

March 2024

Target to capture yield and growth opportunities in the evolution of China bond market

Important Information

1. The Fund may invest in debt securities that are subject to actual or perceived ratings downgrade. An increase in interest rates may adversely affect the value of the bonds held by the Fund. The Fund may invest in non-investment grade and unrated bonds that may be subject to higher default, volatility and liquidity risks. The Fund invests in bonds issued or guaranteed by governments or authorities, which may involve political, economic, default or other risks. The Fund may invest in urban investment bonds issued by Chinese local government financing vehicles ("LGFVs") that are subject to default risk of the LGFVs.
2. The Fund is subject to restrictions and requirements applicable to the Renminbi Qualified Foreign Institutional Investor ("RQFII") investments, which may adversely affect the fund's value due to regulatory uncertainties. The Fund is subject to risks associated with investment in the China Interbank Bond Market.
3. The Fund's investments are concentrated in People's Republic of China (PRC). This may result in greater volatility than more broad-based investments. The Fund invests in certain emerging markets and may be subject to political, tax, economic, social and foreign exchange risks.
4. The Fund is subject to PRC tax risks, currency risks, securities lending counterparty risks, foreign investments restrictions risks, currency control/conversion risks and currency hedging risk.
5. **Class 6 Shares** and **Class 10 Shares** pay dividends gross of expenses and/or from capital at the Directors' discretion. **Class 8 Shares** pay dividends gross of expenses and/or from capital at the Directors' discretion and include interest rate differentials arising from share class currency hedging. Negative interest rate differentials may decrease the dividends paid. Paying dividends gross of expenses may result in more income being available for distribution; however these shares may effectively pay dividends from capital – may amount to a partial return or withdrawal of an investor's original investment or capital gains. All declared dividends result in an immediate reduction in the NAV price of the share class on the ex-dividend date.
6. The Fund may use derivatives for hedging and for investment purposes. However, usage for investment purposes will not be extensive. The Fund may suffer losses from its derivatives usage.
7. The value of the Fund can be volatile and can go down substantially within a short period of time. It is possible that a certain amount of your investment could be lost.
8. Investors should not make investment decisions based on this document alone. Investors should refer to the Prospectus and Key Facts Statement for details including risk factors.

5.0% p.a.
(A6 RMB)



Latest annualized yield (2/29/2024) (A6 share class aims to pay a dividend on a monthly basis. Dividend Payment is not guaranteed and is not indicative of the return of the Fund. The Fund may effectively pay dividend from capital. See important information 5) 3

Strong performance

- Ranked **1st quartile** among its peers over 5-year period¹

"Go-anywhere" with cross-border arbitrage

Access to China market seeking to capture the better income and growth opportunities:

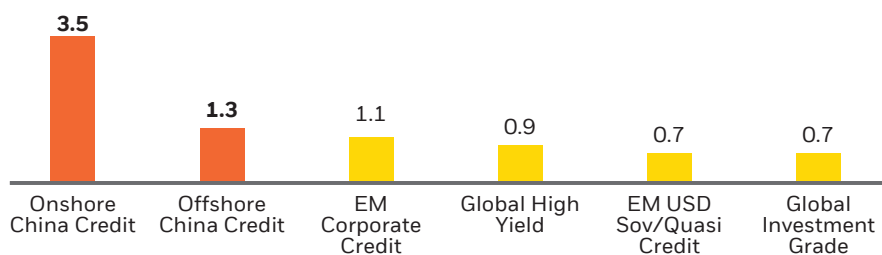
- Onshore RMB market (CIBM and the Exchange)
- Offshore Dim-sum market and hard-currency China Credit

Why invest?

1 Better risk-adjusted yield

Amidst an environment of elevated volatility and geopolitical risk, China credits offer relatively attractive yield per unit volatility versus major fixed income asset classes. Its low correlation against other key global asset classes makes it a powerful tool to build resilience in a global portfolio.

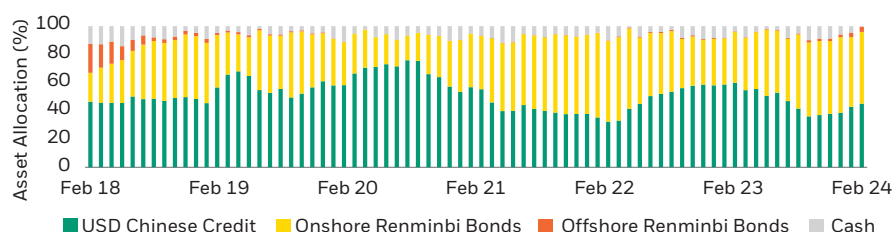
Yield per unit volatility (%)



Past Performance is not a reliable indicator of current or future results. Index returns are for illustrative purposes only. Investors cannot invest directly in an index. Source: data from BlackRock and Wind end December 2023, in USD hedged or default USD indices. Onshore China Credit: China Bond Credit Bond Index, with local currency yields capped at 50% and hedging costs added; Offshore China Credit: JACI China Index; EM Corporate Credit: JPM CEMBI Broad Diversified Index; Global High Yield: Bloomberg Global High Yield Corporate Total Return Index; EM USD Sov/Quasi Credit: JPM EMBI Global Diversified Index; Global Investment Grade: Bloomberg Global Aggregate – Corporate Index.

