

# Prescient

CHINA

## China - The Future of Global Finance

Tian Pan

2026

MEET THE  
Managers





# THE FUTURE OF GLOBAL FINANCE

Source: Trần Phan Phạm Lê, Pexels

STABILITY IS KEY

# China least impacted by Iran War

- China less impacted by war in Iran vs World
- Chinese vessels allowed through Strait or Hormuz
- China **just exiting** deflation risks
- Less dependent on oil
  - World leader in EVs
  - World leader in renewable energy
  - Latest generation nuclear
- Highly influential with Iran, key to ending the war



Source: SCMP, Reuters

# STABILITY IS KEY

## Plenty of oil reserves

1 – 1.6bn barrels of oil reserves

Country	Days covered	Source
China	96-180	CGEP, Domestic Chinese institutional analysis
Japan	228-254	Reuters
South Korea	208	Reuters
India	20-74	Reuters, Indian Ministry of Petroleum and Natural Gas
South Africa	14	SA news

Sources: As per table, summarised by Prescient (based on latest available release April 2026)

# STABILITY IS KEY

# Diversified energy mix



Sources: IEA, Prescient (based on latest available release as of April 2026)

STABILITY IS KEY

## US proactive to improve ties



Source: Guardian, Reuters

- Trump focused on **STABLE** relations with China
- State visit in May – “Form over substance” – largely **damage control**
- No tariff escalation, better diplomatic tone but **underlying rivalry unchanged**

## STABILITY IS KEY

# China's position of STRENGTH

- Lack of specifics – no official agreements, few numbers, nor clarity on Iran or Taiwan
  - Positive developments on Taiwan since
- Potential purchases of US agri products and energy – no specific numbers
- A disappointing 200 Boeing jets ordered, no firm timeline
  - Estimates were at 500
- China choosing not to buy Nvidia chips
  - AI rivalry remains



Source: Guardian, Reuters

Prescient

CHINA



# THE NUMBERS

Q1-Q2 2026

Source: Zhang Kaiyv, Pexels

## THE NUMBERS

# Solid economic data



Source: VCG, Caixin

- > Q1 2026 GDP +5.0% YoY
  - 2025 CY growth met 5% target
- > CPI +1.2% YoY in Apr
  - Steady gains above zero
- > Core CPI +1.2% in Apr
  - +1.1% in March, Steady
- > PPI +2.8% in Apr, positive again since Sep 2022
  - +0.5% YoY in Mar

## THE NUMBERS

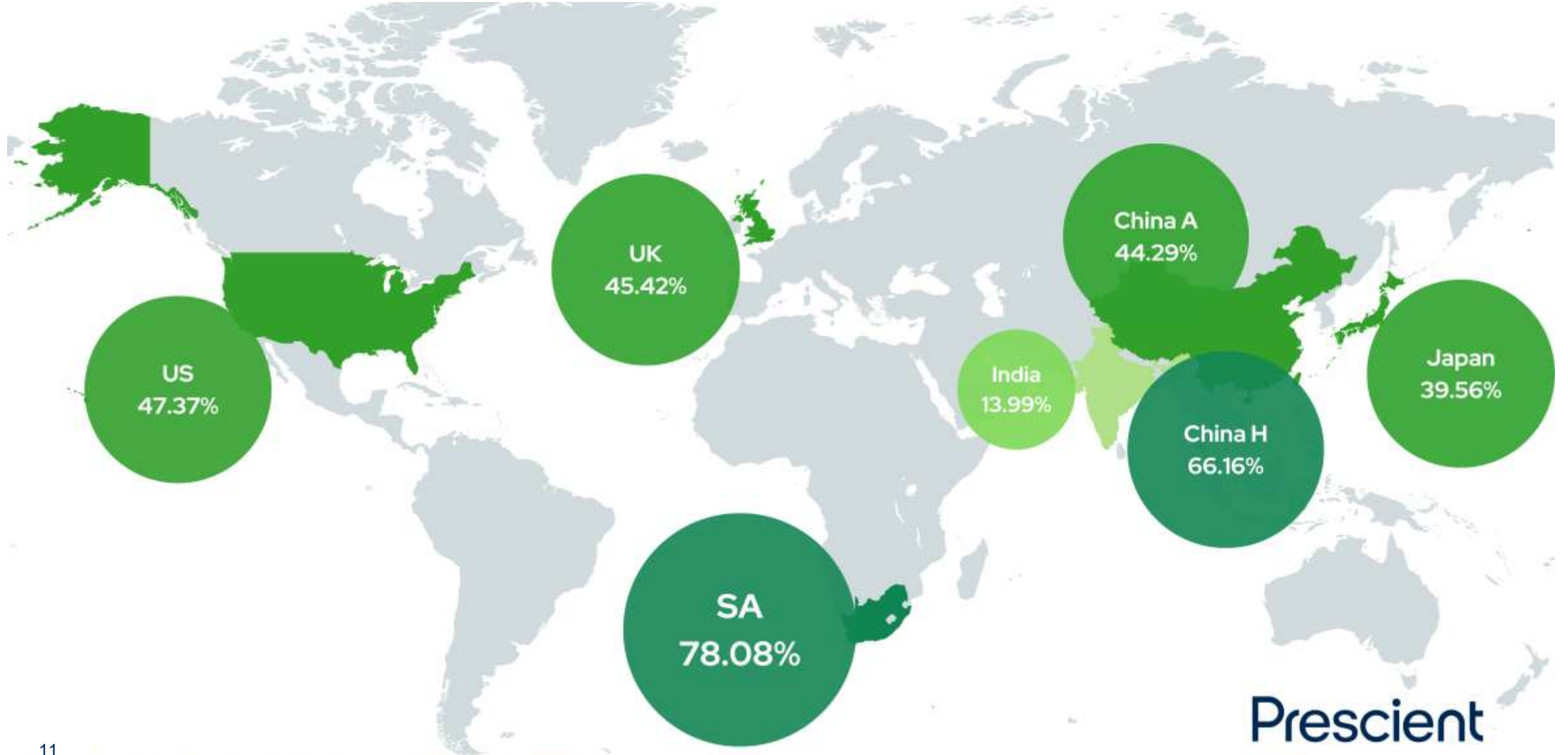
# Exports continue to drive GDP

- > Retail sales **+0.2%** YoY in Apr, **+1.7%** in Mar
- > Exports YoY: **+14.1%** in Apr
  - **+2.5%** in Mar
  - Main economic driver
- > New home prices **-3.2%** YoY in Feb, **-3.4%** in Mar, **-3.5%** in Apr.



