

ANNUAL REPORT

CHINA UNIVERSAL INTERNATIONAL SERIES -
CUAM HONG KONG DOLLAR BOND FUND

(A sub-fund of China Universal International Series, an umbrella unit trust
established under the laws of Hong Kong)

31 December 2019

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
(A sub-fund of China Universal International Series)

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CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
(A sub-fund of China Universal International Series)

ADMINISTRATION AND MANAGEMENT

MANAGER

China Universal Asset Management (Hong Kong) Company
Limited
3710-11, Two International Finance Centre
8 Finance Street
Central
Hong Kong

DIRECTORS OF THE MANAGER

LI Wen
WAN Qing
ZHANG Hui

SOLICITORS TO THE MANAGER

Deacons
5/F, Alexandra House
18 Chater Road
Central
Hong Kong

TRUSTEE AND REGISTRAR

BOCI-Prudential Trustee Limited
12/F & 25/F, Citicorp Centre
18 Whitfield Road
Causeway Bay
Hong Kong

AUDITOR

Ernst & Young
22/F, CITIC Tower
1 Tim Mei Avenue
Central
Hong Kong

CUSTODIAN

Bank of China (Hong Kong) Limited
14/F, Bank of China Tower
1 Garden Road
Central
Hong Kong

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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REPORT OF THE MANAGER

In 2019, Hong Kong Dollar HIBOR Fixings Rate (3 Months) climbed to 2.43%. The yield of Generic Hong Kong 5- year Government Bond lowered to 1.72% from 2.20% in the year beginning.

Assuming dividends were reinvested, the Hong Kong Dollar Class I units of China Universal International Series – CUAM Hong Kong Dollar Bond Fund (the “Sub-Fund”) achieved a 4.59% return during the year. The Hong Kong Dollar Class A units of the Sub-Fund achieved a 4.32% return during the year. The US Dollar Class I units of the Sub-Fund achieved a 5.24% return during the year. The Renminbi Class I units of the Sub-Fund achieved a 6.50% return during the year.

In terms of market outlook, we have well prepared to minimize the downside risk if there is rate hike. We keep relatively short duration and lower position to be more defensive. Meanwhile, we prudentially select in bonds seeking for return enhancement as we expect future economic environment is better for spread products to outperform rate products.

For and on behalf of
China Universal Asset Management (Hong Kong) Company Limited, the Manager

27 April 2020

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REPORT OF THE TRUSTEE TO THE UNITHOLDERS

We hereby confirm that, in our opinion, the Manager, China Universal Asset Management (Hong Kong) Company Limited, has, in all material respects, managed China Universal International Series – CUAM Hong Kong Dollar Bond Fund for the year ended 31 December 2019 in accordance with the provisions of the trust deed dated 29 December 2011 as amended by five supplemental deeds dated 5 October 2012, 15 July 2013, 25 August 2016, 12 January 2017 and 10 December 2019 (collectively, the "Trust Deed").

On behalf of
BOCI-Prudential Trustee Limited, the Trustee

27 April 2020

Independent auditor's report

To the Trustee and the Manager of

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND

(A sub-fund of China Universal International Series, an umbrella unit trust established under the laws of Hong Kong)

Opinion

We have audited the financial statements of China Universal International Series – CUAM Hong Kong Dollar Bond Fund (a sub-fund of China Universal International Series (the "Trust") and referred to as the "Sub-Fund") set out on pages 7 to 36, which comprise the statement of financial position as at 31 December 2019, and the statement of profit or loss and other comprehensive income, the statement of changes in net assets attributable to unitholders and the statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Sub-Fund as at 31 December 2019, and of its financial performance and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

Basis for opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") issued by the HKICPA. Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the financial statements* section of our report. We are independent of the Sub-Fund in accordance with the HKICPA's *Code of Ethics for Professional Accountants* (the "Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information included in the Annual Report

The Manager and the Trustee of the Sub-Fund are responsible for the other information. The other information comprises the information included in the Annual Report, other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Independent auditor's report (continued)

To the Trustee and the Manager of

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Responsibilities of the Manager and the Trustee for the financial statements

The Manager and the Trustee of the Sub-Fund are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA, and for such internal control as the Manager and the Trustee determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager and the Trustee of the Sub-Fund are responsible for assessing the Sub-Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager and the Trustee either intend to liquidate the Sub-Fund or to cease operations, or have no realistic alternative but to do so.

In addition, the Manager and the Trustee of the Sub-Fund are required to ensure that the financial statements have been properly prepared in accordance with the relevant provisions of the trust deed, as amended by supplemental deeds (collectively, the "Trust Deed") and the relevant disclosure provisions of Appendix E of the Code on Unit Trusts and Mutual Funds ("the SFC Code") issued by the Hong Kong Securities and Futures Commission.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Our report is made solely to you, as a body, in accordance with our agreed terms of engagement, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSAAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Sub-Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and the relevant disclosure provisions of Appendix E of the SFC Code.

