

CHINA'S EQUITY MARKET

KEY TAKEAWAYS FROM THE CWS LIVE WEBINAR



The China equity markets: Too big to ignore

- 2nd largest stock market in the world with over 6000+ listed Chinese companies
- From 2009-2019 China, on average, has accounted for over 30% of global economic growth.
- Less than 3% of global funds currently allocated to China's A-share equity market.



Long-term growth driver: Technology innovation

- Fundamental shift towards medium and high-end manufacturing and the growth of 'new economies' –new industries, new types of business and new business models.
- Supportive government policy for research and investment into frontier fields such as AI, Internet of Things, life and health science, neuroscience, genetics, renewable energies.



Focus on local managers

- On-the-ground team crucial to understanding and navigating the China markets.
- Red Gate Asset Management: Over 20 years experience researching and investing in Chinese companies listed in China, Hong Kong and abroad.



Long-term growth driver: Consumption

- China is the world's consumer story: a macro rebalancing to consumption and services from manufacturing and construction.
- Consumption accounts for 56% of GDP growth, it is increasing but still lagging the OECD average of 73% .

SPEAKERS



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