

# CHII

## Global X MSCI China Industrials ETF

### Analyst Report

CHII is a very precise tool that may be appropriate for investors with very specific views on China's economy. This ETF offers exposure to China's industrial sector, making it one of the most precise tools available in the ETF universe. Those looking to overweight China may find this ETF useful for fine tuning exposure, while investors bullish on the outlook for industrial stocks but hesitant to invest in U.S. equities may consider CHII as well. This fund can also be used in market neutral long/short trades that seek to exploit return differentials--for example going long CHII and short XLI (or vice versa). CHII is more expensive than most broad-based China ETFs, so those seeking exposure to the total Chinese economy may prefer funds such as YAO or GXC.

A few aspects of the underlying portfolio are worth noting. CHII, like many sector-specific ETFs outside of the U.S., is a bit concentrated. The underlying portfolio is a bit shallow, though the fund does a nice job of spreading assets around and avoiding excessive concentrations in any one name. It should also be noted that while CHII focuses exclusively on the industrials sector, exposure is spread across a number of different sub-industries from industrial equipment and building materials to engineering and construction firms.

While CHII's expense ratio is above the ETF industry average, the fees charged are very reasonable considering the granularity of exposure offered. And the ability to trade this ETF commission free in Interactive Brokers accounts should further enhance the cost efficiency to certain investors.

### ESG Themes and Scores

3.21/10

ESG Rate

2.28%

Global Percentile

11.11%

Peer Percentile

### Performance Data

	CHII	ETF Database Category Average	Factset Segment Average
1 Month	-1.69%	-4.55%	-1.69%
3 Month	-5.49%	-10.36%	-5.49%
YTD Return	-3.98%	-8.01%	-3.98%
1 Year Return	-24.51%	-23.74%	-24.51%
3 Year Return	-13.59%	-16.72%	-13.59%
5 Year Return	-4.76%	-1.67%	-4.76%

### Top 5 Holdings

No Holdings Data Available

### Vitals

Issuer	Mirae Asset Global Investments Co., Ltd.
Brand	Global X
Structure	ETF
Expense Ratio	0.65%
Inception	Nov 30, 2009
Index Tracked	MSCI China Industrials 10/50 Index

### ETF Database Themes

Category	China Equities
Asset Class	Equity
Asset Class Size	Multi-Cap
Asset Class Style	Blend
Region (General)	Emerging Asia Pacific
Region (Specific)	China

### FactSet Classifications

Segment	Equity: China Industrials
Category	Sector
Focus	Industrials
Niche	Broad-based
Strategy	Vanilla
Weighting	Market Cap

