum investment:** Class A (USD): USD100<sup>^</sup> initial, USD100<sup>^</sup> subsequent  
Class A (HKD): HKD1,000<sup>^</sup> initial, HKD1,000<sup>^</sup> subsequent  
Class A (RMB): RMB1,000<sup>^</sup> initial, RMB1,000<sup>^</sup> subsequent

**Minimum holding:** Class A (USD): USD100<sup>^</sup>  
Class A (HKD): HKD1,000<sup>^</sup>  
Class A (RMB): RMB1,000<sup>^</sup>

**Minimum redemption amount:** Class A (USD): USD100<sup>^</sup>  
Class A (HKD): HKD1,000<sup>^</sup>  
Class A (RMB): RMB1,000<sup>^</sup>

#This figure is an estimate only as the class of Units is not yet launched and represents the sum of the estimated ongoing expenses for a 12-month period chargeable to the class of Units expressed as a percentage of the class of Units' estimated average net asset value over the same period. The actual figure may be different from the estimate and may vary from year to year.

## The ongoing charges figures represent the ongoing expenses chargeable to each class of Units for a 12-month period ended 31 December 2024 as a percentage of the average net asset value of the relevant class of Units over the same period. It includes all aspects of operating the Fund, including the fees to be paid for investment management and administration. The figures may vary from year to year. The Manager will monitor the ongoing charges figures and, if necessary, update the figures in accordance with the relevant SFC guidance.

^ Or such other amount prescribed by the Manager from time to time, subject to (where applicable) the prior approval of the SFC and/or on giving not less than one month's prior notice.

## **What is this product?**

Global Growth Fund is a sub-fund of China Life Franklin Global Fund which is an umbrella unit trust established by a trust deed dated 5 October 2020. It is governed by the laws of Hong Kong.

## **Investment Objective and Policy**

The Sub-Fund seeks to achieve long-term capital appreciation by discovering opportunities that are overlooked or under-appreciated. To achieve this objective, the Sub-Fund will focus on long-term investment opportunities while taking advantage of short-term market volatilities, with preference over companies with a leading market position and competitive advantages that offer steady growth. The Sub-Fund aims to maximize portfolio returns by picking high quality stocks via fundamental bottom up research while reducing downside risk with thorough valuation analysis.

The Sub-Fund aims to invest at least 70% of its Net Asset Value in equity and equity related securities of companies listed on the stock exchanges in Asia Pacific, the United States and Europe.

Such equity and equity related securities include common stocks and preferred stocks. For the avoidance of doubt, less than 30% of the Sub-Fund's Net Asset Value may be invested in depository receipts. There is no pre-determined allocations into sectors, but the Sub-Fund may focus particularly on sectors that enjoy steady growth, such as technology, consumer, and healthcare related industries, it aims to minimize price volatility with appropriate diversification across regions and sectors.

The Sub-Fund may also invest less than 30% of its Net Asset Value in China A-Shares directly (e.g. via the Stock Connects). Amongst the investments in Mainland China, the equity securities that the Sub-Fund may seek to invest in may be listed on main boards and/or ChiNext market of the respective stock exchanges in Mainland China.

Further, the Sub-Fund may invest less than 30% of its Net Asset Value in listed real estate investment trusts.

There is no restriction as to geographical allocation and market capitalisation, nor a pre-defined strategy to concentrate in any particular countries. Notwithstanding the above, depending on market circumstances, the Sub-Fund's investments may be concentrated in China and the US through e.g., investing in US-listed Chinese companies.

The Sub-Fund may also invest up to 70% of its Net Asset Value in emerging markets.

In normal market conditions, the Sub-Fund may hold less than 30% of its Net Asset Value in cash or cash equivalents. Under exceptional circumstances (e.g. market crash or major crisis), this percentage may be temporarily increased to up to 100% for cash flow management.

The Manager's fundamental analysis consists of but is not limited to industry trends, companies' business models, companies' competitive advantages, and financial performance. The key stock selection criteria include industry growth opportunities, companies positioning against peers,

financial strength, and management quality. The process is supported by in-depth research and on-the-ground due diligence covering management, business partners, customers, and competitors.

The Sub-Fund may acquire financial derivative instruments for hedging purposes only.

The Manager may, on behalf of the Sub-Fund, enter into securities lending transactions for up to 25% of the Sub-Fund's Net Asset Value on a temporary basis for the purpose of meeting redemption requests or defraying operating expenses only. The Manager will not engage in other securities financing transactions on behalf of the Sub-Fund.

#### **Use of derivatives**

The Sub-Fund's net derivative exposure may be up to 50 per cent. of the Sub-Fund's net asset value.

#### **What are the key risks?**

**Investment involves risks. Please refer to the Prospectus for details including the risk factors.**

#### **Investment risk**

The Sub-Fund's investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the Sub-Fund may suffer losses. There is no guarantee of the repayment of principal.

#### **Equity market risk**

The Sub-Fund's investment in equity securities is subject to general market risks, whose value may fluctuate due to various factors, such as changes in investment sentiment, political and economic conditions and issuer-specific factors.

#### **Risk associated with high volatility of the equity market in China or the US**

High market volatility and potential settlement difficulties in the China or the US markets may also result in significant fluctuations in the prices of the securities traded on such markets and thereby may adversely affect the value of the Sub-Fund.

