

# CoreShares All Asia (APACXJ) AMETF

Efficient access to key geographies in the Asia Pacific Region >

CORESHARES™ BY 10X



# Introducing CoreShares All Asia AMETF

**The benefits of the CoreShares by 10X All Asia AMETF include:**

## Asia Pacific (ex Japan)

**Diversified, capped exposure to high growth region for South African investors**

## Cost efficiency

**Efficient exposure to difficult-to-access regions, management fee - 0.40% + VAT**

## Accessible

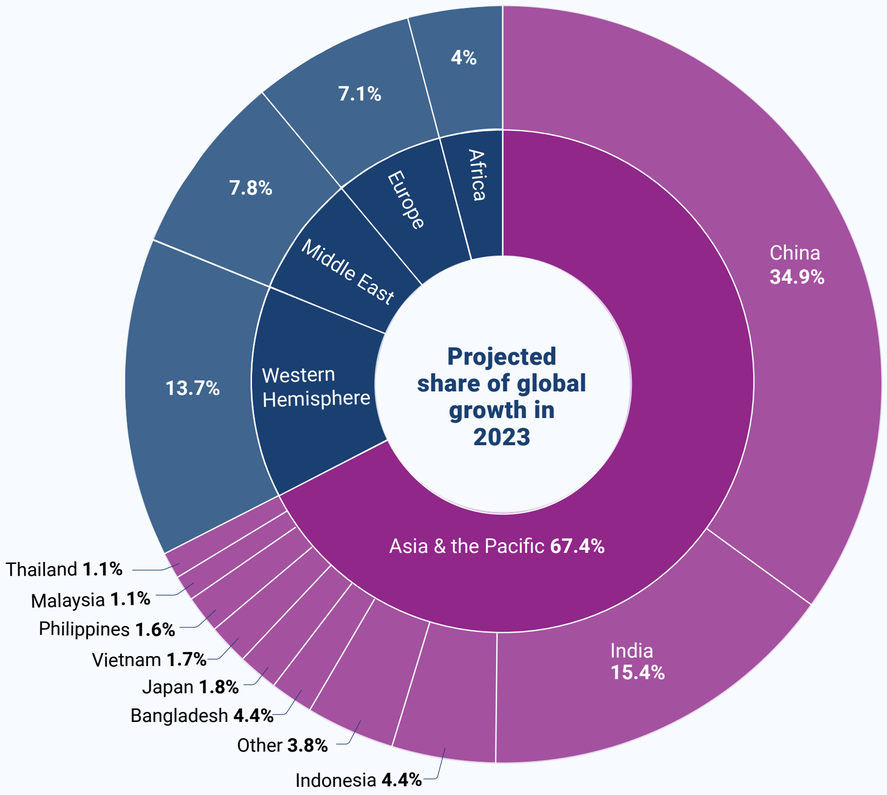
**On-screen in BDA/JSE environment**

# ETF key facts

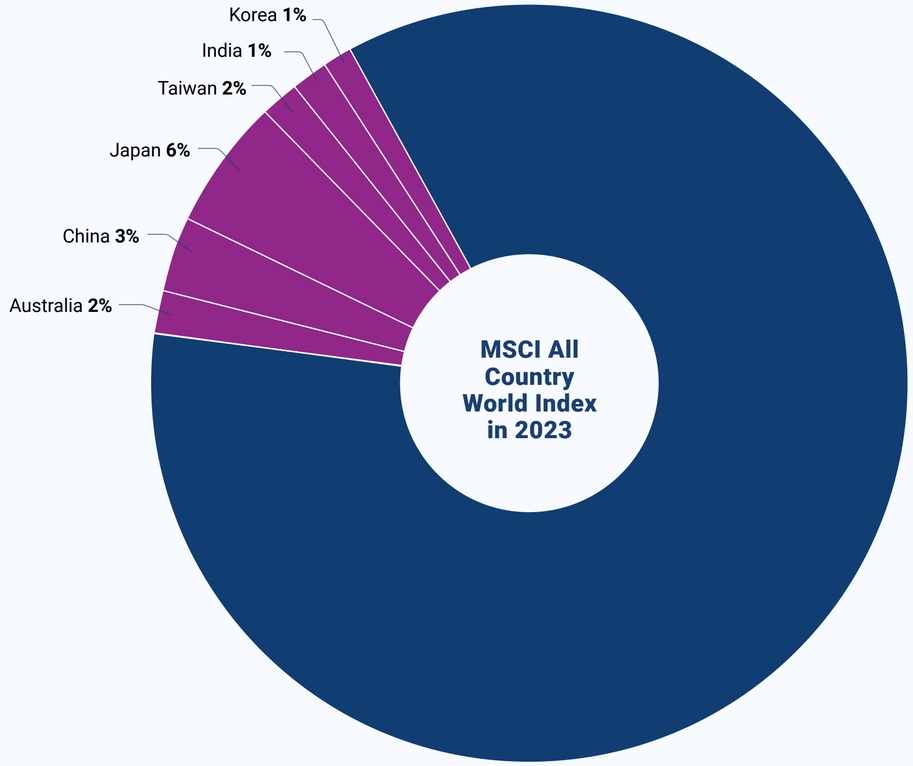
| Fund Name | CoreShares All Asia AMETF |
|---|---|
| JSE ticker | APACXJ |
| Investment approach | Systematic implementation |
| ASISA classification | Regional – Equity – General |
| Benchmark | FTSE Asia Pacific (ex Japan) |
| Fees | 0.40% - Management fee (ex VAT) |
| Listing date | July 2023 |
| Market Maker | Jane Street |
| Distribution Frequency | Semi-annual \| June & December |