2 Dynamically invest across onshore and offshore credits

The low correlation between onshore China bonds vs offshore China bonds allows alpha generation through asset allocation. Our ability to tactically invest across the two markets lets us capture dislocation opportunities to maximize yields without introducing extra credit risks.



Fund Data

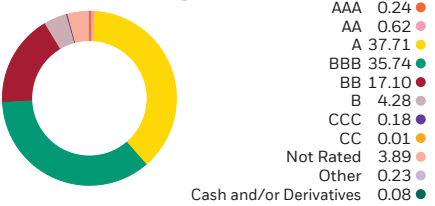
| | |
|--|---|
| Manager | Yii Hui Wong/ Yingbo Xu/ Suanjin Tan ⁴ |
| Inception | 11.11.2011 |
| Currency | Unhedged: CHF, RMB, USD, EUR |
| | Hedged: AUD, CAD, EUR, GBP, HKD, JPY, NZD, SGD, USD |
| Total Fund Size (m) | RMB21,259.91 |
| Annual Management Fee (Including Distribution fee, if any) | 0.75% |
| Initial Charge | 5% |
| Bloomberg Ticker | BGRBA2C |
| ISIN Code | LU0679940949 |
| NAV (RMB) | 102.41 |
| Standard Deviation (3 years) | 3.08% |
| Average Maturity (years) | 5.98 |
| Effective Duration (years) | 4.38 |
| Yield (in RMB with FX Hedging) | 4.6% |
| Average credit rating | BBB |

Composition of Fund (%)

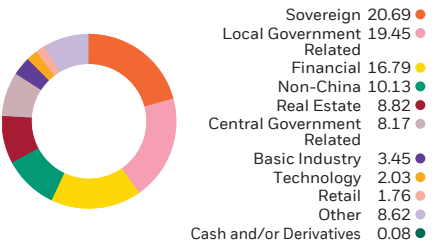
Regional



Credit Rating



Sector



Allocations are subject to change. Due to rounding, the total may not be equal to 100%.

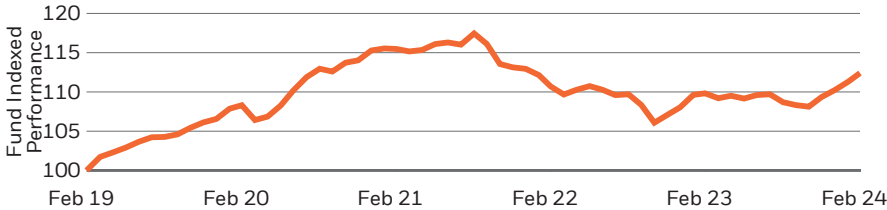
Investment Objective

The China Bond Fund seeks to maximize total return. The Fund invests at least 70% of its total assets in fixed income transferable securities denominated in Renminbi or other non-Chinese domestic currencies issued by entities exercising the predominant part of their economic activity in the PRC through recognized mechanisms including but not limited to the Chinese Interbank Bond Market, the on exchange bond market, quota system and/or through onshore or offshore issuances and/or any future developed channels. The Fund is a RQFII Access Fund and a CIBM Fund and may invest without limit in the PRC via RQFII Quota and in the CIBM via the Foreign Access Regime and/or Bond Connect and/or other means as may be permitted by the relevant regulations from time to time.

Performance in RMB (%)⁵

| Cumulative | YTD | 6 Months | 1 Year | 3 Years | 5 Years |
|------------|-------|----------|--------|---------|---------|
| Fund (A2) | +1.97 | +3.41 | +2.35 | -2.66 | +12.40 |

| Calendar Year | 2023 | 2022 | 2021 | 2020 | 2019 |
|---------------|-------|-------|-------|-------|-------|
| Fund (A2) | +2.02 | -4.33 | -2.03 | +8.18 | +8.78 |