As part of an audit in accordance with HKSAAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

Independent auditor's report (continued)

To the Trustee and the Manager of

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Auditor's responsibilities for the audit of the financial statements (continued)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Sub-Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager and the Trustee.
- Conclude on the appropriateness of the Manager's and the Trustee's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Sub-Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Sub-Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager and the Trustee regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on matters under the relevant disclosure provisions of the Trust Deed and the relevant disclosure provisions of Appendix E of the SFC Code

In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and the relevant disclosure provisions of Appendix E of the SFC Code.

Certified Public Accountants
Hong Kong
27 April 2020

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

Year ended 31 December 2019

	Notes	2019 HK\$	2018 HK\$
INCOME			
Interest income on financial assets at fair value through profit or loss		14,886,588	14,309,628
Other interest income		887,500	633,432
Net gains/(losses) on financial assets at fair value through profit or loss	7	9,139,454	(8,442,361)
Foreign exchange differences		(195,096)	106,633
		<u>24,718,446</u>	<u>6,607,332</u>
EXPENSES			
Management fee	4	(3,130,140)	(2,884,011)
Trustee fee	4	(737,098)	(684,688)
Custodian fee	4	(94,400)	(84,311)
License fee		(6,375)	(6,375)
Bank charges		(18,652)	(9,296)
		<u>(3,986,665)</u>	<u>(3,668,681)</u>
OPERATING PROFIT		20,731,781	2,938,651
FINANCE COSTS			
Distributions to unitholders	6	(23,163,571)	-
(DECREASE)/INCREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>(2,431,790)</u>	<u>2,938,651</u>

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STATEMENT OF FINANCIAL POSITION

31 December 2019

	Notes	2019 HK\$	2018 HK\$
ASSETS			
Financial assets at fair value through profit or loss	7	447,746,178	436,486,256
Prepayment		6,375	6,375
Due from the Manager	4	19,871	56,740
Interest receivables		4,321,110	4,867,078
Cash and cash equivalents	9	<u>59,024,807</u>	<u>25,010,532</u>
TOTAL ASSETS		<u><u>511,118,341</u></u>	<u><u>466,426,981</u></u>
LIABILITIES			
Management fee payable	4	286,492	251,371
Trustee fee payable	4	67,304	58,962
Redemption proceeds payable		-	100,240
Other payables and accruals		<u>1,100</u>	<u>300</u>
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u><u>354,896</u></u>	<u><u>410,873</u></u>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u><u>510,763,445</u></u>	<u><u>466,016,108</u></u>

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

Year ended 31 December 2019

	Number of units	HK\$
At 1 January 2018	44,385,145.896	422,004,847
Subscription of units		
- Class A (HKD) units	11,602,947.503	115,372,886
- Class I (HKD) units	6,458,003.109	64,567,729
- Class I (RMB) units	600,000.000	6,829,800
	<u>18,660,950.612</u>	<u>186,770,415</u>
Redemption of units		
- Class A (HKD) units	(6,776,362.694)	(67,375,729)
- Class I (HKD) units	(7,162,558.522)	(71,359,844)
- Class I (USD) units	(896,000.000)	(6,962,232)
	<u>(14,834,921.216)</u>	<u>(145,697,805)</u>
Increase in net assets attributable to unitholders during the year	<u>-</u>	<u>2,938,651</u>
At 31 December 2018 and 1 January 2019	48,211,175,292	466,016,108
Subscription of units		
- Class A (HKD) units	9,429,389.611	96,054,136
- Class I (HKD) units	2,842,107.054	29,089,957
- Class I (USD) units	1,643,146.141	12,974,420
- Class I (RMB) units	46,536.217	527,440
	<u>13,961,179.023</u>	<u>138,645,953</u>
Redemption of units		
- Class A (HKD) units	(7,058,779.039)	(72,181,907)
- Class I (HKD) units	(1,886,206.357)	(19,284,919)
	<u>(8,944,985.396)</u>	<u>(91,466,826)</u>
Decrease in net assets attributable to unitholders during the year	<u>-</u>	<u>(2,431,790)</u>
At 31 December 2019	<u>53,227,368.919</u>	<u>510,763,445</u>
	31 December 2019	31 December 2018
NUMBER OF UNITS IN ISSUE		
- Class A (HKD) units	28,166,260.376	25,795,649.804
- Class I (HKD) units	13,683,675.546	12,727,774.849
- Class I (USD) units	10,730,896.780	9,087,750.639
- Class I (RMB) units	646,536.217	600,000.000

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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STATEMENT OF CASH FLOWS

