

Importance Notice:

- The Fund's investments involve significant risks, including but not limited to: credit, counterparty, market, currency, volatility, liquidity, regulatory, rating downgrade, social, economic and political risks. Investors may lose the entire value of their investments if the issuer defaults, or if the underlying securities or their underlying assets fail to liquidate or underperform.
- The markets in which the Fund invests include China and other emerging markets. Investing in emerging markets is more volatile than investing in developed markets due to the additional risks associated with political, social, economic and regulatory uncertainties which may adversely affect volatility and market liquidity. Investors should refer to the offering documents for details and risk factors associated with investing in emerging markets.
- The Fund is not equivalent to a time deposit and is not guaranteed. Investors may be exposed to significant losses, which may result in the loss of the entire value of their investment.
- The investment decision is yours. You should ensure that the intermediary has explained to you that the trust fund is suitable for you before you decide to invest in the trust fund. If you have any questions, please seek independent professional advice.
- Investment involves risks. Past performance is not indicative of future performance. Investors should not invest in the trust fund solely based on the information provided in this document. This document does not constitute an offering document. Before investing in a trust fund, you are advised to read the latest offering documents of the trust fund carefully for additional details (including the risk factors).

China Life Franklin Global Fund – Short Term Bond Fund

Fund Details	
Date of Establishment	December 2020
Fund Size	USD 156 Million
Base Currency	USD
Trustee	BOCI-Prudential Trustee Limited
Investment Manager	China Life Franklin Asset Management Co., Ltd.
Custodian Bank	Bank of China (Hong Kong) Limited
Subscription Fee	Class A & Class A2: Up to 3% maximum
Redemption Fee	None
Management Fee**	Class A: 0.4% per annum Class A2: 0.8% per annum
Trading & Valuation	Daily
Financial Year End Date	31 December
Distribution Policy	No distributions, income earned will be reinvested into the trust fund
Weighted average rating (based on the highest rating)	A

**Important Note: For details on other applicable fees, please refer to the offering documents.

Fund Class Information				
Class	NAV per Unit	Minimum Initial Subscription	ISIN Code	Bloomberg Code
Class I - USD	12.1446	1,000,000	HK0000664489	CLSTFIU HK
Class A - USD	11.9888	100	HK0000664422	CLSTFAU HK
Class A - HKD	11.9448	1,000	HK0000664430	CLSTFAH HK
Class A2 - USD	11.4359	100	HK0000946019	CLSBA2U HK
Class A2 - HKD	11.3918	1000	HK0000946027	CLSBA2H HK
Class I - HKD	-	5,000,000	HK0000664497	-

Note: Some categories do not have issued units; as of: Nov 28, 2025

Fund Investment Objective and Strategy

The Fund aims to achieve higher returns than money market funds by mainly investing in short-term bonds denominated in US dollars. It seeks to achieve its investment objective by allocating at least 70% of its net asset value to fixed-income securities denominated in US dollars, including but not limited to US Treasury bonds (including Treasury bills), bonds, notes, and other debt instruments issued by the government (including local governments), semi-governmental agencies, government agencies, multinational entities, banks or companies, as well as certificates of deposit and deposits with credit institutions.

The weighted average duration of the Fund's investments is expected not to exceed two years. The Fund will only invest in investment-grade fixed income securities. Investment grade refers to a credit rating of BBB- and/or Baa3 or equivalent and above given by any of the following internationally recognized credit rating agencies: Standard & Poor's, Moody's or Fitch.