Distribution Information

Ex-dividend date: 29.2.2024

| Currency | Share Class | Frequency | Dividend | Yield (%) ³ |
|------------|---------------------|-----------|----------|------------------------|
| RMB | A6 Distributing (S) | Monthly | 0.363500 | 5.02 |
| AUD hedged | A6 Distributing (S) | Monthly | 0.034500 | 5.20 |
| CAD hedged | A6 Distributing (S) | Monthly | 0.034500 | 5.14 |
| EUR hedged | A6 Distributing (S) | Monthly | 0.033000 | 5.33 |
| GBP hedged | A6 Distributing (S) | Monthly | 0.034500 | 5.21 |
| HKD hedged | A6 Distributing (S) | Monthly | 0.344000 | 5.17 |
| NZD hedged | A6 Distributing (S) | Monthly | 0.034000 | 5.04 |
| SGD hedged | A6 Distributing (S) | Monthly | 0.035000 | 5.17 |
| USD hedged | A6 Distributing (S) | Monthly | 0.035000 | 5.05 |
| HKD | A3 Distributing (M) | Monthly | 0.218628 | 3.93 |
| RMB | A3 Distributing (M) | Monthly | 0.201239 | 3.93 |
| SGD | A3 Distributing (M) | Monthly | 0.037516 | 3.93 |
| USD | A3 Distributing (M) | Monthly | 0.027930 | 3.93 |

10 Largest Holdings

| Security | Weighting (%) |
|--|---------------|
| CHINA PEOPLES REPUBLIC OF (GOVERNMENT BOND) | 3.18 |
| CHINA PEOPLES REPUBLIC OF (GOVERNMENT BOND) | 2.84 |
| CHINA PEOPLES REPUBLIC OF (GOVERNMENT BOND) | 1.86 |
| AGRICULTURAL DEVELOPMENT BANK OF CHINA (GOVERNMENT BOND) | 1.59 |
| CHINA PEOPLES REPUBLIC OF (GOVERNMENT BOND) | 1.47 |
| CHINA PEOPLES REPUBLIC OF (GOVERNMENT BOND) | 1.43 |
| AGRICULTURAL DEVELOPMENT BANK OF CHINA (GOVERNMENT BOND) | 1.25 |
| HUBEI COMMUNICATIONS INVESTMENT GROUP (GOVERNMENT BOND) | 1.14 |
| CHINA DEVELOPMENT BANK (GOVERNMENT BOND) | 1.03 |
| CHINA DEVELOPMENT BANK (GOVERNMENT BOND) | 1.02 |
| Total | 16.81 |

Holdings are subject to change.

[blackrock.com/hk](https://www.blackrock.com/hk) | clientservice.asiapac@blackrock.com | +852 3903 2688

¹ Source: Morningstar as at end February 2024. Peer group refers to Hong Kong Securities and Futures Commission (SFC) authorized funds in China Bonds categorized by Morningstar. SFC authorization does not imply official recommendation.

² 2023 Refinitiv Lipper Fund Awards Hong Kong reflect the funds' performance as of 31 December 2022.

³ Source: BlackRock, as at end February 2024. Dividend yield for A3 share class = (Dividend / (no. of days between previous ex-date and current ex-date) x number of days in the year / ex-date NAV) x 100. A6 share class annualized yield = (Dividend rate/ex-date NAV) * (12*100). Inception date: A6 RMB share class: 11 November 2011. Dividend yield is not guaranteed, and is not indicative of the return of the Fund. Past performance is not a guide to future performance. Investors may not get back the full amount invested.

⁴ Prior to 31 May 2023, the Fund was managed by Suanjin Tan and Yii Hui Wong. Prior to 1 September 2022, the Fund was managed by Eric Liu, Suanjin Tan and Yii Hui Wong.

⁵ Performance is shown as of end February 2024 in share class currency on a NAV to NAV price basis with income reinvested, net of fees. Performance is calculated in the relevant share class currency, including ongoing charges and taxes and excluding subscription and redemption fees, if applicable. Past performance is not a guide to future performance. Investors may not get back the full amount invested. Unless otherwise specified, all information applies to A2 RMB share class only, as of end February 2024. Sources: BlackRock and Morningstar. Performance is shown as of the month end in share class currency on a NAV to NAV price basis with income reinvested, net of fees. The above Fund data is for information only and does not constitute an offer or invitation to anyone to invest in any BlackRock Global Funds (BGF) and has not been prepared in connection with any such offer. BGF is an open-ended investment company established in Luxembourg which is available for sale in certain jurisdictions only. BGF is not available for sale in the U.S. or to U.S. persons. Product information concerning BGF should not be published in the U.S. Investment involves risk. Past performance is not necessarily a guide to future performance or returns. The value of investments and the income from them can fluctuate and is not guaranteed. Rates of exchange may cause the value of investments to go up or down. Investors may not get back the amount they invest. Individual stock price/figure does not represent the return of the Fund. The investment returns are denominated in share class dealing currency, which may be a foreign currency. If so, US/HK dollar-based investors are therefore exposed to fluctuations in the US/HK dollar/foreign currency exchange rate. For Hong Kong investors, please refer to the BGF offering documents for details, including risk factors. Issued by BlackRock Asset Management North Asia Limited. This material and the BlackRock website (www.blackrock.com/hk) have not been reviewed by the Securities and Futures Commission of Hong Kong. ©2024 BlackRock, Inc. or its affiliates. All Rights Reserved. BLACKROCK is a registered trademark of BlackRock, Inc. or its affiliates. All other trademarks are those of their respective owners.