

IMPORTANT NOTES AND KEY FACTORS

- BOCHK RMB High Yield Bond Fund (the "Sub-Fund") described in this document is a Sub-Fund of BOC (Europe) UCITS SICAV (the "Fund"), a Luxembourg domiciled umbrella investment company with variable capital (société d'investissement à capital variable) incorporated under the form of a société anonyme in the Grand Duchy of Luxembourg. It qualifies as an undertaking for collective investment in transferable securities ("UCITS") under Part I of the 2010 Law.
- It is provided for information purposes only which does not constitute an offer or a solicitation by anyone in any jurisdiction in which such offer is unlawful or in which the person making such offer or solicitation is not qualified to do so or to anyone to whom it is unlawful to make such offer or solicitation.
- Investors should not make any investment decisions based only on this document alone, but should read it together with the Prospectus of the Fund including the Sub-Fund and the relevant Key Investor Information Document (KIID) as amended and supplemented from time to time and should refer to the "Risk Factors" section of the Prospectus and the KIID for further details relating to the risk of the Sub-Fund. A current prospectus and a KIID available from www.luxcellence.com must accompany or precede this material if it is distributed to prospective investors. The capitalised terms used in this document have the same meaning as the terms used in the Offering Documents of the Sub-Fund.
- The Sub-Fund is an investment fund and not a bank deposit. The repayment of principal is not guaranteed. Investors should be aware that the value of shares of the Sub-Fund may fall as well as rise. Investors may lose a substantial proportion or all of their investment in the extremely adverse condition.
- The Sub-Fund is subject to the risks of investing in emerging markets including the People's Republic of China ("PRC") and investments into non-investment grade and non-rated bonds are subject to higher credit risk. The Sub-Fund is exposed to liquidity and operational risks linked to investments in the PRC and to the RQFII system. RMB is not a freely convertible currency and is subject to foreign exchange control policies of and repatriation restrictions imposed by the PRC. There is no guarantee that RMB will appreciate in value. Investors must accept the exchange rate risks if investment is made in HKD or USD. The Sub-Fund may use derivative instruments, which means financial instruments whose value depends on those of an underlying asset. Therefore, fluctuations in the price of an underlying asset, even if minor, could lead to significant variations in the price of the corresponding derivative instrument. With the use of over-the-counter derivatives, there is a risk that the counterparty to the transactions will wholly or partially fail to honor its contractual obligations. This may result in a financial loss to the Sub-Fund.
- The Sub-Fund may from time to time hold a high proportion of cash and deposits as it may take a prolonged period of time to invest into debt instruments and/or the Investment Fund Manager may consider there are insufficient investments available in the market.
- Investment vehicles in the off-shore RMB bond market are relatively limited. Liquidity and related returns may be affected.
- There are risks and uncertainties associated with the tax rules and practices of the PRC.
- The Sub-Fund may be subject to risks associated with investments in collective investment schemes, investment portfolios and/or funds managed by third parties/external asset managers.
- The investments of the Sub-Fund may involve risks including but not limited to substantial credit/counterparty downgrading, market volatility, interest rate and foreign exchange, liquidity, vulnerability to economic cycles, capital growth, regulatory and political risks.

Investment Objective

The Sub-Fund aims to generate long-term capital growth and income in RMB by investing at least 50% of its net assets in debt products, deposits and other fixed-income instruments and securities that are denominated in RMB, hedged to RMB or otherwise have exposure to RMB. The Fund adopts a total return strategy and thus is not tied to a benchmark.

SRRI - Risk and Reward Profile



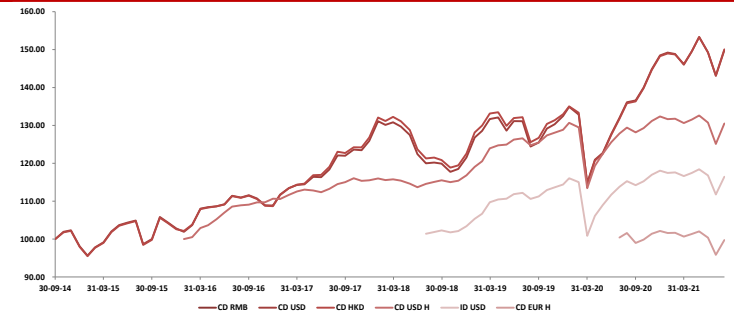
Top 5 Holdings—Bonds

Top 5 Holdings—Bonds	Sector	Weight
Haimen Zhongnan I.D.I. 11.5% 07 Apr 2023 (call date)	Real Estate	2.8%
Sunac China Holdings 6.8% 20 Oct 2023 (call date)	Real Estate	2.8%
Times China Holdings Ltd 6.2% 22 Sept 2023 (call date)	Real Estate	2.4%
Guangzhou Fineland R.E.D. 13.6% 27 Jul 2023 (call date)	Real Estate	2.3%
Yango Justice International 7.5% 15 Oct 2022 (call date)	Real Estate	2.3%