Fund Manager Comments

In early November, a US government shutdown and the subsequent absence of key official data exacerbated policy and market uncertainties. Minutes from the October FOMC meeting and public remarks from officials revealed heightened divergence within the Federal Reserve regarding the future path of interest rate cuts. The federal government shutdown concluded on 12 November, after which delayed data releases showed September non-farm payrolls increased by 119k, exceeding market expectations, although the unemployment rate unexpectedly rose to 4.4%. The lack of October CPI data complicated inflation assessments. Overall, signs of cooling have emerged in the US labour market, but conditions do not yet point to a hard landing. While inflation has retreated from its peak, it remains stubbornly above the Fed's target. By the end of the month, market pricing implied an 83% probability of a rate cut in December, with the yield curve exhibiting a bull steepening trend. Credit spreads widened during November, primarily due to new issuance supply from technology sector corporate bonds and a broader pullback in risk assets.

In response to market volatility, the fund focused on selecting bonds with high credit quality and good liquidity. Meanwhile, the fund dynamically adjusted portfolio duration based on evolving economic data and the market environment, optimising the allocation between short-term and medium-to-long-term bonds to actively generate returns while maintaining portfolio stability.

November 2025

Cumulative Performance (%)

Class	1 Month	3 Month	6 Month	12 Month	Year-to-Date	Since Inception
Class I - USD	0.41	1.64	3.62	6.23	6.03	21.50
Class A - USD	0.38	1.55	3.45	5.89	5.72	19.84
Class A - HKD	0.55	1.40	2.68	5.88	5.95	19.45
Class A2 - USD	0.35	1.45	3.24	5.46	5.32	14.24
Class A2 - HKD	0.52	1.30	2.47	5.46	5.56	13.78

Historical Performance (%)

Class	2021	2022	2023	2024
Class I -USD	0.86	1.45	5.35	6.31
Class A - USD	0.29*	1.21	5.24	6.12
Class A - HKD	0.56*	1.11	5.22	5.33
Class A2 - USD	-	-	2.77*	5.55
Class A2 - HKD	-	-	2.74*	4.92

Note: Unless otherwise stated, all data is as of Nov 28, 2025; A shares were issued on March 29, 2021, A2 shares were issued on August 8, 2023, and I shares were issued on December 29, 2020.

All performance data is based on net asset value, and dividends (if any) are reinvested. Performance data has deducted current expenses but does not include subscription and redemption fees. If the performance of a category/period is not shown, it means that there is insufficient data to calculate the performance for that period. Past performance is not an indicator of future performance.

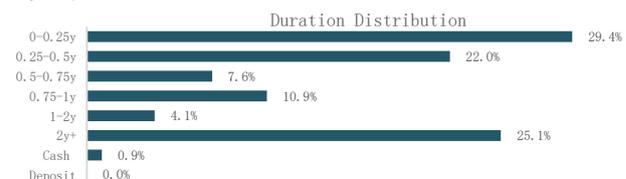
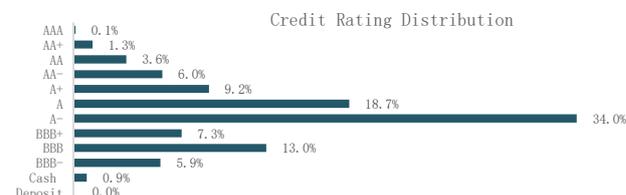
*Returns are from launch date to year-end and are not annualized.

Source: China Life Franklin Asset Management Co., Ltd.

■ Net Asset Value per Unit (Class I – USD)



Top 5 Holding Regions	%
Chinese Mainland	35.0
Japan	13.9
South Korea	12.0
United Kingdom	9.4
United States	8.2



Note: Rating and regional distribution data are sourced from Bloomberg; the best rating is used for calculation; if the relevant security itself does not have a credit rating, the debt category rating of the security issuer is used as a reference. Due to rounding, the total percentage may not equal 100.

Top Five Largest Investment Bond Holdings	%
ZHONAN 3 1/2 03/08/26	3.6
CCAMCL 1 7/8 01/20/26	3.6
MARUB 1.577 09/17/26	3.0
NTT 1.162 04/03/26	2.8
NIPLIF 4.7 01/20/46	2.7

Source: China Life Franklin Asset Management Co., Ltd.