

# RAYC

## Rayliant Quantamental China Equity ETF

Data as of 31 Dec 2024

### Investment Strategy

The **Rayliant Quantamental China Equity ETF** is an active, systematic approach to harvesting behavioral alpha by exploiting mispricings among Chinese stocks. The strategy is localized to China, applying specialized data and signals that capture unique features of Chinese markets, including novel aspects of China's accounting, regulations, market structure, state ownership, and investor behavior.

### Performance (as of 31 Dec 2024)

		RAYC	CSI 300	Excess Rtn
<b>Last Month: Dec</b>	Price	-0.20%	-0.14%	-0.06%
1 Dec - 31 Dec	NAV	1.38%	-0.14%	+1.52%
<b>Trailing 1-Yr. at Last Qtr. End</b>	Price	14.77%	15.03%	-0.26%
As of 31 Dec 2024	NAV	14.96%	15.03%	-0.07%
<b>Inception to Last Qtr. End</b>	Price	-10.89%	-6.72%	-4.17%
As of 31 Dec 2024	NAV	-10.79%	-6.72%	-4.07%

The performance data quoted represents past performance. Past performance does not guarantee future results. Performance for periods greater than 1 year is annualized. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost and current performance may be lower or higher than the performance quoted. For performance data current to the most recent month end, please call 866-898-1688 or visit <https://funds.rayliant.com>.

### Portfolio Characteristics

	RAYC	CSI 300
Number of Holdings	107	300
Wt. Avg. Market Cap (US\$ billions)*	61.0	59.3
P/E (Trailing 12 Months)*	11.6	14.0
P/B*	1.5	1.4

\*For complete definition of terms, please see Page 2.

### Top 10 Holdings vs Benchmark (as of 31 Dec 2024)

RAYC ETF	Weight
Kweichow Moutai	5.25%
Ping An Insurance Group	4.79%
China Merchants Bank	4.56%
Contemporary Amperex Tech.	4.19%
Midea Group	3.29%
COSCO SHIPPING Holdings	2.70%
BYD	2.44%
Eastroc Beverage Group	2.38%
New China Life Insurance	2.27%
China Pacific Insurance	2.23%
<b>Note:</b> Holdings are subject to change	
<b>TOTAL</b>	<b>34.09%</b>

### Regions

CHINA A SHARES 100.0%

### Key Facts

[Prospectus](#) [Rayliant Funds Website](#)

<b>Trading Symbol</b>	RAYC	<b>CUSIP</b>	00774Q197
<b>Inception Date</b>			12.30.2020
<b>Assets (US\$ millions)</b>			\$19.2
<b>Net Expense Ratio*</b> (after fee waiver)			0.80%
<b>Gross Expense Ratio</b> (before fee waiver)			1.04%

\*The fund currently applies a fee waiver that caps its net expense ratio at 0.80%. A full explanation of expenses and fees are stated in the prospectus. Fee waivers are contractual and in effect until at least 1/31/26.

CSI 300	Weight
Kweichow Moutai	4.64%
Contemporary Amperex Tech.	3.41%
Ping An Insurance Group	2.75%
China Merchants Bank	2.36%
Midea Group	1.78%
China Yangtze Power	1.75%
East Money Information	1.58%
CITIC Securities	1.38%
Industrial Bank	1.35%
Wuliangye Yibin	1.32%
<b>TOTAL</b>	<b>22.33%</b>

### Sectors

FINANCIALS	28.4%
INDUSTRIALS	16.2%
INFORMATION TECHNOLOGY	15.1%
CONSUMER STAPLES	13.4%
CONSUMER DISCRETIONARY	11.3%
MATERIALS	5.7%
HEALTH CARE	5.6%
COMMUNICATION SERVICES	1.8%
ENERGY	1.1%
UTILITIES	0.9%
OTHER	0.6%



CSI 300 is a capitalization-weighted index designed to track the performance of the largest 300 stocks traded on the Shanghai and Shenzhen Stock Exchanges. It is not possible to invest directly in an index. Index performance returns do not reflect any management fees, transaction costs or expenses. Indices are unmanaged.