Year ended 31 December 2019

	Note	2019 HK\$	2018 HK\$
CASH FLOWS FROM OPERATING ACTIVITIES			
(Decrease)/increase in net assets attributable to unitholders		(2,431,790)	2,938,651
Adjustments for:			
Interest income on financial assets at fair value through profit or loss		(14,886,588)	(14,309,628)
Other interest income		(887,500)	(633,432)
Distribution to unitholders		<u>23,163,571</u>	<u>-</u>
		4,957,693	(12,004,409)
Increase in financial assets at fair value through profit or loss		(11,259,922)	(90,938,398)
Decrease/(increase) in amount due from the Manager		36,869	(23,260)
Increase in management fee payable		35,121	38,776
Increase in trustee fee payable		8,342	7,306
Decrease in amount due to a broker		-	(4,035,801)
Increase/(decrease) in other payables and accruals		<u>800</u>	<u>(2,000)</u>
Net cash used in operations		(6,221,097)	(106,957,786)
Interest received		<u>16,320,056</u>	<u>13,363,130</u>
Net cash flows from/(used in) operating activities		<u>10,098,959</u>	<u>(93,594,656)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issue of units		138,645,953	186,770,415
Payments for redemption of units		(91,567,066)	(156,016,094)
Distribution to unitholders		<u>(23,163,571)</u>	<u>-</u>
Net cash flows from financing activities		<u>23,915,316</u>	<u>30,754,321</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		34,014,275	(62,840,335)
Cash and cash equivalents at beginning of year		<u>25,010,532</u>	<u>87,850,867</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR		<u><u>59,024,807</u></u>	<u><u>25,010,532</u></u>
ANALYSIS OF BALANCE OF CASH AND CASH EQUIVALENTS			
Cash and bank balances	9	5,453,787	9,849,987
Time deposits with original maturity of less than three months	9	<u>53,571,020</u>	<u>15,160,545</u>
		<u><u>59,024,807</u></u>	<u><u>25,010,532</u></u>

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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NOTES TO THE FINANCIAL STATEMENTS

31 December 2019

1. THE SUB-FUND

China Universal International Series (the "Trust") was constituted as an open-ended unit trust established under the laws of Hong Kong pursuant to the trust deed dated 29 December 2011 as amended by five supplemental deeds dated 5 October 2012, 15 July 2013, 25 August 2016, 12 January 2017 and 10 December 2019 (collectively, the "Trust Deed"). As at 31 December 2019, the Trust consists of four sub-funds namely CUAM RMB Bondplus Fund, CUAM China-Hong Kong Strategy Fund, CUAM Hong Kong Dollar Bond Fund and CUAM Select US Dollar Bond Fund.

CUAM Hong Kong Dollar Bond Fund (the "Sub-Fund") was commenced as a separate sub-fund of the Trust on 2 September 2013. The Sub-Fund is an open-ended unit trust authorised by the Securities and Futures Commission of Hong Kong (the "SFC") under Section 104(1) of the Securities and Futures Ordinance (the "SFO") and is required to comply with the Code on Unit Trusts and Mutual Funds established by the SFC (the "SFC Code"). Authorisation by the SFC does not imply official approval or recommendation.

The Manager of the Sub-Fund is China Universal Asset Management (Hong Kong) Company Limited (the "Manager") and the Trustee is BOCI-Prudential Trustee Limited (the "Trustee"). The Custodian is Bank of China (Hong Kong) Limited (the "Custodian").

Two classes of units, namely Class A units and Class I units, are available for subscription for the Sub-Fund. Class A units and Class I units are subject to different management fees. For the year ended 31 December 2019, both Class A units and Class I units were in issue.

The Sub-Fund mainly invests in debt securities issued or fully guaranteed by governments, government agencies, supranational and corporate. The debt securities instruments in which the Sub-Fund may invest include (but not limited to) long-term bonds, medium-term notes, bills, convertible bonds, subordinated debt, asset-backed debt securities, certificate of deposits and commercial papers. The Sub-Fund will invest more than 70% of its assets in Hong Kong Dollar denominated debt securities and certificates of deposits, and not more than 30% will be invested in other currency denominated debt securities.

The investment objective of the Sub-Fund is to seek to provide investors with a stable and consistent investment return over medium to long term by investing primarily in Hong Kong Dollar denominated debt securities instruments.

2.1 BASIS OF PREPARATION

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong and the relevant disclosure provisions of the Trust Deed and the relevant disclosure provisions specified in Appendix E to the SFC Code.

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NOTES TO THE FINANCIAL STATEMENTS

31 December 2019

2.1 BASIS OF PREPARATION (continued)

The financial statements have been prepared under the historical cost basis, except for financial assets classified at fair value through profit or loss ("FVPL") that have been measured at fair value. The financial statements are presented in Hong Kong Dollar ("HK\$") and all values are rounded to the nearest HK\$ except where otherwise indicated.

2.2 CHANGE IN ACCOUNTING POLICIES AND DISCLOSURES

The Sub-Fund has adopted the following new and revised HKFRSs for the first time in the current year's financial statements, which are applicable to the Sub-Fund.

HK(IFRIC)-Int 23 *Uncertainty over Income Tax Treatments*

The nature and the impact of the amendments are described below:

HK(IFRIC)-Int 23 Uncertainty over Income Tax Treatments

The interpretation addresses the accounting for income taxes when tax treatments involve uncertainty that affects the application of HKAS 12. The interpretation does not apply to taxes or levies outside the scope of HKAS 12, nor does it specifically include requirements relating to interest and penalties associated with uncertain tax treatments. The interpretation specifically addresses the following:

- Whether the Sub-Fund considers uncertain tax treatments separately
- The assumptions the Sub-Fund makes about the examination of tax treatments by taxation authorities
- How the Sub-Fund determines taxable profits (tax losses), tax bases, unused tax losses, unused tax credits and tax rates
- How the Sub-Fund considers changes in facts and circumstances

The interpretation has had no impact on the financial position or performance of the Sub-Fund.