Fund Information

Management Company	Luxcellence Management Company S.A.
Investment Manager	BOCHK Asset Management Limited
Fund Size (Million)	RMB 539.79 Million (EUR 70.8 Million)
Dealing Frequency	Daily
Subscription Fee	Up to 5.25%
Redemption Charge	N/A
Investment Management Fee¹	Retail: Up to 1.00% p.a., Institutional: Up to 0.70% p.a.
Management Company Fee¹	Up to 0.25% p.a.
Depositary and administration fees¹	Up to 0.115% p.a.
Dividend Policy²	Aims to pay dividend on quarterly basis
Base Currency / Portf. Creation Date	RMB (CNH) / 12/09/2014
Average Yield to Worst⁴	14.7% p.a.
Avg. Duration / Issuers / Securities	1.9 Years / 59 / 88

Performance Chart



Portfolio Manager

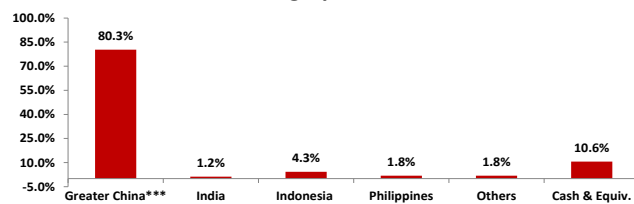
Mr Ming JIA: 22 years of experience and currently Deputy CIO for BOCHK AM. He led Fixed Income trading at Haitong International, First Capital Securities and Southwest Securities, later working as a senior Fixed Income portfolio manager at CDH Investments and China Asset Management. Mr Jia holds a Master of Finance Degree from the University of Hong Kong and a Bachelor Degree in Economics from the Peking University.

Share Class	CD RMB	CD USD	CD HKD	CD USD-H	CD EUR-H	ID USD-H	XD USD-H	C EUR-H	I EUR-H	I USD-H	I USD
Launch date	26/05/2017 ³	26/05/2017 ³	26/05/2017 ³	26/05/2017 ³	27/07/2020	09/07/2018	26/05/2017 ³	30/04/2021	30/04/2021	30/04/2021	30/04/2021
NAV per share³	116.11	115.42	115.16	94.11	95.79	97.02	100	100	100	100	100
Min. Initial Investment	6,000 CNH	1,000 USD	6,000 HKD	1,000 USD	1,000 EUR	1,000,000 USD	25,000,000 EUR	1,000 EUR	1,000,000 EUR	1,000,000 USD	1,000,000 USD
ISIN ID	LU1101303177	LU1101282231	LU1101299631	LU1101254024	LU1791937011	LU1809162610	LU1791937102	LU2341048614	LU2341048705	LU2341048887	LU2341048960
Bloomberg ID	CBRHRCDLX	CBRHUCDLX	CBRHHCDDLX	RDHYCDLX	BRHYCDHLX	BRHYDHLX	BRHYXDLX	BOHYBCE:LX	BOHYBIE:LX	BOHYBIH:LX	BOHYBBR:LX
ALLFUNDS	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes	Yes
Volatility 1Y/3Y (%)	6.35/10.12	8.19/12.17	8.12/12.18	6.36/10.15	6.37/5.24*	6.38/10.13**	-	-	-	-	-
Sharpe Ratio 1Y/3Y	0.070/0.25	1.20/0.52	1.24/0.49	0.10/0.29	0.05/0.28*	0.13/0.32**	-	-	-	-	-

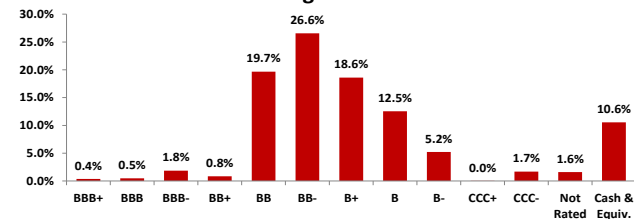
Allocation

Total Return Performance⁵⁶

Geographical Allocation



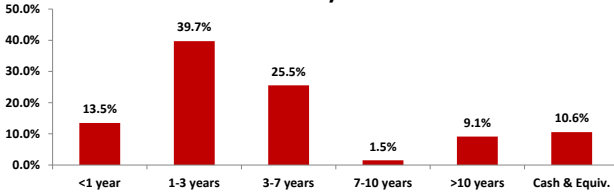
Rating Allocation



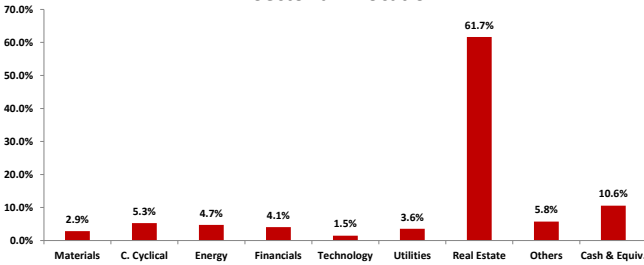
Cumulative Perf. YTD 1 Month 3 Months 1 years 3 years Since Inception