Source: Caixin

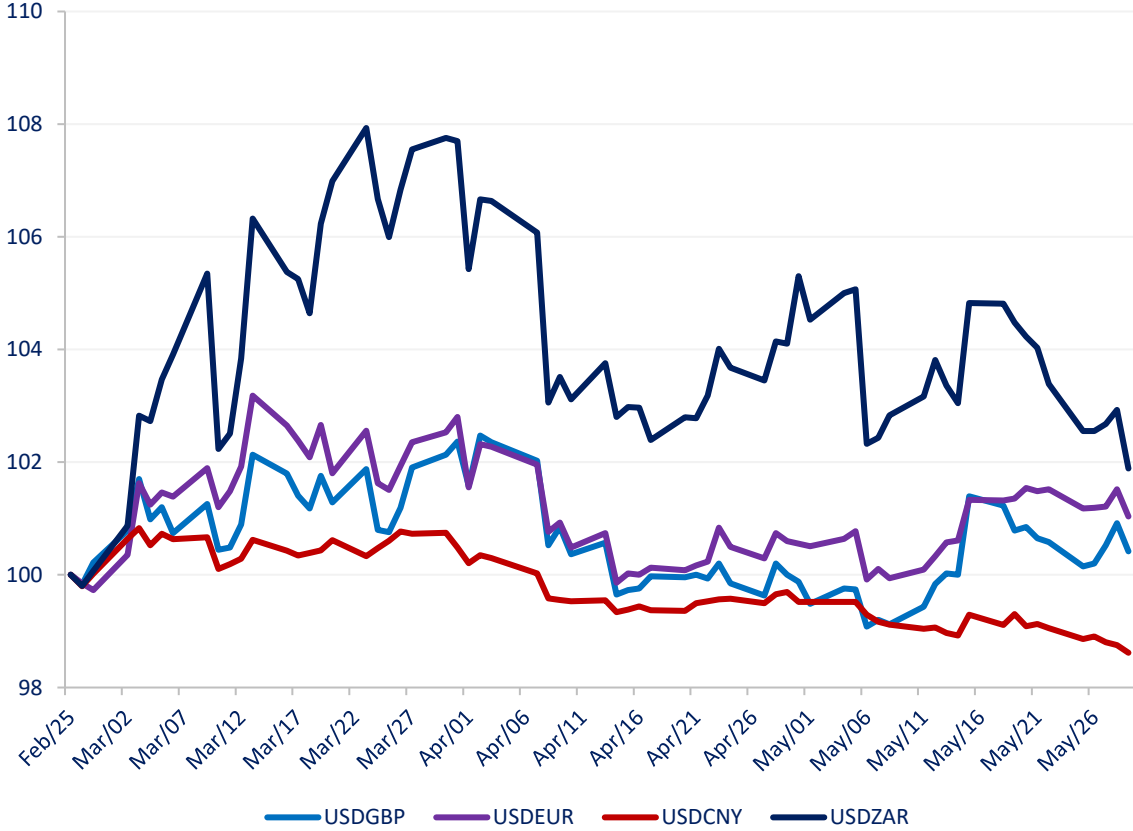
# Best performing major market for 2024 & 2025