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NOTES TO THE FINANCIAL STATEMENTS

31 December 2019

2.3 ISSUED BUT NOT YET EFFECTIVE HONG KONG FINANCIAL REPORTING STANDARDS

The Sub-Fund has not early applied any of the new and revised HKFRSs that have been issued but are not yet effective for the accounting year ended 31 December 2019, in these financial statements. Among the new and revised HKFRSs, the following are expected to be relevant to the Sub-Fund's financial statements upon becoming effective:

Amendments to HKAS 1

*Definition of Material*¹

¹Effective for annual periods beginning on or after 1 January 2020

Amendments to HKAS 1 and HKAS 8 provide a new definition of material. The new definition states that information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general purpose financial statements make on the basis of those financial statements. The amendments clarify that materiality will depend on the nature or magnitude of information. A misstatement of information is material if it could reasonably be expected to influence decisions made by the primary users. The Sub-Fund expects to adopt the amendments prospectively from 1 January 2020. The amendments are not expected to have any significant impact on the Sub-Fund's financial statements.

2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial instruments

(i) Classification

In accordance with HKFRS 9, the Sub-Fund classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below.

In applying that classification, a financial asset or financial liability is considered to be held for trading if:

- (a) It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term; or
- (b) On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking; or
- (c) It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument)

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NOTES TO THE FINANCIAL STATEMENTS

31 December 2019

2.4, SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

(i) **Classification** (continued)

Financial assets

The Sub-Fund classifies its financial assets as subsequently measured at amortised cost or measured at fair value through profit or loss on the basis of both:

- The entity's business model for managing the financial assets
- The contractual cash flow characteristics of the financial asset

Financial assets measured at amortised cost

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Sub-Fund includes in this short-term non-financing receivables including cash and cash equivalents, interest receivables and amount due from the Manager.

Financial assets measured at fair value through profit or loss (FVPL)

A financial asset is measured at fair value through profit or loss if:

- (a) Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest (SPPI) on the principal amount outstanding; or
- (b) It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell; or
- (c) At initial recognition, it is irrevocably designated as measured at FVPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

The Sub-Fund includes in this category:

- Instruments held for trading. This category includes debt securities which are acquired principally for the purpose of generating a profit from short-term fluctuations in price.

Financial liabilities

Financial liabilities measured at amortised cost

This category includes all financial liabilities. The Sub-Fund includes in this category management fee payable, trustee fee payable, redemption proceeds payable and other payables and accruals.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2019

2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

(ii) Recognition

The Sub-Fund recognises a financial asset or a financial liability when, and only when, it becomes a party to the contractual provisions of the instrument.

Purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the marketplace (regular way trades) are recognised on the trade date, i.e., the date that the Sub-Fund commits to purchase or sell the financial asset.

(ii) Initial measurement

Financial assets at fair value through profit or loss are recorded in the statement of financial position at fair value. All transaction costs for such instruments are recognised directly in profit or loss.

Loans and receivables and financial liabilities (other than those classified as held for trading) are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue.

(iii) Subsequent measurement

After initial measurement, the Sub-Fund measures financial instruments which are classified as fair value through profit or loss at fair value. Subsequent changes in the fair value of those financial instruments are recorded in "Net gain or loss on financial assets at fair value through profit or loss". Interest earned on such instruments is recorded separately in "Interest income on financial assets at fair value through profit or loss".

Loans and receivables are carried at amortised cost using the effective interest method less any allowance for impairment. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

Financial liabilities are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised, as well as through the amortisation process.

The effective interest is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Sub-Fund estimates cash flows considering all contractual terms of the financial instruments, but does not consider future credit losses. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

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2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

(iv) Derecognition

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised where:

- The rights to receive cash flows from the asset have expired; or
- The Sub-Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass through arrangement; and either (a) the Sub-Fund has transferred substantially all the risks and rewards of the asset, or (b) the Sub-Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Sub-Fund has transferred its rights to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Sub-Fund's continuing involvement in the asset. In that case, the Sub-Fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Sub-Fund has retained.

The Sub-Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled, or expired.

Fair value measurement

The Sub-Fund measures financial instruments, such as, debt securities at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either:

- In the principal market for the asset or liability, or
- In the absence of a principal market, in the most advantageous market for the asset or liability the principal or the most advantageous market must be accessible by the Sub-Fund.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The fair value for financial instruments traded in active markets at the reporting date is based on their quoted price, without any deduction for transaction costs. Securities defined in these accounts as 'listed' are traded in an active market.

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2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fair value measurement (continued)

For all other financial instruments not traded in an active market, the fair value is determined by using the last traded price or valuation techniques deemed to be appropriate in the circumstances. Valuation techniques include the market approach and income approach.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Based on quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Based on valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable
- Level 3 - Based on valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Sub-Fund determines whether transfers have occurred between levels in the hierarchy by reassessing categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the end of each reporting period.

