

AGCM China Stars Fund



ASIA GROWTH CAPITAL MANAGEMENT

April 1, 2026

China presents a new ambitious five-year plan for 2026-2030.

During March, the NAV of AGCM China Stars RC1 SEK increased by +0.3%.

Despite Trump's promises of no more foreign wars, and in breach of international law, the US together with Israel have launched yet another war of aggression. Iran is the final country on a list of seven in the Middle East that senior US officials in the George W. Bush-administration planned already in the early 1990-ies to go to war against. It is an illegal war of aggression in breach of the UN Charter Article 2 and the UN General Assembly Resolution 3314 of 1974. But the current leadership in Washington has declared the US no longer cares about international law.

Having been betrayed twice and attacked by the US in the middle of negotiations, there is no interest by Iran to negotiate. The diametrically opposed positions of the US and Iran imply that negotiations would be meaningless anyway. Iran demands that the US military leaves the region permanently, pays reparations for war damages, and that all sanctions on Iran are lifted. The US latest proposal, a 15-point program conveyed by Pakistani mediators would amount to a complete Iranian surrender and was dead on arrival. Even if he wanted, Trump can simply not declare victory and exit the war since Iran would continue to attack the 19 US military bases in the region.

This means that the Strait of Hormuz will likely continue to be closed to US allies for some time, blocking transportation of oil, gas and fertilizers to Europe. If the Houthis in Yemen join the war and interrupt oil and gas transports to Europe via the Red Sea, this could take an additional 10 percent of World oil and gas supplies off the market on top of the 20 percent that is not coming through Hormuz. The outlook for the World economy looks increasingly bleak with higher inflation, higher interest rates and declining economic activity on the horizon.

The outlook for China looks relatively better since it can still import oil from Iran. Furthermore, China has for years made huge investments in renewable energy. At present, 35 new nuclear power plants are under construction and last year the country added over 300 GW in solar power capacity. By 2040, solar energy will account for one-third of the nation's total electricity generation. Today, 55% of all new cars registered in China are electric and in ten years, most of China's ground transportation sector will be electrified. Our substantial fund investments in the World's leading battery and electric car companies in China were the best performing holdings in March.

In early March, China's government presented the nation's new five-year plan for the years 2026-2030. A key component of the plan includes accelerated efforts to sanction-proof the economy by reducing dependence on foreign technologies. The sectors China will focus on in the coming five years include semiconductors, AI, robotics, automation, advanced computing, aviation, satellites and biotechnology. Speaking of biotech, China set a record in the first quarter 2026 by out-licensing drug candidates mostly to international pharmaceutical companies for a combined deal value of USD 60 billion, an increase of +73% compared to the same period last year.

My colleague Yan reports from Wuhan that Trump has a nickname in China which most people seem to know, "Chuan Jian Guo". It means "Trump the nation builder". A sarcastic way to say Trump's aggressive foreign policies only makes China stronger, more unified and self-sufficient.

Gustav Rhenman, Chief Investment Officer

AGCM China Stars Fund

Monthly Report

March 2026



ASIA GROWTH CAPITAL MANAGEMENT

Performance

As of 31/03/2026	1 month	YTD	2 year	5 year	Since launch August 28, 2017
AGCM China Stars Fund RC1 SEK	+0.3%	-5.1%	+26.0%	+9.3%	+51.6%
AGCM China Stars Fund RC8 SEK	+0.3%	-5.0%	+27.4%	+12.2%	+59.4%

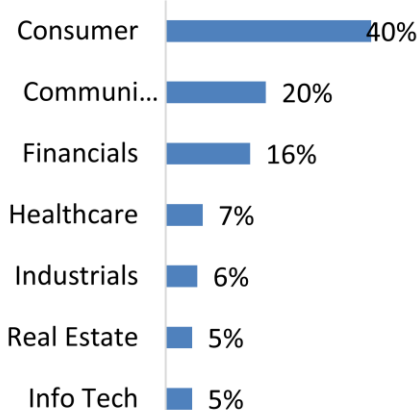
Top 5 holdings

As of 31/03/2026

Company name
Tencent Holdings
Alibaba Group
CATL
BYD
ICBC

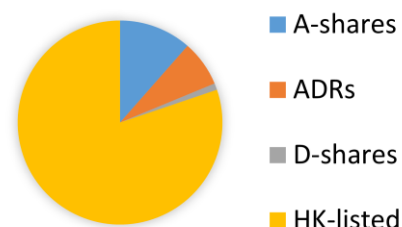
Industry breakdown

As of 31/03/2026



Market breakdown

As of 31/03/2026



About Asia Growth Capital Management

Asia Growth Capital Management AB (AGCM) is a specialized investment management company managing investment funds investing in listed equities in Asia. The company was founded in Sweden in 2013 by a group of investment professionals and executives with extensive experiences from a wide range of different industries. The Chief Investment Officer has twice before been awarded by Lipper (Thomson Reuters) for managing the best performing Asia Fund among all regulated Asia funds registered for marketing in any EU country.

Fund Facts

Portfolio manager:	Gustav Rhenman
Inception date:	28-August-2017
Fund size:	SEK 161 million
Number of holdings:	35
Management fee (RC1):	1.35% + 10% perf. Fee
Fund management Company:	FundRock Management Company S.A.
NAV:	(RC1) SEK 151.6 (RC8) SEK 159.4
Minimum subscription:	n.a.
ISIN code:	SEK RC1 LU 1608617111 SEK RC8 LU 1608617384

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Risk information: Money you invest in the Fund can both increase and decrease in value. Historic performance is no guarantee of future return. Saving in funds should be viewed in a long-term perspective, which then may potentially offer a better return than traditional savings in fixed income. We recommend that you read the KIID and prospectus available at www.agcm.se before you make an investment. You can also request such information via e-mail to info@agcm.se.