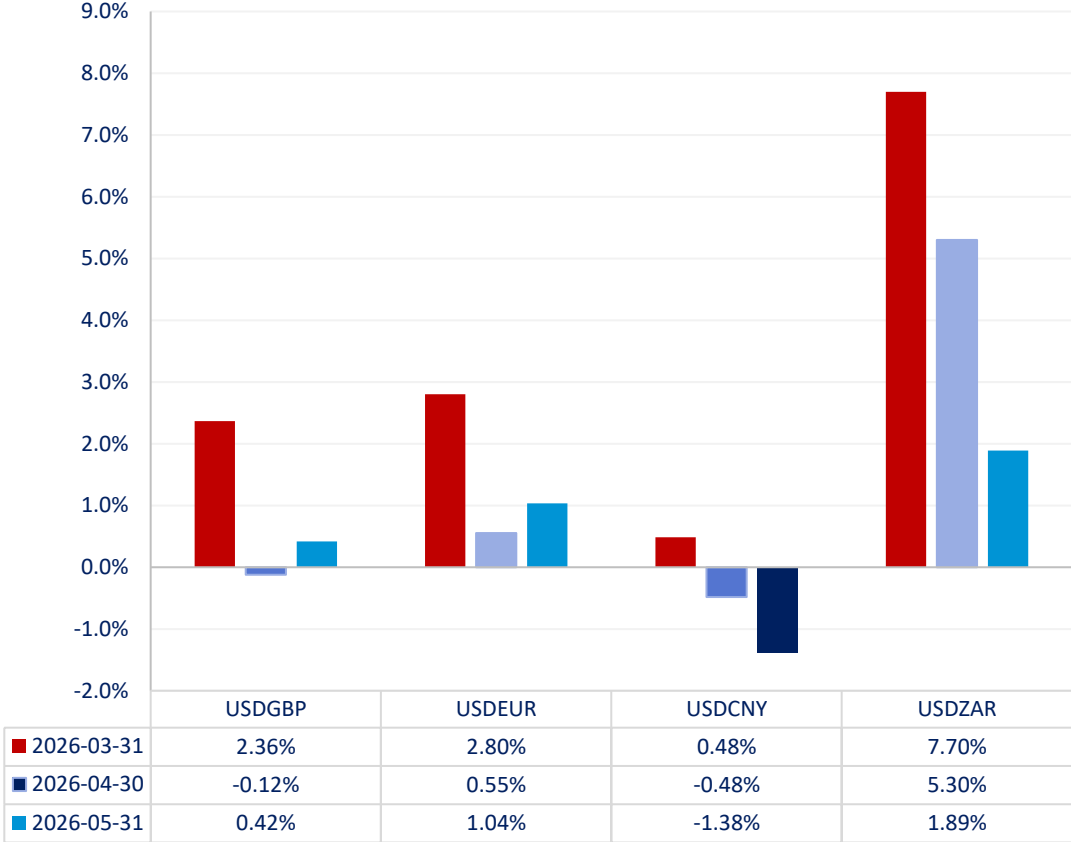
# THE NUMBERS

# Since Iran War began - Currencies

GBP vs EUR vs CNY vs ZAR  
since Iran War



GBP vs EUR vs CNY vs ZAR  
since Iran War

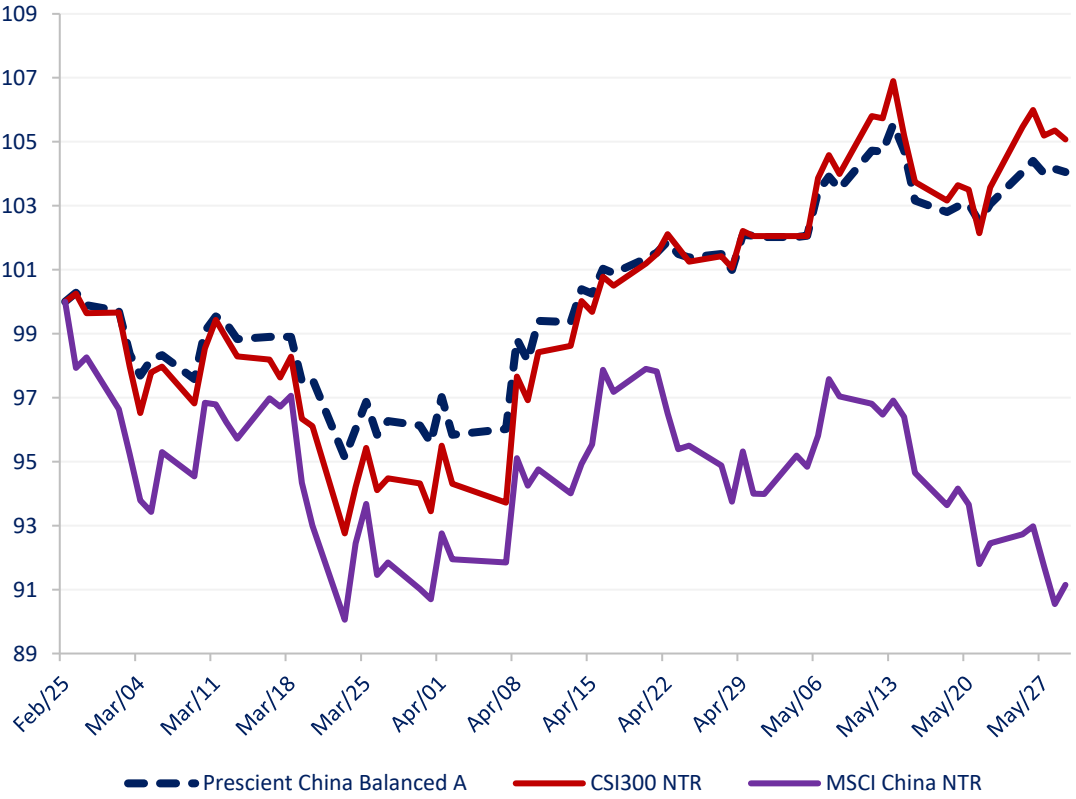


Source: Bloomberg, Prescient, as of 31 May 2026

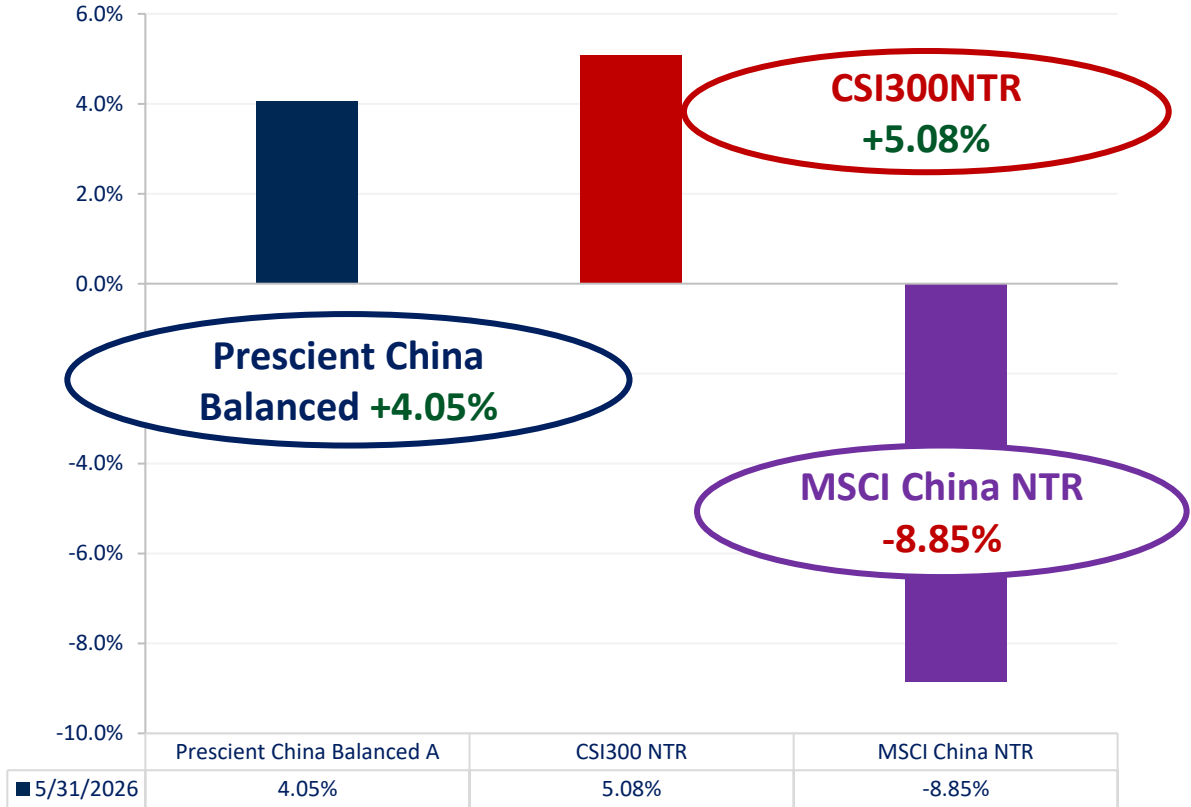
# THE NUMBERS

# Since Iran War began - Markets

Prescient China Balanced Fund performance since Iran War



Prescient China Balanced Fund performance since Iran War

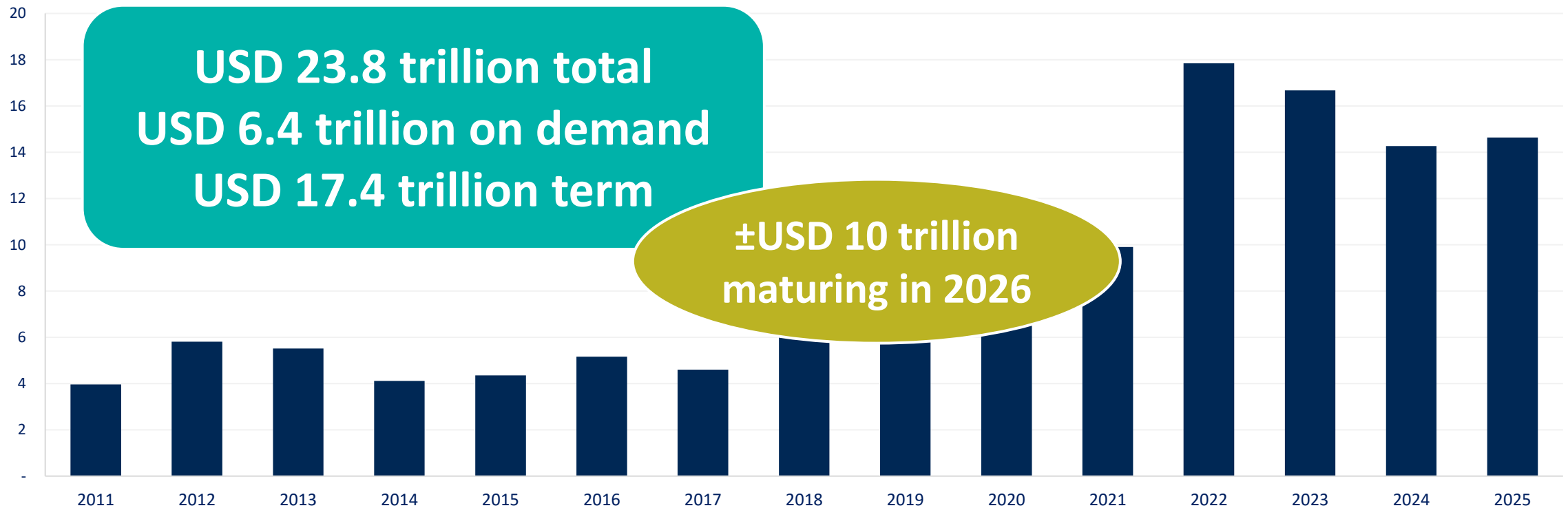


Source: Bloomberg, Prescient, as of 31 May 2026

# THE NUMBERS

## How much money is in China?

New China Household CNY deposits - Dec 2025  
CNY trillions



Source: Prescient, Bloomberg – December 2025

# CHINA IS UNINVESTABLE?



Sources: Douyin, 57845814826

An aerial photograph of a massive concrete dam and reservoir, likely the Three Gorges Dam in China. The dam spans a deep valley, with a large reservoir of dark blue water behind it. The surrounding landscape is rugged and mountainous, with some greenery visible on the slopes. The sky is filled with soft, white clouds. The text is overlaid on a white rounded rectangle in the center of the image.

**Even if AI takes over the  
world, China **KEY** to the  
world's future**

# Prescient

CHINA



# Investing in China

Source: J Plenio, Pexels

# INDICES ARE FLAWED

# EM indices - **VERY CONCENTRATED**

MSCI EM Index Top 10 Constituents			
No.	Stock Name	Country/Region	Weight
1	TSMC	Taiwan	14.46%
2	Samsung Electronics Co.	South Korea	7.78%
3	SK Hynix	South Korea	6.60%
4	Tencent Holdings	China	2.72%
5	Alibaba Group Holdings	China	2.07%
6	MTK	Taiwan	1.64%
7	Delta Electronics	Taiwan	1.19%
8	Hon Hai Precision	Taiwan	0.91%
9	Samsung Electronics Pref.	South Korea	0.86%
10	China Construction Bank (H)	China	0.81%
	Total		39.03%

Stock Name/Country	Index Weight	Total Weight
TSMC	14.46%	
Samsung Electronics	7.78%	28.84%
SK Hynix	6.60%	
China		20.36%