Impairment of financial assets

The Sub-Fund holds only short-term receivables with no financing component and which have maturities of less than 12 months at amortised cost and, as such, has chosen to apply an approach similar to the simplified approach for expected credit losses (ECL) under HKFRS 9 to all its short-term receivables. Therefore, the Sub-Fund does not track changes in credit risk, but instead, recognises a loss allowance based on lifetime ECLs at each reporting date.

The Sub-Fund's approach to ECLs reflects a probability-weighted outcome, the time value of money and reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The Sub-Fund uses the provision matrix as a practical expedient to measuring ECLs on trade receivables, based on days past due for groupings of receivables with similar loss patterns. Receivables are grouped based on their nature. The provision matrix is based on historical observed loss rates over the expected life of the receivables and is adjusted for forward-looking estimates.

Cash and cash equivalents

For the purpose of the statement of financial position, cash and cash equivalents comprise cash on hand, demand deposits, and short-term deposits in banks, with original maturities of three months or less.

For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and bank balances as defined above, net of outstanding bank overdrafts when applicable.

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2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Foreign currency

These financial statements are presented in HK\$, which is the Sub-Fund's functional and presentation currency. Foreign currency transactions recorded by the Sub-Fund are initially recorded using their respective functional currency rates prevailing at the dates of the transactions. Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rates of exchange ruling at the reporting date. Differences arising on settlement or transaction of monetary items are recognised in profit or loss.

Non-monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates at the dates of the initial transactions. Non-monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

Foreign currency transaction gains and losses on financial instruments classified as at fair value through profit or loss are included in profit or loss as part of the 'net loss on financial assets at fair value through profit or loss'.

Functional currency

The Sub-Fund's functional currency is HK\$, which is the currency of the primary economic environment in which it operates. The Sub-Fund's performance is evaluated and its liquidity is managed in HK\$. Therefore, the HK\$ is considered as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The Sub-Fund's presentation currency is also HK\$.

Net assets attributable to unitholders

The Sub-Fund issues redeemable units, namely Class A units and Class I units, which are redeemable at the unitholder's option and are classified as financial liabilities.

The unitholders can redeem the units during the Hong Kong business days of each calendar month or such other day or days determined by the Manager and Trustee may agree from time to time for cash equal to a proportionate share of the Sub-Fund's net assets attributable to unitholders of the relevant classes.

Redeemable units are issued and redeemed at the holder's option at prices based on the Sub-Fund's net assets attributable to unitholders per unit at the time of issue or redemption. The Sub-Fund's net assets attributable to unitholders per unit is calculated by dividing the net assets attributable to unitholders by the number of units in issue.

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2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Interest income

Interest income is recognised in profit or loss for all interest-bearing financial instruments using the effective interest method.

Net gains/(losses) on financial assets at fair value through profit or loss

This item includes changes in the fair value of financial assets held for trading and excludes interest income and expenses.

Unrealised gains and losses comprise changes in the fair value of financial instruments for the year and from reversal of prior period's unrealised gains and losses for financial instruments which were realised in the reporting period.

Realised gains and losses on disposals of financial instruments classified as at "fair value through profit or loss" are calculated using the weighted average method. They represent the difference between an instrument's average cost and disposal amount.

Related parties

A party is considered to be related to the Sub-Fund if:

- (a) the party is a person or a close member of that person's family and that person
 - (i) has control or joint control over the Sub-Fund;
 - (ii) has significant influence over the Sub-Fund; or
 - (iii) is a member of the key management personnel of the Sub-Fund or of a parent of the Sub-Fund; or
- (b) the party is an entity where any of the following conditions applies:
 - (i) the entity and the Sub-Fund are members of the same group;
 - (ii) one entity is an associate or joint venture of the other entity (or of a parent, subsidiary or fellow subsidiary of the other entity);
 - (iii) the entity and the Sub-Fund are joint ventures of the same third party;
 - (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
 - (v) the entity is a post-employment benefit plan for the benefit of employees of either the Sub-Fund or an entity related to the Sub-Fund;
 - (vi) the entity is controlled or jointly controlled by a person identified in (a);
 - (vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); and
 - (viii) the entity, or any member of a group of which it is a part, provides key management personnel services to the Sub-Fund or to the parent of the Sub-Fund.

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2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Taxes

The Sub-Fund is exempted from all forms of taxation in Hong Kong, including income, capital gains and withholding taxes. However, in some jurisdiction, investment income and capital gains are subject to withholding tax deducted at the source of the income. The Sub-Fund presents the withholding tax separately from the gross investment income in profit or loss. For the purpose of the statement of cash flows, cash inflows from investments are presented net of withholding taxes, when applicable.

Distributions to unitholders

Distributions are at the discretion of the Manager. A distribution to the Sub-Fund's unitholders is included in profit or loss as the "finance costs". A proposed distribution is recognised as a liability in the year in which it is approved by the Manager of the Sub-Fund.