	YTD	1 Month	3 Months	1 years	3 years	Since Inception
Distribution	CD RMB	0.22%	4.53%	-1.02%	3.47%	55.77%
	CD USD	0.92%	4.73%	-2.30%	10.09%	48.22%
	CD HKD	1.21%	4.81%	-2.12%	10.47%	48.73%
	CD USD-H	-1.40%	4.32%	-1.58%	0.84%	30.51%
	CD EUR-H	-2.34%	4.09%	-2.23%	-0.25%	1.04%
	ID USD-H	-1.34%	4.20%	-1.66%	1.03%	14.35%
Accumulation	XD USD-H	-	-	-	-	-
	C EUR-H	-	-	-	-	-
	I EUR-H	-	-	-	-	-
	I USD-H	-	-	-	-	-

Maturity Allocation



Sectorial Allocation



	Calendar Year	2016	2017	2018	2019	2020
Distribution	CD RMB	12.3%	8.1%	1.8%	10.5%	4.5%
	CD USD	5.9%	15.7%	-3.5%	9.0%	12.1%
	CD HKD	5.9%	16.7%	-3.3%	8.5%	11.5%
	CD USD-H	10.6%	4.4%	1.1%	10.3%	2.7%
	CD EUR-H	-	-	-	-	0.7%
	ID USD-H	-	-	3.3%	10.1%	3.2%
Accumulation	XD USD-H	-	-	-	-	-
	C EUR-H	-	-	-	-	-
	I EUR-H	-	-	-	-	-
	I USD-H	-	-	-	-	-
	I USD	-	-	-	-	-

Portfolio Manager's Market Overview

- The Asian high yield market rebounded from its July's level, boosted by the improved sentiment in China's property sector. The JACI Non-Investment Grade Corporates Total Return Index was up 1.72% in Aug. The JACI composite total return index was up 0.96%, as the UST yield lingered in a narrow range. However, the total High Yield new issues out of Asia was only USD 3 Billion, even lower than in July.
- The market gradually recovered from July's massacre in the first two weeks of Aug. Badly beaten B's led the charge with Kaisa's long end rallying more than 10 points. Even unpopular names such as Fantasia and Zhongliang found some support. Most of developers' first half of 2021 financial results met with companies' guidance and market's expectation, which helped to console the market. Underperformers such as Cenchi were punished with their bonds being pushed down 5-8 points after the publication of the aforementioned results. Evergrande vowed to shore up its liquidity by asset disposals though little progress was made. Investors increasingly treated Evergrande as an isolated event and Evergrande's bonds trading in 30s did not see much contagious effect. Industrial names recovered nicely as most names returned to their highs in May/June.
- The non-China sector also rallied back from their July weakness. The dovish tone of Fed's chairman kept EM assets elevated. In Aug, the RMB was trading at a narrow range against USD as this latter has been stable against most major currencies. CNH appreciated by 0.14% and CNY was flat respectively, when DXY index was up 0.3%. In the medium to long run, we still see RMB as a solid currency, driven by the relatively strong performance of China's domestic economy and the rising of overseas demand for RMB-denominated assets. We continue seeing RMB comparably attractive on a mid-term risk-adjusted basis when comparing to other Asian currencies. Hence, the Fund will maintain its exposure to the RMB.
- The fund recouped all the losses incurred in July after stomaching the volatilities. We refrained for cutting loss in July and bottom fished some B+ bonds. We had to sell bonds to meet the redemptions in Aug. The current valuation still looks attractive by historical standard even after the rebound. Maybe we have already seen the worst of the market, though a grain of caution is always required. We'll keep the risk profile roughly stable and try to find some credit improvement opportunities.