# Asia poised to drive economic growth

## Asia Pacific to contribute 70% of global growth in 2023, but represents only 13% of global equity markets




Source: 10X Investments, IMF Regional Economic Outlook-Asia and Pacific

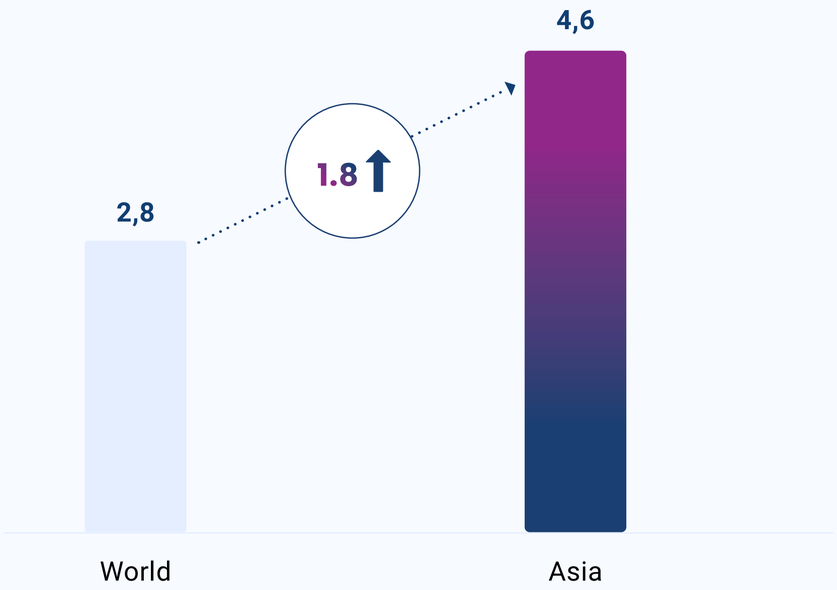



Source: 10X Investments, MSCI, 31 May 2023

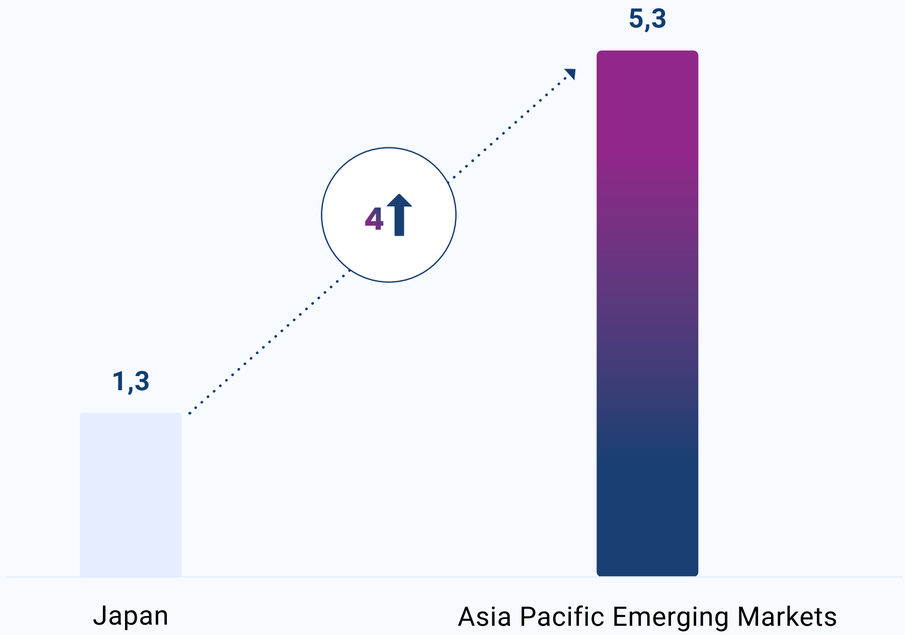
# Harnessing Asia’s growth potential

## Asia GDP growth to outstrip world, with Emerging Asia ahead of Japan

**2023 GDP growth expectations (%)**




**2023 Asia Pacific GDP growth expectations (%)**

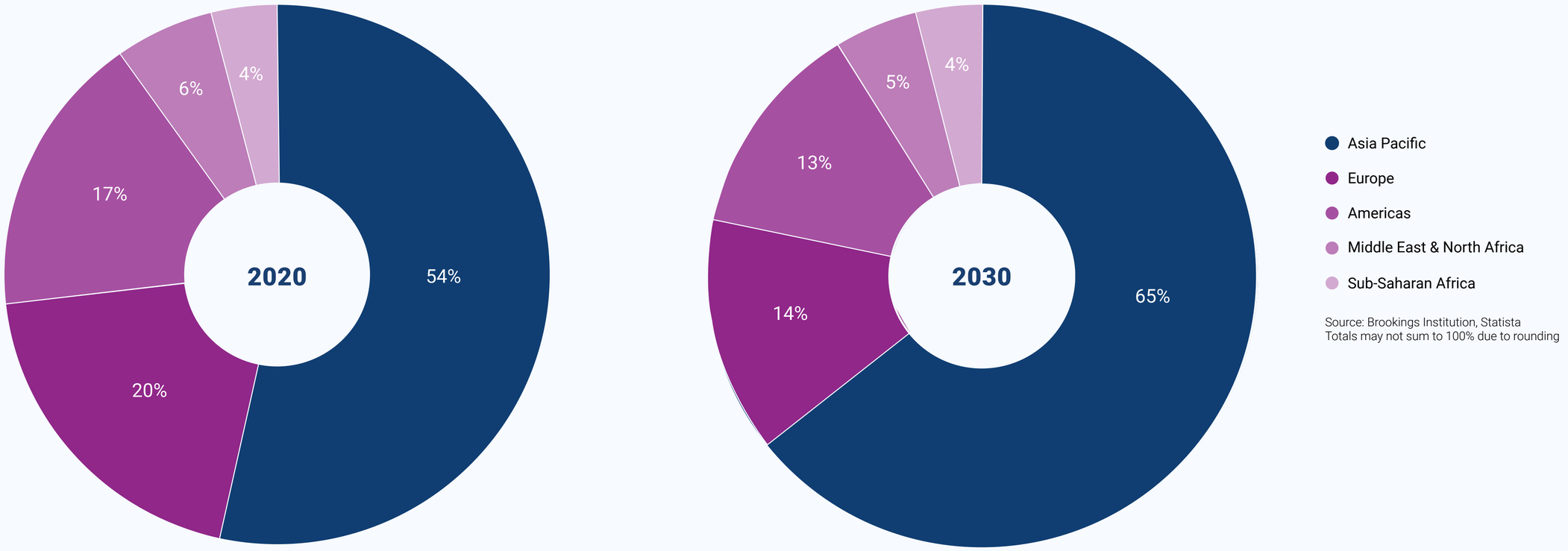