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of the Sub-Fund's financial statements requires management to make judgements, estimates and assumptions that affect the reported amounts recognised in the financial statements. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

Judgements

In the process of applying the Sub-Fund's accounting policies, management has not made any significant judgements which have the significant effect on the amounts recognised in the financial statements.

Estimates and assumptions

The key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year, are described below. The Sub-Fund based its estimates on parameters available when the financial statements were prepared. However, existing circumstances and assumptions about future developments may change due to market changes or in circumstances arising beyond the control of the Sub-Fund. Such changes are reflected in the assumptions when they occur.

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3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES (continued)

Estimates and assumptions (continued)

Fair value of financial instruments

When the fair values of financial assets recorded in the statement of financial position cannot be derived from active markets, their fair value is determined using a variety of valuation techniques that include the use of valuation models. The inputs to these models are taken from observable markets where possible, but where this is not feasible, estimation is required in establishing fair values. The estimates include considerations of liquidity and model inputs related to items such as yield curve, credit risk (both own and counterparty's), correlation and volatility. Changes in assumptions about these factors could affect the reported fair value of financial instruments in the statement of financial position and the level where the instruments are disclosed in the fair value hierarchy.

The models are tested for validity by calibrating to prices from any observable current market transactions in the same instrument (without modification or repackaging) when available. To assess the significance of a particular input to the entire measurement, the Sub-Fund performs sensitivity analysis or stress testing techniques.

4. TRANSACTIONS WITH THE MANAGER AND ITS CONNECTED PERSONS AND RELATED PARTY TRANSACTIONS

The following is a summary of significant related party transactions entered into during the year between the Sub-Fund and the Manager and their connected persons. Connected persons of the Manager are those as defined in the SFC Code. All transactions entered into during the year between the Sub-Fund, the Manager and their connected persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager's knowledge, the Sub-Fund does not have any other transactions with connected persons except for those disclosed below:

Holdings of the Sub-Fund

The Sub-Fund allows the Manager, its connected persons and other funds managed by the Manager to subscribe for, and redeem, units in the Sub-Fund.

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4. TRANSACTIONS WITH THE MANAGER AND ITS CONNECTED PERSONS AND RELATED PARTY TRANSACTIONS (continued)

Holdings of the Sub-Fund (continued)

During the year ended 31 December 2019, the Manager had subscriptions of HK\$13,984,559 in Class I (HKD), US\$1,659,519 in Class I (USD) and HK\$32,988 in Class A (HKD) and a redemption of HK\$10,879,439 in Class I (HKD).

The holdings of Class I and Class A in the Sub-Fund by the Manager as at 31 December 2019 and 2018 were as follows:

At 31 December 2019	Units outstanding at 31 December 2018	Units subscribed during the year	Units redeemed during the year	Units outstanding at 31 December 2019
CUAM Hong Kong Dollar Bond Fund – Class I (HKD)	<u>5,647,858.162</u>	<u>1,377,320.670</u>	<u>(1,070,916.313)</u>	<u>5,954,262.519</u>
CUAM Hong Kong Dollar Bond Fund – Class I (USD)	<u>9,087,750.639</u>	<u>1,643,146.141</u>	<u>-</u>	<u>10,730,896.780</u>
CUAM Hong Kong Dollar Bond Fund – Class A (HKD)	<u>71,054.182</u>	<u>3,280.794</u>	<u>-</u>	<u>74,334.976</u>

During the year ended 31 December 2018, the Manager had no subscriptions and redemption of HK\$40,514,665 in Class I (HKD) and US\$887,040 in Class I (USD).

At 31 December 2018	Units outstanding at 31 December 2017	Units subscribed during the year	Units redeemed during the year	Units outstanding at 31 December 2018
CUAM Hong Kong Dollar Bond Fund – Class I (HKD)	<u>9,720,083.547</u>	<u>-</u>	<u>(4,072,225.385)</u>	<u>5,647,858.162</u>
CUAM Hong Kong Dollar Bond Fund – Class I (USD)	<u>9,983,750.639</u>	<u>-</u>	<u>(896,000.000)</u>	<u>9,087,750.639</u>
CUAM Hong Kong Dollar Bond Fund – Class A (HKD)	<u>71,054.182</u>	<u>-</u>	<u>-</u>	<u>71,054.182</u>

Investment and other handling fees

The Sub-Fund pays investment handling fee of HK\$100 per transaction and other handling fees to the Trustee. For the year ended 31 December 2019, the total amount of investment and other handling fees was HK\$8,900 (2018: HK\$8,100) and it was borne by the Manager.