#### **Emerging markets risk**

The Sub-Fund invests in emerging markets which may involve increased risks and special considerations not typically associated with investment in more developed markets, such as liquidity risks, currency risks/control, political and economic uncertainties, legal and taxation risks, settlement risks, custody risk and the likelihood of a high degree of volatility.

#### **Concentration risk**

The Sub-Fund's investment may be concentrated in the China or the US markets. The value of the Sub-Fund may be more volatile than that of a fund having a more diverse portfolio of investments.

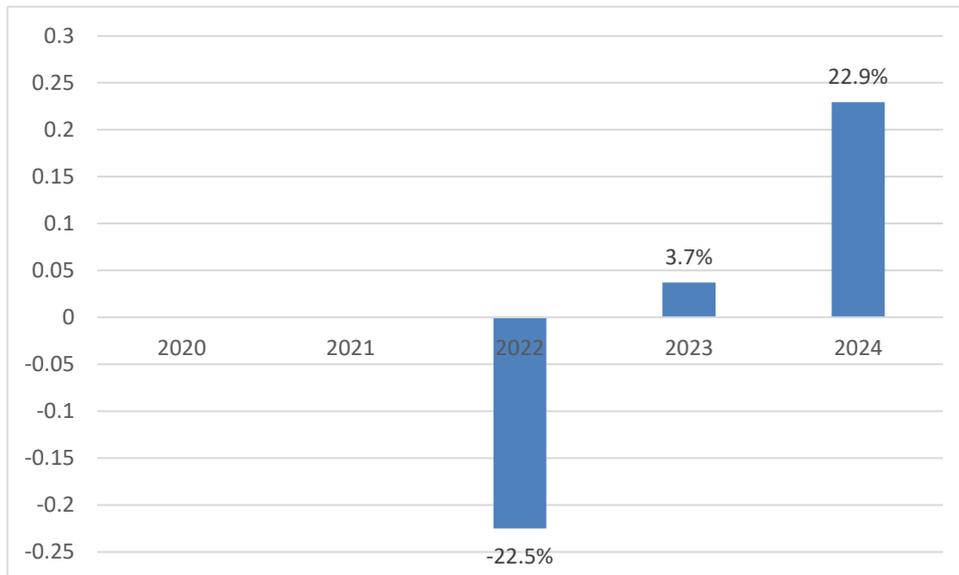
The value of the Sub-Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the China or the US markets.

#### **Currency risk**

Underlying investments of the Sub-Fund may be denominated in currencies other than the base currency of the Sub-Fund. Also, a class of shares may be designated in a currency other than the base currency of the Sub-Fund. The NAV of the Sub-Fund may be affected unfavorably by fluctuations

in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.

#### **Past Performance of the Sub-Fund**



Past performance information is not indicative of future performance. Investor may not get back the full amount invested.

The computation basis of the performance is based on calendar year end, NAV-To-NAV, with dividend reinvested.

These figures show by how much Class A (HKD) increased or decreased in value during the calendar year being shown. Performance data has been calculated in HKD taking into account charges and excluding subscription charge and redemption charge you might have to pay.

Where no past performance is shown, there was insufficient data available in that year to provide performance.

Fund launch date: 20 September 2021

Class A (HKD) launch date: 18 January 2022

Class A (HKD) is selected as representative class of Units as it is one of the retail classes with the longest performance history.

#### **Is there any guarantee?**

The Sub-Fund does not have any guarantees. You may not get back the amount of money you invest.

#### **What are the fees and charges?**

You will be given not less than one month's prior written notice should there be any increase of the following fees and charges up to a specified permitted maximum level as set out in the Prospectus.

#### **Charge which may be payable by you**

You may have to pay the following fees when dealing in the units of the Sub-Fund.

<b>Fee</b>	<b>What you pay</b>
Subscription charge <sup>^</sup>	Class A: Up to 5% of subscription amount
Switching charge <sup>^</sup>	Class A: Nil
Redemption charge <sup>^</sup>	Class A: Nil

<sup>^</sup> Investors may be subject to pricing adjustments (including fiscal charges adjustment and swing pricing mechanism) when they subscribe, redeem or switch Units of the Sub-Fund. For details, please refer to “**Adjustment of Prices**” under the section headed “**Valuation and Suspension**” in the main part of the Prospectus.

#### **On-going fees payable by the Sub-Fund**

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

	<b>Annual rate (as a % of the relevant class of Units’ net asset value)</b>
Management Fee	Class A: 1.5% per annum; Up to maximum of 3% per annum
Trustee Fee	Class A: Up to 0.5% per annum (subject to a monthly minimum of USD 5,000)
Custodian Fee	Class A: Up to 0.05% per annum
Performance Fee	Nil

#### **Other fees**

You may have to pay other fees and charges when dealing in the Sub-Fund.

#### **Additional information**

You generally subscribe and redeem units of the Sub-Fund at the net asset value per unit of the Sub-Fund calculated as at the relevant valuation day after the Transfer Agent has received your request in good order by 4:00 p.m. (Hong Kong time) on such valuation day. However, different distributors may have different dealing cut-off times.

The net asset value of the Sub-Fund is calculated and the price of units published each business day. They are available online at <http://www.clamc.com.hk> (the contents of which have not been reviewed by the SFC).

You may obtain the past performance information of other classes of Units offered to Hong Kong investors at <http://www.clamc.com.hk> where available (the contents of which have not been reviewed by the SFC).

**Important**

If you are in doubt about the contents of this statement, you should seek independent professional financial advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.