Dividend History ⁷

	Share Class	Ex Dividend Date	NAV as of ex dividend date	Dividend	Annualized Yield ⁸
06/2021	Class CD RMB	2021/06/30	RMB 115.83	RMB 1.55	5.5%
	Class CD USD	2021/06/30	USD 114.98	USD 1.54	5.5%
	Class CD HKD	2021/06/30	HKD 114.56	HKD 1.54	5.5%
	Class CD USD-H	2021/06/30	USD 94.27	USD 1.26	5.5%
	Class CD EUR-H	2021/06/30	EUR 96.39	EUR 1.29	5.5%
	Class ID USD-H	2021/06/30	USD 97.29	USD 1.31	5.5%
03/2021	Class CD RMB	2021/03/31	RMB 116.60	RMB 1.50	5.3%
	Class CD USD	2021/03/31	USD 113.98	USD 1.48	5.3%
	Class CD HKD	2021/03/31	HKD 113.69	HKD 1.47	5.3%
	Class CD USD-H	2021/03/31	USD 95.44	USD 1.22	5.2%
	Class CD EUR-H	2021/03/31	EUR 100.68	EUR 1.26	5.2%
	Class ID USD-H	2021/03/31	USD 100.94	USD 1.26	5.2%
12/2020	Class CD RMB	2020/12/31	RMB 118.92	RMB 1.72	5.9%
	Class CD USD	2020/12/31	USD 117.41	USD 1.69	5.9%
	Class CD HKD	2020/12/31	HKD 116.80	HKD 1.68	5.9%
	Class CD USD-H	2020/12/31	USD 97.96	USD 1.42	5.9%
	Class CD EUR-H	2020/12/31	EUR 100.68	EUR 1.46	5.9%
	Class ID USD-H	2020/12/31	USD 100.94	USD 1.46	5.9%

Achievements and Awards



BENCHMARK "Fund of the Year Awards 2020"
House Award

- Outstanding Achiever, China Fixed Income
- Asia Asset Management "2020 Best of the Best Awards"

Best of the Best Performance Awards

- RMB Bonds, Offshore, 3 Years

Manager of the Year Awards – Hong Kong

- Best RMB Manager



BENCHMARK "Fund of the Year Awards 2019"
House Award

- Best-in-Class, China Fixed Income

Manager of the Year Awards

- China Fixed Income

Asia Asset Management "2019 Best of the Best Awards"
Best of the Best Performance Awards

- RMB Bonds, Offshore, 3 Years

Best of the Best Country Awards – Hong Kong

- Best China Fund House



BENCHMARK "Fund of the Year Awards 2018"
House Award – Fixed Income

- Best-in-Class, China Fixed Income
- Best-in-Class, RMB Fixed Income
- Best-in-Class, High Yield Fixed Income

Asia Asset Management "2018 Best of the Best Awards"
Best of the Best Performance Awards

- RMB Bonds, Offshore, 5 Years

Best of the Best Regional Awards

- Best RMB Manager

International Finance Awards 2018 Financial Awards

- Most Innovative Asset Management Company

¹ Please refer to the Prospectus of the Fund including the Sub-Fund for details of other fees.

² Amount of dividend rate is not guaranteed.

³ NAV without dividend reinvested.

⁴ This figure is for reference only and does not represent future performance as well as actual performance. This figure includes currency hedging income or cost and could fluctuate widely from period to period. The Sub-Fund uses weighted average yield to worst (YTW) to show the portfolio characteristics. YTW is the lowest potential yield that can be received on the bonds portfolio without the issuer actually defaulting. YTW is calculated by making worst-case scenario assumptions on the issue by calculating the returns that would be received if provisions, like issuer call. The Sub-Fund uses the modified duration which picks the corresponding duration for the worst-case scenario.

⁵ Performance is calculated net of fee and on NAV to NAV basis with dividend reinvested, rebased to 100. Investment involves risks. Past performance is not indicative of future performance.

⁶ The Sub-Fund's performance shown above includes past performance figures from the Red Arc Global Investments (Luxembourg) Sica - BOCHK RMB High Yield Bond Fund (the "Red Arc Fund") which merged into the Sub-Fund on 29/05/2017. The investment objective, policy and strategy of the Red Arc Fund are substantially similar to those of the Sub-Fund. The Investment Manager of the Red Arc Fund and the Sub-Fund remained the same, notably BOCHK Asset Management Limited.

⁷ Payment of dividend is not guaranteed. The amount of any dividend payment is at the discretion of the Board of Directors.

⁸ The calculation method of annualized dividend yield is the following: $[(1 + \text{Distribution per Share/Price on Ex-date})^{\text{distribution frequency in a year}} - 1]$. A positive annualized yield does not imply a positive return. The Fund's dividend history shown above includes dividend information of the Red Arc Fund which merged into the Sub-Fund on 29/05/2017. Investment involves risks.

⁹ Share class launched during Portfolio creation date on 12/09/2014. The fund was still managed by BOCHKAM but it was launched under a third party SICAV called RedArc Global Investments SICAV. The Sub-fund was transferred to BOC EUROPE UCITS SICAV on 26/05/2017

¹⁰ 6M / Inception

¹¹ 1Y / 2Y

¹² Greater China includes Taiwan, Macau, Hong Kong and China