Source: Prescient, MSCI, May 2026

INVESTING IN CHINA  
**3 PILLARS**



# THE NUMBERS

# Onshore/Offshore divergence

Prescient China Balanced Fund performance 2026YTD

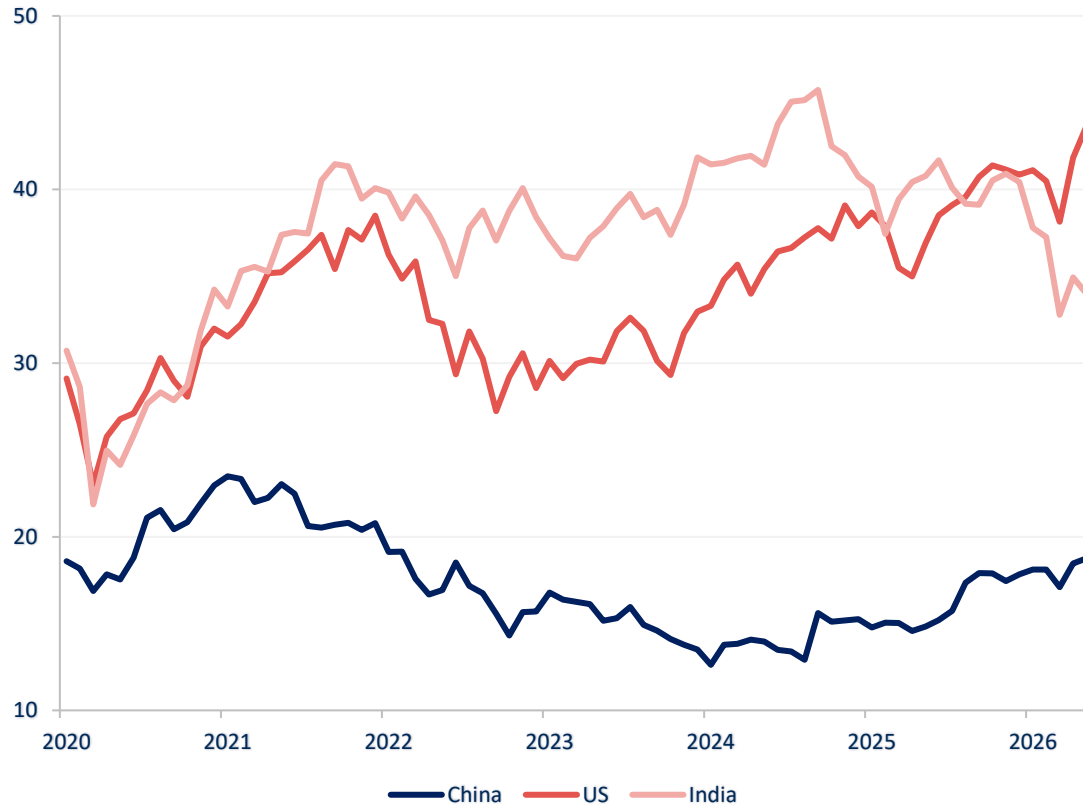


Source: Prescient, Bloomberg, 31 May 2026

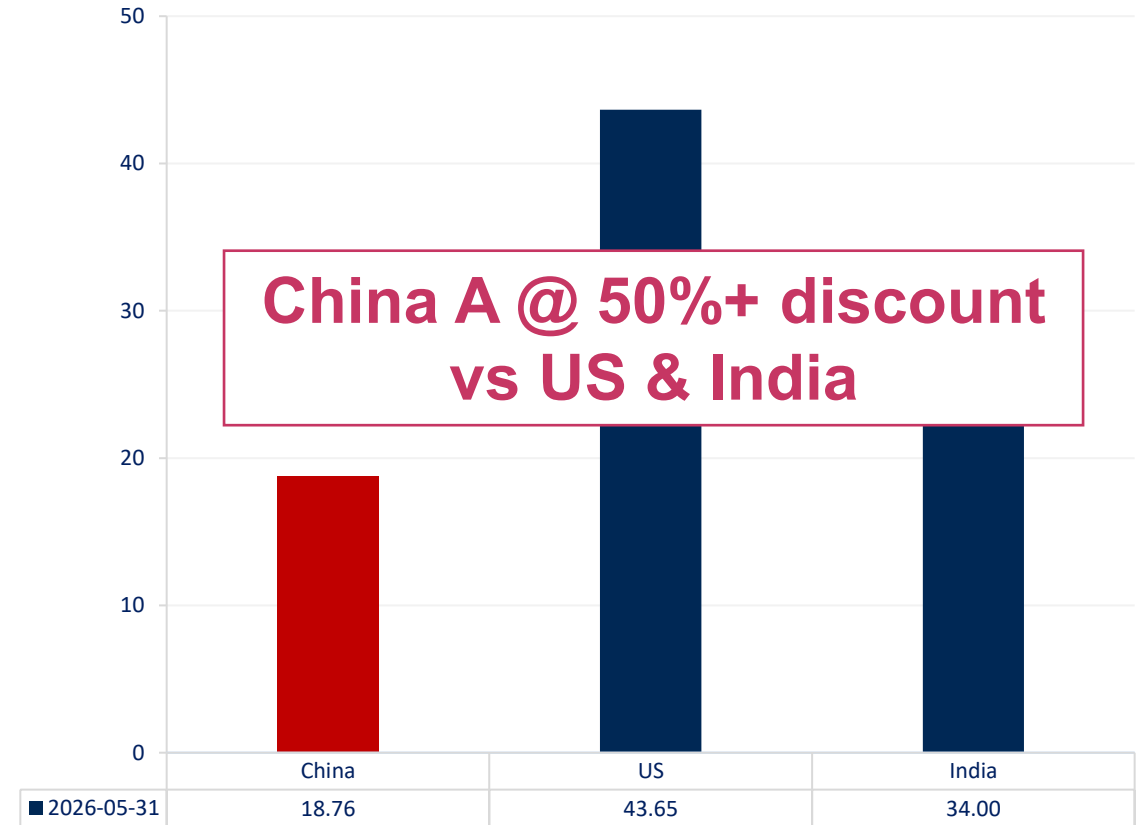
# THE NUMBERS

## Valuations remain attractive

CAPE ratio China vs Peers



CAPE ratio China vs Peers



Source: Prescient, Bloomberg, May 2026