Source: 10X Investments, IMF Regional Economic Outlook-Asia and Pacific

# The rise of Asian middle class

2 in 3 global middle class consumers projected to be in APAC countries by 2030

**Share of global middle class region**




Source: Brookings Institution, Statista
Totals may not sum to 100% due to rounding

# CoreShares All Asia (APACXJ)AMETF

Well-diversified systematic exposure to key geographic regions in Asia Pacific

## Geographic exposure

1.

- Investment Universe ( Asia Pacific ex Japan) +/-1300 shares
- China and Hong Kong are grouped and considered one country with proportionate weighting
- Key geographic blocs targeted (China-HK, SE Asia, Australasia, India, Taiwan, South Korea)

## Efficient implementation

2.

- Top +/-100 stocks selected (represents +/- 65% market cap of 1300 share universe)
- Minimum market cap 1bn USD
- Shares selected proportionally based on country weight
- ETFs used for efficiency in small country allocations

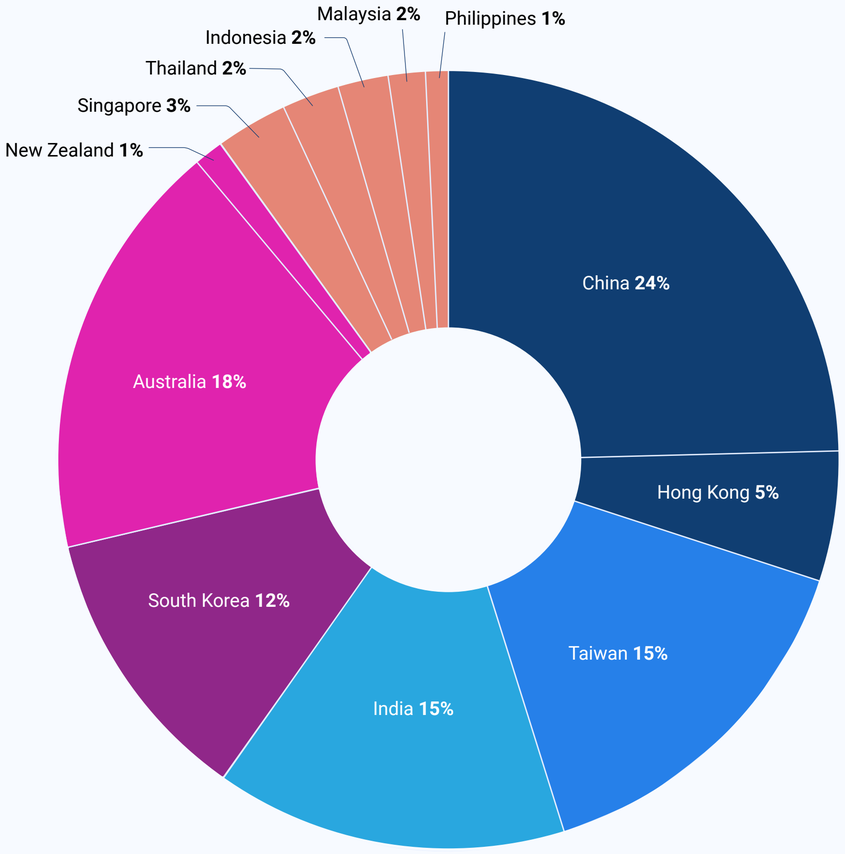
## Risk managed

3.

