

## Fund Manager Perspective

In April, capital inflows continue to drive the market higher. However, the magnitude of the short-term rally introduces the possibility of a correction. In the medium to long term, we are still optimistic about the market. As the government relaxes regulations and the Mobile Internet revolution unfolds in China, there will be a new wave of entrepreneurs leading long-anticipated economic reforms.

In terms of industry, we are mainly focused on those that are characteristic of the development trends in China and those in which the Internet has integrated into traditional industries. We believe there will be significant growth opportunities in the finance and services sectors.

1. Internet finance: deregulation and the development of Big Data will completely transform the industry. We will focus on companies with business related to online payments, Big Data, and credit.
2. Services: Due to the diversification and classification of services, Internet and traditional business models will likely coexist in sectors including healthcare, travel, education, decorations, etc. We will pay close attention to the companies integrating online and offline aspects of business.