# Prescient China Balanced

---

All-in-one China strategy

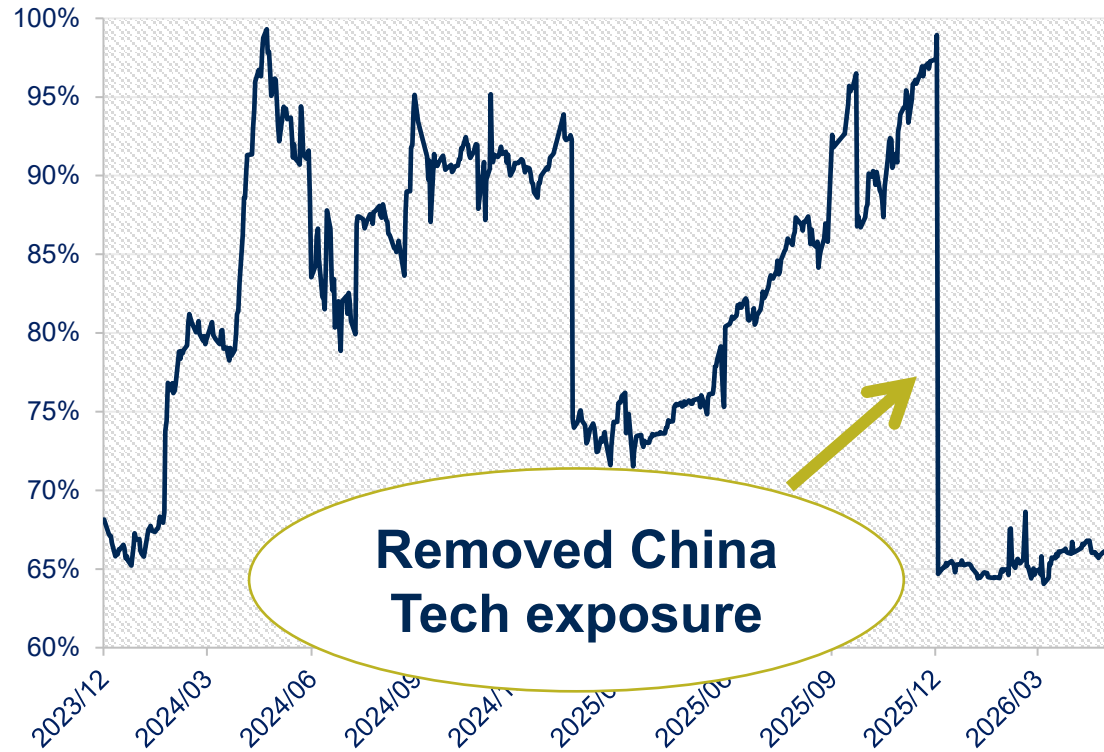
Fully flexible allocation mandate

China A+H, Fixed Income,  
Derivatives

# PRESCIENT CHINA BALANCED

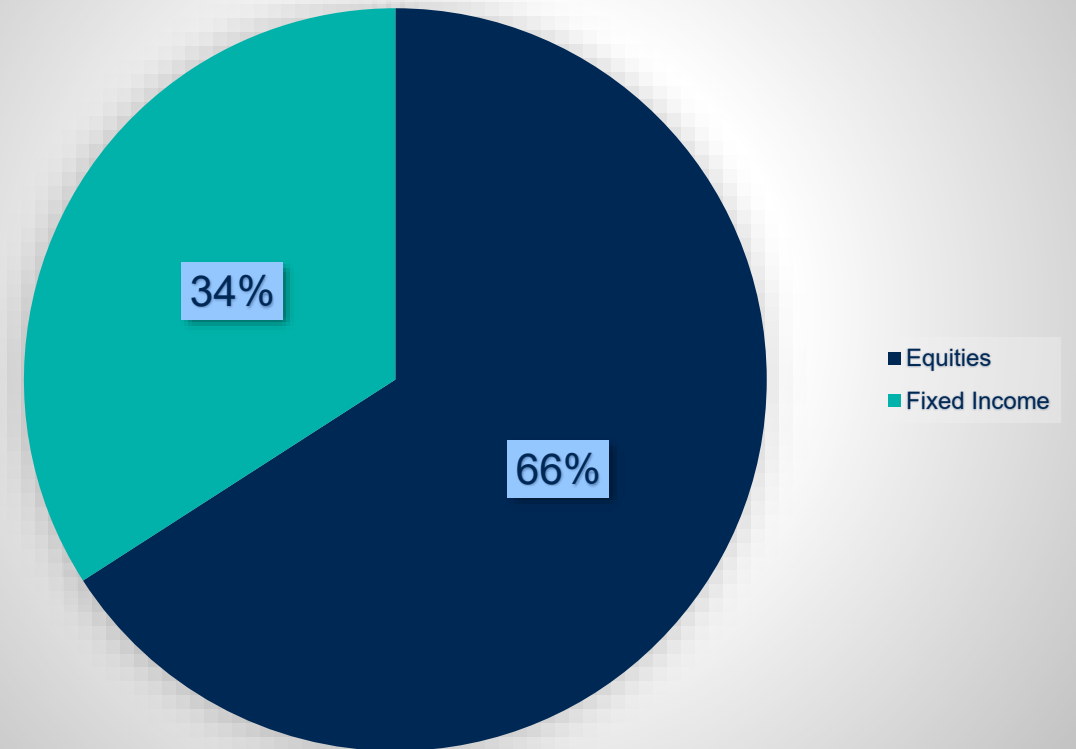
## All-in-one China solution

### Active Asset Allocation Equity Exposure



Source: Prescient, May 2026

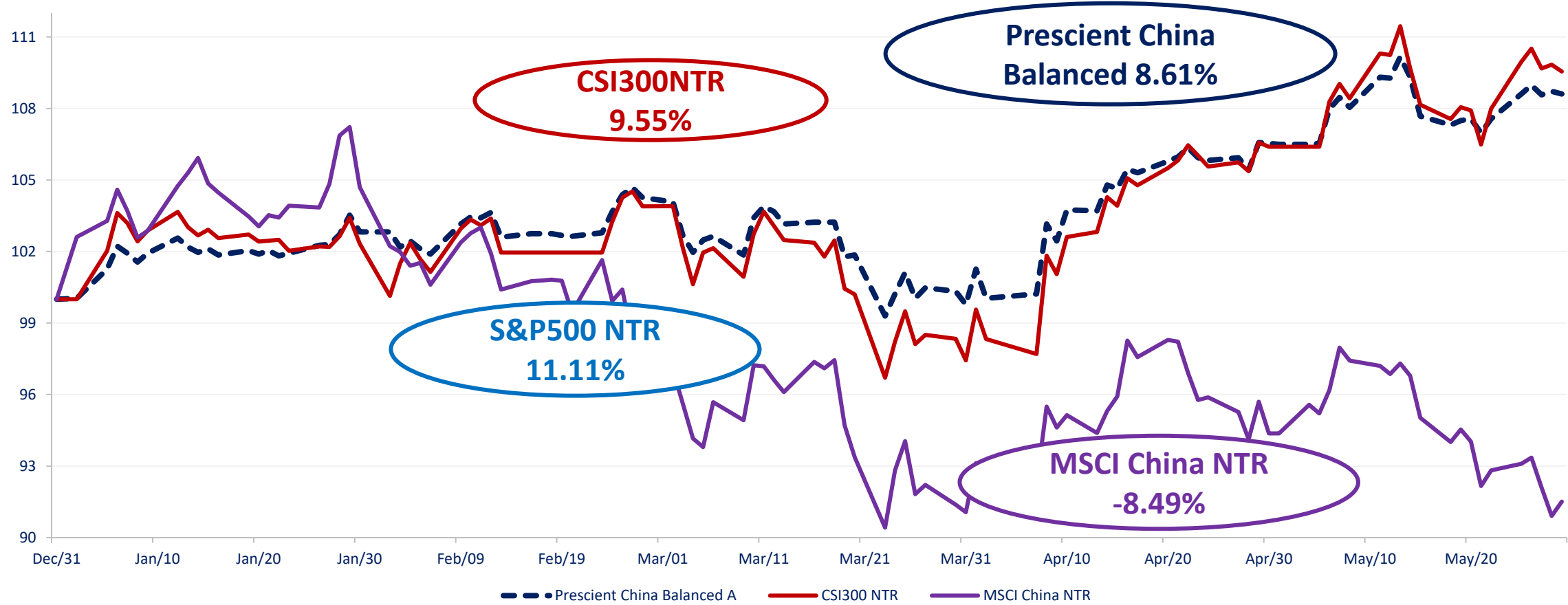
### Prescient China Balanced Fund Asset Allocation – May 2026