- Country capping
- Sector neutrality - country allocations made on a sector neutral basis relative to universe
- Single stock capping

# Country allocation

## Capped approach delivers diversified exposure to Asia Pacific (ex-Japan) region




Source: 10X Investments, 31 May 2023[1]

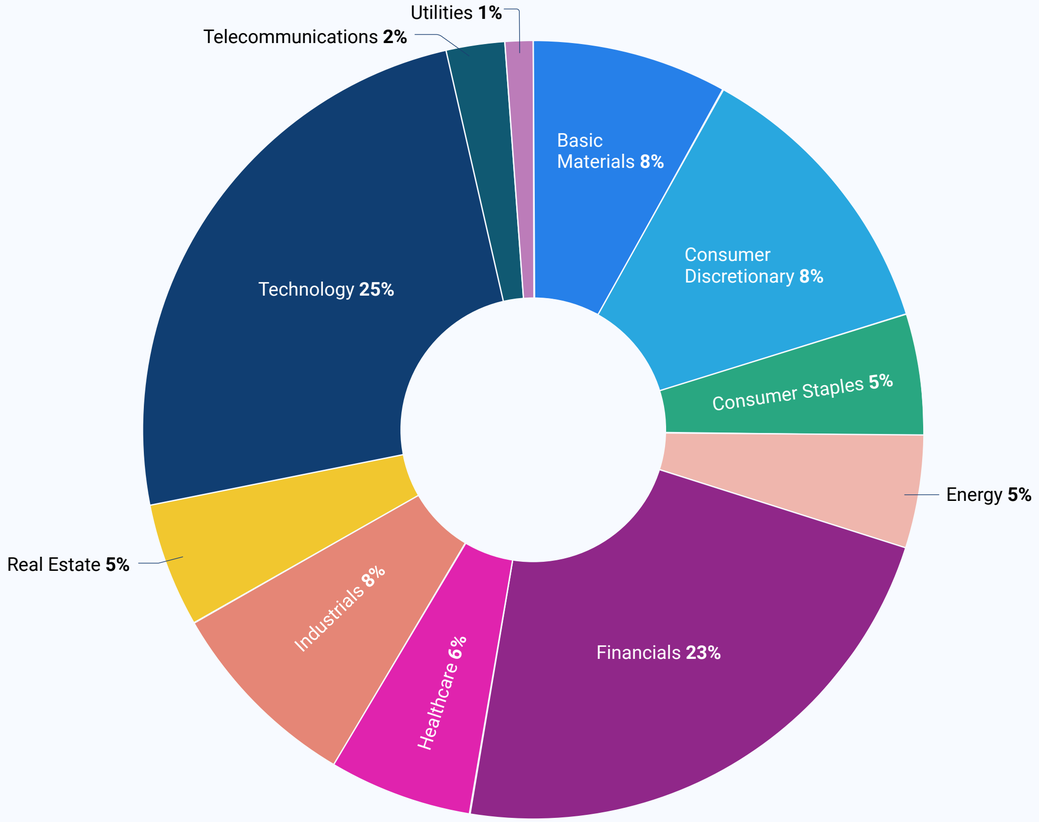
| Regional Block | Country | All Asia (APACXJ)[1] | FTSE All cap Asia Pacific (ex Japan) |
|---|---|---|---|
| China | China | 25% | 27% |
| | Hong Kong | 5% | 6% |
| Taiwan | Taiwan | 15% | 14% |
| India | India | 15% | 14% |
| South Korea | South Korea | 12% | 11% |
| Australasia | Australia | 18% | 17% |
| | New Zealand | 1% | 1% |
| Southeast Asia | Singapore | 3% | 3% |
| | Thailand | 2% | 2% |
| | Indonesia | 2% | 2% |
| | Malaysia | 2% | 2% |
| | Philippines | 1% | 1% |