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4. TRANSACTIONS WITH THE MANAGER AND ITS CONNECTED PERSONS AND RELATED PARTY TRANSACTIONS (continued)

Brokerage commission

Bank of China (Hong Kong) Limited, an affiliate of the Trustee, rendered brokerage services for the Sub-Fund's purchases and sales of securities. The transaction details were as follows:

Year ended 31 December 2019

	Aggregate value of purchases and sales of securities HK\$	Total commission paid HK\$	% of Sub- Fund's total transactions during the year	Average commission rate (%)
Bank of China (Hong Kong) Limited	33,366,646	-	17.06%	-

Year ended 31 December 2018

	Aggregate value of purchases and sales of securities HK\$	Total commission paid HK\$	% of Sub- Fund's total transactions during the year	Average commission rate (%)
Bank of China (Hong Kong) Limited	20,305,944	-	8.59%	-

Bank deposits and investments held by the Trustee's affiliates

The Sub-Fund's investments were held by the Trustee's affiliate, Bank of China (Hong Kong) Limited. As at 31 December 2019, bank balances including time deposits of the Sub-Fund held by the Trustee's affiliate were HK\$5,453,787 (2018: HK\$9,849,987) and the interest income on these bank balances for the year was HK\$50,429 (2018: HK\$25,061).

Management fee

The Manager is entitled to receive, on an annual basis, a management fee from the Sub-Fund, at a rate of 0.75% for Class A units and 0.5% for Class I units per annum (up to maximum of 3% per annum in total by giving not less than one month's prior notice to the unitholders) with respect to the net assets attributable to unitholders of each class of the Sub-Fund calculated and accrued on each dealing day and are paid monthly in arrears. For the year ended 31 December 2019, the management fee was HK\$ 3,130,140 (2018:HK\$2,884,011).

Trustee fee

The Trustee is entitled to receive, on an annual basis, a trustee fee from the Sub-Fund, at the current rate of 0.15% per annum (up to maximum of 0.5% per annum by giving not less than one month's prior notice to the unitholders) of the net assets attributable to unitholders of the Sub-Fund calculated, subject to a minimum monthly fee of HK\$35,000, and accrued on each dealing day and is paid monthly in arrears. For the year ended 31 December 2019, the trustee fee was HK\$737,098 (2018:HK\$684,688).

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4. TRANSACTIONS WITH THE MANAGER AND ITS CONNECTED PERSONS AND RELATED PARTY TRANSACTIONS (continued)

Custodian fee

The Custodian is entitled to receive, on an annual basis, custodian fees from the Sub-Fund, at a rate up to 0.1% per annum of the net assets attributable to unitholders of the Sub-Fund calculated and is paid monthly in arrears. For the year ended 31 December 2019, the custodian fee was HK\$94,400 (2018: HK\$84,311).

Certain charges, fees and expenses borne by the Manager

Pursuant to the latest Explanatory Memorandum of the Sub-Fund, certain charges, fees and expenses which are attributable to the Sub-Fund are borne by the Manager at its discretion starting from 1 January 2014 until a future date as notified by the Manager. For the year ended 31 December 2019, the Manager bore and paid a total sum of HK\$395,479 for the Sub-Fund (2018: HK\$330,162).

For the year ended 31 December 2019, certain fees such as transaction fee, scrip fee paid to the Custodian were HK\$11,631 (2018: HK\$15,160) and these were borne by the Manager.

As at 31 December 2019, the Sub-Fund has an amount due from the Manager of HK\$19,871 (2018: HK\$56,740) related to certain charges, fees and expenses borne by the Manager. The balance with the Manager is unsecured, interest-free and repayable on demand.

5. INCOME TAX

Hong Kong

No provision for Hong Kong profits tax has been made for the Sub-Fund. The Sub-Fund is authorised by the SFC as a collective investment scheme pursuant to Section 104 of the SFC to offering to the retail public in Hong Kong. It is exempted from Hong Kong profits tax under Section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

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6. DISTRIBUTIONS

	HK\$
Undistributed income at 31 December 2017 and 1 January 2018	-
Increase in net assets attributable to unitholders during the year	2,938,651
Add: Net loss on financial assets at fair value through profit or loss	<u>8,442,361</u>
Undistributed income before distribution	11,381,012
Transfer to capital	<u>(11,381,012)</u>
Undistributed income at 31 December 2018 and 1 January 2019	-
Decrease in net assets attributable to unitholders during the year	(2,431,790)
Add: Finance costs – distribution to unitholders	23,163,571
Less: Net gain on financial assets at fair value through profit or loss	<u>(9,139,454)</u>
Undistributed income before distribution	11,592,327
2019 interim distribution (Class A HKD: HK\$ 0.330 per unit, Class I HKD: HK\$ 0.390 per unit, Class I USD: US\$ 0.030 per unit, Class I RMB: RMB 0.320) distributed on 18 June 2019	(15,858,572)
2019 final distribution (Class A HKD: HK\$ 0.130 per unit, Class I HKD: HK\$ 0.150 per unit, Class I USD: US\$ 0.016 per unit, Class I RMB: RMB 0.450) distributed on 17 December 2019	<u>(7,304,999)</u>
Total distributions during the year	(23,163,571)
Transfer from capital	<u>11,571,244</u>
Undistributed income at 31 December 2019	<u><u>-</u></u>

The amount available for distribution is the total net amount receivable by the Sub-Fund in respect of the relevant period ("Total Income") minus any expenses chargeable against income, subject to adjustments made in accordance with the Trust Deed. Total Income would include amount receivable by way of interests (e.g. generated from bank deposits and debt securities), or other receipts as determined by the Manager to be in the nature of income. Capital gains or losses, whether realised or unrealised, do not form part of Total Income and therefore would not impact on the amount available for distribution.