## Rayliant Quantamental China Equity ETF

### Important Information

The investment research used to develop RAYC's China strategies is conducted by both the Adviser and its affiliated entities. The researchers identified in this fact sheet may be employed by either the Adviser or an affiliate.

**Risk of Investing** Investing involves risk, including the risk of total loss of principal. Please consider the following risks before investing in the ETF.

**Active Management Risk** The Adviser's judgments about the attractiveness, value, or potential appreciation of the Fund's investments may prove to be incorrect.

**Sector Risk** The Fund may be more heavily invested in particular sectors, the value of its shares may be especially sensitive to factors and economic risks that specifically affect those sectors.

**Smaller Companies** Investments in smaller companies typically exhibit higher volatility.

**Diversification** The ETF is not diversified.

**Quantitative Investments** Investments that are managed according to a quantitative model can perform differently from the market as a whole.

**International and Emerging Markets** International markets involve political, social, economic and currency risks. These risks are heightened in emerging markets, which also include the risk of increased volatility and lower trading volume. Securities focusing on a single country may also be subject to higher volatility.

**Local Rules and Regulations** Trading through Stock Connect is subject to a number of restrictions that may affect an ETF's investments and returns. China A Shares purchased by the ETF through Stock Connect are generally subject to Chinese securities regulations and listing rules, among other restrictions.

**Reasonable Care** While reasonable care has been taken to ensure the accuracy of the information in this document, Rayliant does not give any warranty or representation, expressed or implied, and expressly disclaims liability for any errors and omissions. Information and opinions may be subject to change without notice. Rayliant accepts no liability for any loss, indirect or consequential damages, arising from the use of or reliance on this document.

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### Rayliant's Philosophy & Process

Based on decades of data and rigorous analysis anchored in fundamentals, Rayliant's systematic active approach combines a deep understanding of human behavioral bias with local insights to tap into China's growth and exploit mispricings in its retail-driven stock market.

### RAYC Portfolio Managers



**Jason Hsu, PhD**  
Chairman & CIO



**Mark Schlarbaum**  
Managing Director,  
Capital Markets & Trading



**Phillip Wool, PhD**  
Senior Managing Director,  
Chief Research Officer and  
Head of Portfolio Management



**Before investing in any ETF, it is critical for investors to carefully consider the fund's investment objectives, risks, charges and expenses.**

**To obtain a full or summary Prospectus for the Fund, which contains this and other information, please visit <https://funds.rayliant.com/rayc>**

**Please read the Prospectus carefully before investing.**

The Rayliant Quantamental China Equity ETF is distributed by SEI Investments Distribution Co., which is not affiliated with Rayliant Asset Management, the Investment Adviser.

Shares are bought and sold at market price (not NAV) and are not individually redeemed from the Fund. The returns shown do not represent the returns you would receive if you traded shares at other times. Brokerage commissions will reduce returns. The market price returns are based on the official closing price of an ETF share or, if the official closing price isn't available, the midpoint between the national best bid and national best offer ("NBBO") as of the time the ETF calculates current NAV per share. NAVs are calculated using prices as of 4:00 PM Eastern Time.

#### Definition of Terms

##### Weighted Average Market Cap

The average market capitalization of all companies in a fund/index, with each company weighted according to its percent held in the fund/index.

##### Price/Earnings (P/E Trailing 12 Months)

P/E ratio is a ratio for valuing a company that measures its current share price relative to its per-share earnings (EPS) for the past 12 months. P/E ratios are used by investors and analysts to determine the relative value of a company's shares in an apples-to-apples comparison.

##### Price/Book (P/B)

P/B measures the market capitalization of a company relative to its book value of equity. Widely used among the value investing crowd, the P/B ratio can be used to identify undervalued stocks in the market.