



### Comparative Key Features and Risks of the Existing and the Newly Approved Target Fund of BDO China Equity Feeder Fund

	EXISTING	NEW
Target Fund Name	<b>ChinaAMC China Focus Fund</b>	<b>Blackrock Global Funds (BGF) China Fund</b>
Share Class / ISIN / Bloomberg Ticker	USD Class / HK0000352960 / CACFUSD HK	D2 USD Class / LU0359204475 / BLKCHD2 LX
Legal Structure	Umbrella Unit Trust	Undertaking for Collective Investment in Transferable Securities (UCITS)
Investment Objective, Policy and Strategy	<p>The Fund seeks to provide Unitholders with long term capital growth through exposure to China-related companies by investing in equities and equity related instruments traded both onshore and offshore China.</p> <p>The investment strategy of the Target Fund seeks to take investment exposure to companies which are headquartered in or have significant business exposure to China.</p> <p>It is expected that approximately 70% to 100% of the Target Fund's portfolio will be invested directly and indirectly in equity securities issued by companies which are listed or being offered in an initial public offer on official stock markets in Hong Kong, China (A Share and B Share markets), the United States, Singapore, and other countries.</p> <p>The Target Fund's portfolio may also be partially allocated to cash and/or cash based instruments but it is expected such allocation will not exceed 30% of the Target Fund's net asset value. The Target Fund may also use financial derivative instruments (including index futures, index options and index and currency swaps) to hedge market and currency risk only.</p>	<p>The China Fund seeks to maximize total return. The Fund invests at least 70% of its total assets in the equity securities of companies domiciled in, or exercising the predominant part of their economic activity in, the People's Republic of China.</p> <p>The Fund may use derivatives for investment purposes and for the purposes of efficient portfolio management.</p>
Domicile	Hong Kong	Luxembourg
Investment Manager	China Asset Management (Hong Kong) Limited	BlackRock Investment Management (UK) Limited
Custodian / Depository	Citibank N.A., Hong Kong Branch	The Bank of New York Mellon (International) Limited, Luxembourg Branch
Management Fee	1.8% p.a.	0.75% p.a.
NAV, as of Dec. 2017	USD 48.35 Million	USD 1,636.75 Million

<p>Key Risks Related to the Target Fund</p> <p><i>(The foregoing list of risk factors does not purport to be a complete enumeration or explanation of the risks involved in purchasing the shares of the Target Fund. Prospective investors should read the entire Prospectus and the relevant Supplements and consult with their own advisors before deciding whether to invest in the Fund.)</i></p>	<p style="text-align: center;"><b>ChinaAMC China Focus Fund</b></p> <ul style="list-style-type: none"> <li>• <b>Investment Risk</b> - There is no guarantee of the repayment or principal. The instruments invested by the Target Fund may fall in value.</li> <li>• <b>Single Country Investment Risk</b> - The concentration of the Target Fund's investments in China-related companies may result in greater volatility than portfolios which comprise broad-based global investments.</li> <li>• <b>Counterparty Risk of Access Products</b> - The Target Fund will not invest directly in A Shares but will instead obtain exposure to the A Share market by investing into access products. If an issuer of an access products defaults, the Target Fund may be exposed to potential losses equal to the full value of that access product.</li> <li>• <b>Risk of Limited Access Products</b> - The availability of access products is limited by applicable regulations in China and as a result, the cost of investing in access products is subject to market supply and demand forces.</li> <li>• <b>Risk Associated with the Qualified Foreign Institutional Investor (QFII) System</b> - The current QFII policy and rules are subject to change and any such change could adversely impact the Target Fund's investments in access products.</li> <li>• <b>China Tax Risk</b> - There are risks and uncertainties associated with the current Chinese laws, regulation and practice in respect of capital gains realized by QFIIs on selling of A Shares.</li> <li>• <b>Multi-currency Conversion Risk</b> - The Target Fund will hold investments denominated in currencies different to the base currency of the Target Fund, meaning the Target Fund will be at risk to</li> </ul>	<p style="text-align: center;"><b>Blackrock Global Funds (BGF) China Fund</b></p> <ul style="list-style-type: none"> <li>• <b>Currency Risk</b> – Foreign currency exchange rate movements are likely to influence the returns to investors, hence investors may be exposed to exchange rate risks.</li> <li>• <b>Emerging Market Risk</b> – The Fund may invest in one or more emerging markets and may be subject to a higher than average volatility than investing in a more developed markets.</li> <li>• <b>Foreign Investment Restrictions Risk</b> – Some countries prohibit or restrict investment, or the repatriation of income, capital or the proceeds from sale of securities. Such restrictions may delay the investment or repatriation of capital of the Target Fund.</li> <li>• <b>Equity Risk</b> – The values of equities fluctuate daily and can be influenced by many factors including issuer-specific factors and broader economic and political developments.</li> <li>• <b>Liquidity Risk</b> – Trading volumes in the underlying investments of the Target Fund may fluctuate significantly, due to the factors including market development, market sentiment or regulatory/government intervention. An inability to readily sell investments at the desired time or price may negatively impact the Target Fund.</li> <li>• <b>Derivatives Risk</b> – The use of derivatives may expose the Target Fund to a higher degree of risk.</li> <li>• <b>Securities Lending Risk</b> – The Target Fund may engage in securities lending. As such, the Fund will have a credit risk exposure to the counterparties to any securities lending contract.</li> <li>• <b>Smaller Capitalization Companies Risk</b> – The Target Fund may invest in small cap companies. Such</li> </ul>
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	<p>adverse movements in the foreign currency rates.</p> <ul style="list-style-type: none"> <li>• <b>Performance Fee Risk</b> - The Target Fund is subject to a performance fee and a unitholder redeeming units may still be subject to the performance fee charge in respect of such units, even though he/she has suffered a loss in the investment capital.</li> </ul>	<p>investments may have higher than average volatility and liquidity risks.</p>
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Top 10 Equity Holdings (as of Dec. 31, 2017)	Security Name		Security Name	
		Weight		Weight
	Tencent Holdings Ltd.	7.76%	Tencent Holdings Ltd.	9.21%
	Ping An Insurance, Class H	7.69%	China Construction Bank Corp	8.59%
	Alibaba Grp. Holding Ltd.		Alibaba Grp. Holding Ltd.	8.24%
	Sponsored ADR	6.75%	Bank of China Ltd.	5.74%
	CSPC Pharmaceutical Grp Ltd.	4.40%	Baidu Inc.	4.69%
	Sino Biopharmaceutical Ltd.	3.89%	China Pacific Insurance Group Co.	3.98%
	NetEase, Inc Sponsored ADR	3.77%	NetEase Inc	3.45%
	BAIC Motor Corp Ltd, Class H	3.53%	Guangshen Railway Co Ltd.	3.29%
	China Zhengtong Auto Services	3.34%	China Taiping Insurance Holdings	3.27%
	Fosun International Limited	3.16%	CNOOC Ltd	3.21%
	JD.com, Inc. Spon. ADR, Class A	2.45%		

#### CALENDAR YEAR FUND PERFORMANCE

	<b>ChinaAMC China Focus Fund</b>	<b>Blackrock Global Funds (BGF) China Fund</b>
2015	-12.37%	-1.82%
2016	-11.45%	5.91%
2017	43.61%	37.72%
Since Inception of BDO CEFF (10/29/2015 to 01/24/2018)	39.78%	61.46%

Sources: Target Funds' Fact Sheet, Product Highlights Sheet and Prospectus available at [www.chinaamc.com.hk](http://www.chinaamc.com.hk) and [www.blackrock.com/sg](http://www.blackrock.com/sg)