Source: 10X Investments, FTSE Russell, 31 May 2023

[1] *Indicative pre-listing basket weights only, subject to change*

# Sector allocation

## A sector neutral approach delivers exposure consistent with Asia Pacific (ex-Japan) region




Source: 10X Investments, 31 May 2023[2]

| | All Asia ETF[2] | FTSE All cap Asia Pacific (ex Japan) |
|---|---|---|
| Basic Materials | 8% | 9% |
| Consumer Discretionary | 12% | 13% |
| Consumer Staples | 5% | 5% |
| Energy | 5% | 5% |
| Financials | 23% | 21% |
| Healthcare | 6% | 6% |
| Industrials | 8% | 9% |
| Real Estate | 5% | 5% |
| Technology | 24% | 23% |
| Telecommunications | 2% | 3% |
| Utilities | 1% | 3% |

Source: 10X Investments, FTSE Russell, 31 May 2023

[2] *Indicative pre-listing basket weights only, subject to change*

# Top 10 Holdings

## Capping to ensure diversification and coverage

| Company | Country | Weight[3] |
|---|---|---|
| Taiwan Semiconductor Manufacturing | Taiwan | 7.92% |
| Tencent Holdings (P Chip) | China | 4.20% |
| Samsung Electronics | South Korea | 3.59% |
| Alibaba Group Holding (P Chip) | China | 3.02% |
| BHP Group | Australia | 2.98% |
| AIA Group Ltd. | Hong Kong | 2.14% |
| WuXi Biologics (P Chip) | China | 1.94% |
| Commonwealth Bank of Australia | Australia | 1.89% |
| Kweichow Moutai (A) (SC SH) | China | 1.81% |
| CSL | Australia | 1.79% |

Source: 10X Investments, 31 May 2023

# CoreShares All Asia (APACXJ) AMETF

## Targeted geographic exposure

**1** **Exposure to high growth Asia Pacific (ex Japan) region**

**2** **Diversified (capping)**

**3** **Efficient (0.40% management fee ex. VAT)**

[3] *Indicative pre-listing basket weights only, subject to change*



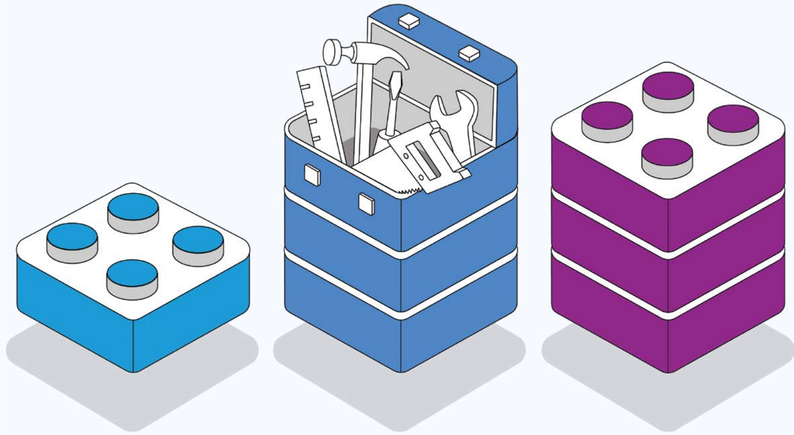
# About 10X

10X Investments, an authorised FSP (Number 28250), has been providing superior returns to investors in South Africa for over 15 years. 10X acquired CoreShares, a leading passive investment management company, in December 2022 and the combined group now manages over R40bn assets, delivering a broad range of rules-based investment strategies via Exchange-Traded Funds (ETFs), Unit Trusts, Corporate Employee Benefits and Direct-to-Consumer channels.

**As an independent asset manager, we value the importance of advice and aim to partner with advisers as well as wealth managers.**

# Exchange-traded funds

**ETFs** should simply be considered another “tool” in the toolkit which can help you to build a robust and diversified investment portfolio for the long term.





**Market Makers for offshore ETFs and INCOME AMETF:**
Jane Street
Call: 010 492 8645

**Market Makers for rest of local ETF range:**
SPW
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10X Investments is an authorised FSP (Number 28250).
CoreShares is an authorised FSP (Number 46695).