# PRESCIENT CHINA BALANCED

# Solid 2026 YTD Performance

Prescient China Balanced Fund performance 2026YTD



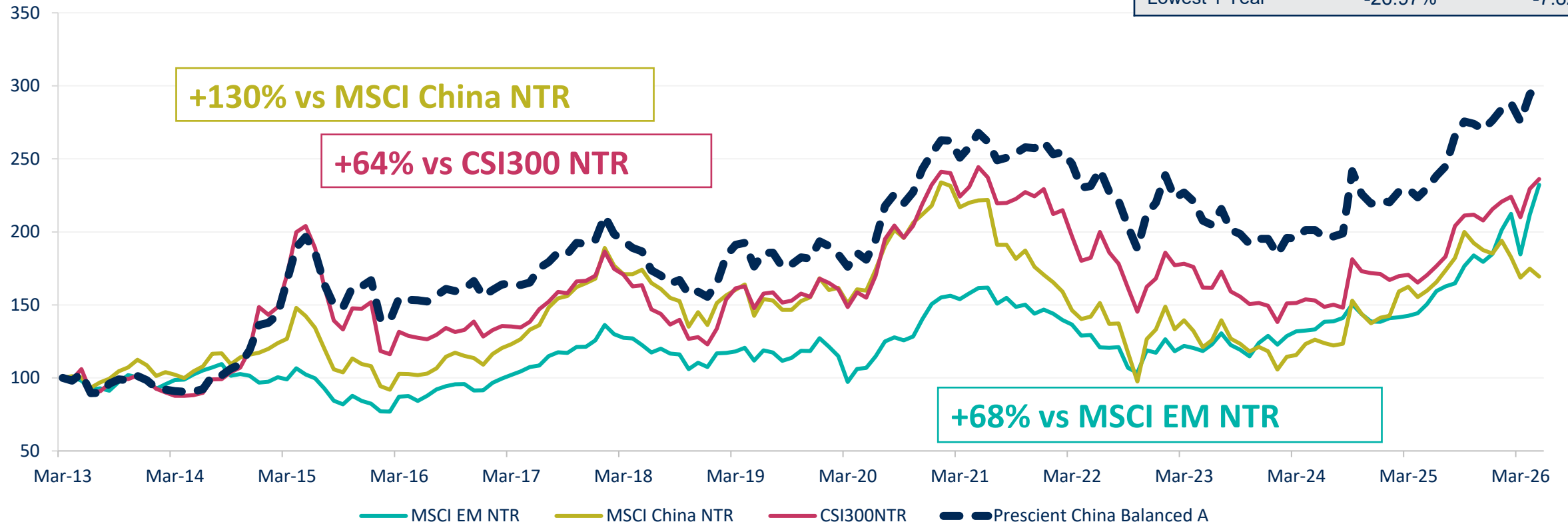
Source: Bloomberg, Prescient, as of 31 May 2026

# PRESCIENT CHINA

## Standing the TEST OF TIME

	Fund	China CPI+3%
1 Year	30.48%	9.32%
3 Years	13.04%	3.14%
5 Years	2.29%	2.54%
Last 10 Years	6.95%	3.61%
Since Inception	8.70%	3.64%
Highest 1 Year	116.81%	17.08%
Lowest 1 Year	-26.97%	-7.82%

Prescient China Balanced Fund A net vs 100% Equity Indices



Source: Prescient, Bloomberg, May 2026  
Fund Inception Date: 31 March 2013

# PRESCIENT CHINA

## Top of global rankings – China Multi-Asset



**Prescient Global Funds ICAV - Prescient China Balanced A USD Acc**

IE00B73C9W62

Trailing Returns

Quarter End as of 03/31/2026

★★★★★ [View Morningstar Medalist Rating >](#)

Morningstar Rating as of Mar 31, 2026

**No. 1&2 rank globally over 5&10 years**

	Earliest Available	15-Year	10-Year	5-Year	3-Year	1-Year	YTD	3-Month	1-Month
Investment	7.89	—	5.95	1.90	6.69	20.09	-0.26	-0.26	-4.30
Category	—	3.10	3.47	-2.55	5.14	15.28	-0.09	-0.09	-5.19
Index	—	—	4.01	-2.33	6.35	6.04	-3.55	-3.55	-4.70
Quartile Rank	—	—							
Percentile Rank	—	—	4	1	31	9	17	17	43
# of Invest. in Cat.	—	3	40	70	80	92	94	94	94

Source: Morningstar, March 2026

Prescient

CHINA

How do I allocate?

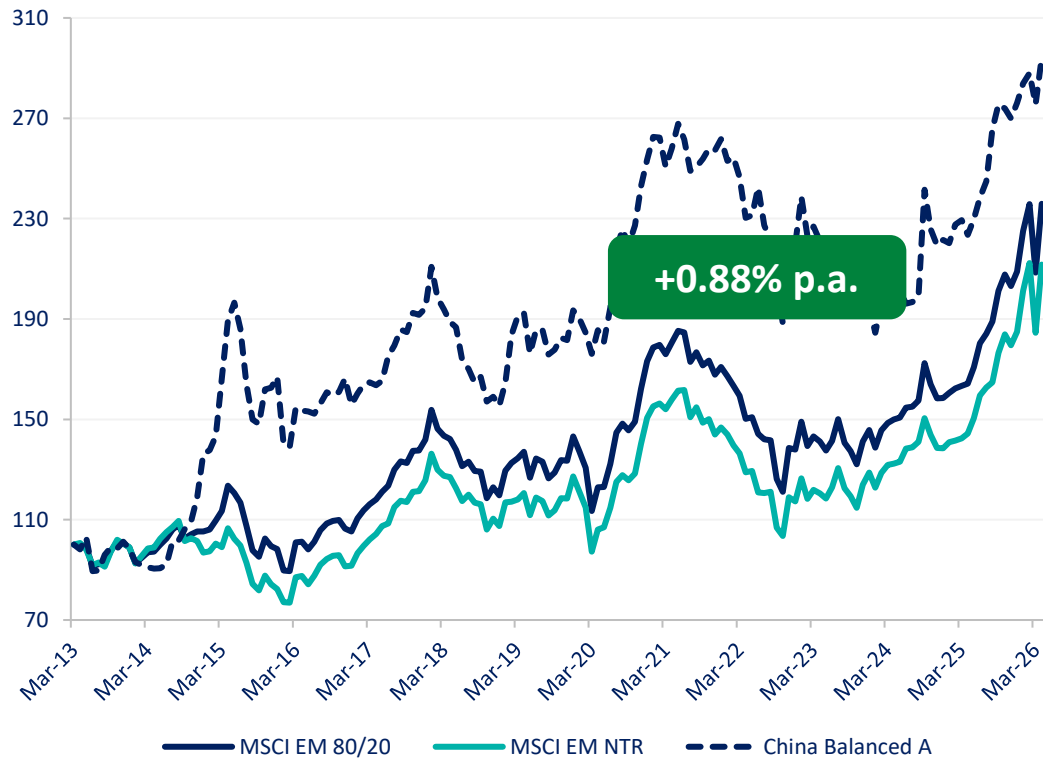


Source: Jimmy Liao, Pexels

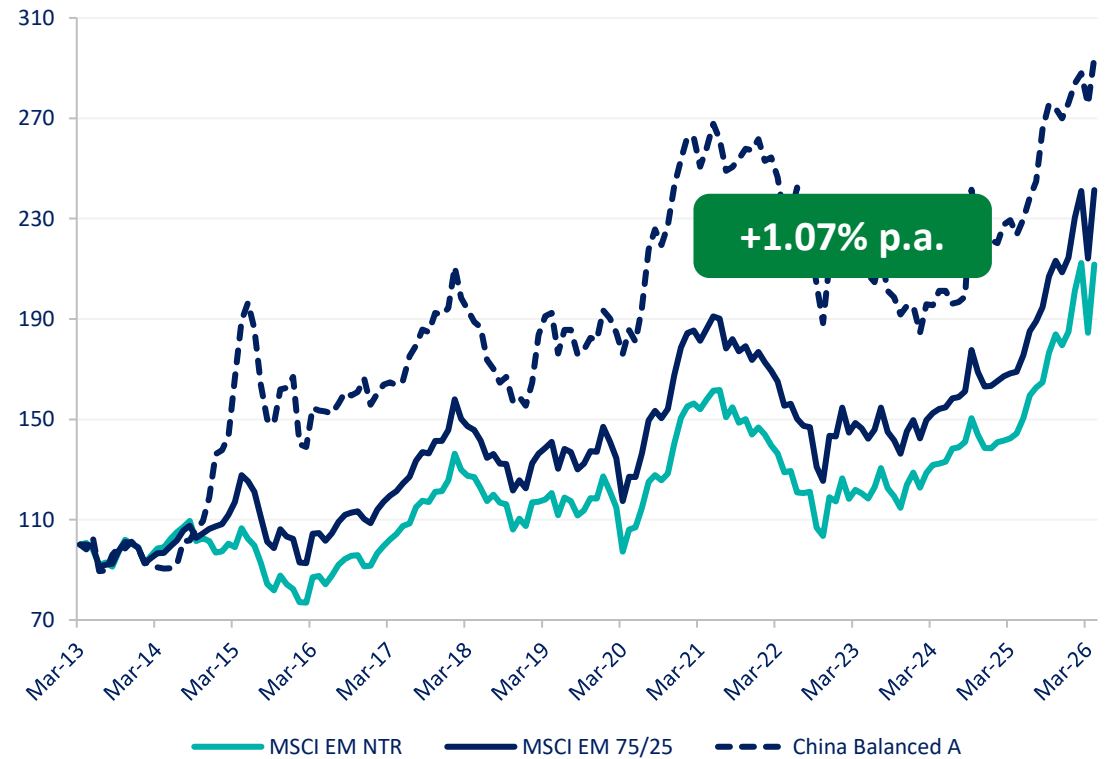
# HOW DO I ALLOCATE?

## EM exposure – 20%-25%

### EM strategy – 20% invested in Prescient China Balanced



### EM strategy – 25% invested in Prescient China Balanced



Source: Prescient, Bloomberg, April 2026

## PRESCIENT CHINA BALANCED

# Where to access?

- ZAR UT available on all SA LISPS
  - Allan Gray, Glacier, Momentum, NinetyOne, Old Mutual Wealth, Wealthport etc
- USD UCITS available on all major global platforms
  - Allfunds, Swissquote, Saxo, CreditSuisse, Fundsettle, Credo
  - Allan Gray International, Glacier International, Momentum International, Old Mutual International
- **AMETF launched 11 March 2026**
  - Available directly on the JSE
  - JSE ticker: **PANDA**

## SUMMARY

# CHINA = FUTURE OF GLOBAL MARKETS



China's market size  
and growth potential  
too big to ignore



**Prescient** highly  
experienced over  
multiple cycles in  
China



SA rooted team,  
consistently beat the  
biggest players in  
China globally

# Prescient

CHINA

## THANK YOU

### PRESCIENT CHINA

Office 3601, Raffles The Bund - East Tower, No. 1089 Dongdaming Road, Shanghai 200080,  
People's Republic of China

Tel: +86 21 6515 3631

Web: [www.prescientchina.com](http://www.prescientchina.com)

### REGUATORY INFORMATION

The information contained herein is provided for general information purposes only. This information does not constitute a solicitation, recommendation, guidance or proposal, and the service provided is not intended nor does it constitute financial, tax, legal, investment or other advice.

Whilst reasonable steps are taken to ensure the accuracy and integrity of information contained herein, Prescient accepts no liability or responsibility whatsoever if any information is, for whatever reason, incorrect. Prescient further accepts no responsibility for any loss or damage that may arise from reliance on information contained herein.

# DISCLAIMER

Prescient Investment Management (Pty) Ltd is an authorised financial services provider (FSP 612). Collective Investment Schemes in Securities (CIS) should be considered as medium to long-term investments. The value may go up as well as down and past performance is not necessarily a guide to future performance. CISs are traded at the ruling price and can engage in scrip lending and borrowing. A schedule of fees, charges and maximum commissions is available on request from the Manager. A CIS may be closed to new investors in order for it to be managed more efficiently in accordance with its mandate. There is no guarantee in respect of capital or returns in a portfolio. Performance has been calculated using net NAV to NAV numbers with income reinvested. The performance for each period shown reflects the return for investors who have been fully invested for that period. Individual investor performance may differ as a result of initial fees, the actual investment date, the date of reinvestments and dividend withholding tax. Full performance calculations are available from the manager on request. The investment performance is for illustrative purposes only. The investment performance is calculated by taking the actual initial fees and all ongoing fees into account for the amount shown and income is reinvested on the reinvestment date. Annualised performance shows longer term performance rescaled to a 1-year period. Annualised performance is the average return per year over the period. Actual annual figures are available to the investor on request. The highest and lowest returns for any 1 year over the period since inception have been shown. NAV is the net asset value represents the assets of a Fund less its liabilities. Representative Office: Prescient Management Company (RF) (Pty) Ltd is registered and approved under the Collective Investment Schemes Control Act (No.45 of 2002). For any additional information such as fund prices, fees, brochures, minimum disclosure documents and application forms please go to [www.prescient.co.za](http://www.prescient.co.za).



Please rate  
this session

2026

MEET + THE  
Managers