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7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2019 HK\$	2018 HK\$
Quoted debt securities	<u>447,746,178</u>	<u>436,486,256</u>
Total financial assets at fair value through profit or loss	<u>447,746,178</u>	<u>436,486,256</u>
Net gains/(losses) recognised in relation to financial assets at fair value through profit or loss:		
Realised losses	(2,409,582)	(57,977)
Net change in unrealised gains or losses	<u>11,549,036</u>	<u>(8,384,384)</u>
Net gains/(losses)	<u>9,139,454</u>	<u>(8,442,361)</u>

As at 31 December 2019 and 2018, all the quoted debt securities were classified as financial assets at fair value through profit or loss as they were held for trading.

8. FAIR VALUE OF FINANCIAL INSTRUMENTS

The following table shows an analysis of the Sub-Fund's financial assets measured at fair value at 31 December 2019 and 31 December 2018.

At 31 December 2019	Quoted prices in active markets (Level 1) HK\$	Significant observable inputs (Level 2) HK\$	Significant unobservable inputs (Level 3) HK\$	Total HK\$
<u>Financial assets at fair value through profit or loss:</u>				
Quoted debt securities	-	447,746,178	-	447,746,178
	<u>-</u>	<u>447,746,178</u>	<u>-</u>	<u>447,746,178</u>

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8. FAIR VALUE OF FINANCIAL INSTRUMENTS (continued)

At 31 December 2018	Quoted prices in active markets (Level 1) HK\$	Significant observable inputs (Level 2) HK\$	Significant unobservable inputs (Level 3) HK\$	Total HK\$
<u>Financial assets at fair value</u> <u>through profit or loss:</u>				
Quoted debt securities	-	436,486,256	-	436,486,256
	-	436,486,256	-	436,486,256

Valuation techniques

Quoted debt securities

The Sub-Fund invests in corporate bonds. A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis. In the absence of a quoted price in an active market, they are valued using observable inputs such as recently executed transaction prices in securities of the issuers or comparable issuers and yield curves. Adjustments are made to valuation when necessary to recognise differences in the instrument terms. To the extent that the significant inputs are observable, the Sub-Fund categorises these investments as Level 2.

Level 3 reconciliation

The following table shows a reconciliation of all movements in the fair value of financial instruments categorised within Level 3 for the years ended 31 December 2019 and 31 December 2018.

	Financial assets at fair value through profit or loss debt securities 2019 HK\$	Financial assets at fair value through profit or loss debt securities 2018 HK\$
At 1 January	-	1,002,500
Transfer out of Level 3 to Level 1	-	(1,002,500)
At 31 December	-	-
Total gains and losses for the year included in profit or loss for assets held at the end of reporting period	-	-

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9. CASH AND CASH EQUIVALENTS

	2019 HK\$	2018 HK\$
Cash and bank balances	5,453,787	9,849,987
Time deposits	<u>53,571,020</u>	<u>15,160,545</u>
	<u>59,024,807</u>	<u>25,010,532</u>

The bank balance is the cash at bank held with the Custodian of the Sub-Fund that was placed into accounts bearing floating interest.

Short term time deposits are made for varying periods of between one day and three months depending on the immediate cash requirements of the Sub-Fund, and earn interest at the respective short term time deposit rates. The bank balances are deposited with creditworthy banks with no recent history of default.

10. DETAILS ON UNITS

The following is the number of units in issue and net assets attributable to unitholders per unit of the Sub-Fund as at 31 December 2019 and 2018:

	Class A (HKD) units	Class I (HKD) units	Class I (USD) units	Class I (RMB) units
Number of units in issue				
At 31 December 2019	28,166,260.376	13,683,675.546	10,730,896.780	646,536.217
At 31 December 2018	25,795,649.804	12,727,774.849	9,087,750.639	600,000.000
Net assets attributable to unitholders per unit				
	HK\$	HK\$	US\$	RMB
At 31 December 2019	10.019	10.020	1.008	9.991
At 31 December 2018	10.048	10.101	1.002	10.109

Unitholders of the Sub-Fund who wish to redeem their redeemable participating units may do so on any dealing day, i.e. every Hong Kong business day of the calendar year, by submitting a realisation request to the Manager or authorised distributors before the dealing deadline, i.e. 4:00 p.m. (Hong Kong time) on the relevant dealing day. Unless otherwise stated in the explanatory memorandum of the Sub-Fund, realisation requests received after the dealing deadline will be carried forward and dealt with on the next dealing day.

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10. DETAILS ON UNITS (continued)

The Manager may suspend the redemption or conversions of redeemable participating units or delay the payment of redemption proceeds during any periods in which the determination of the net asset value of the Sub-Fund is suspended under certain conditions as set out in the explanatory memorandum of the Sub-Fund.

With a view to protecting the interests of unitholders, the Manager is entitled, after consultation with the Trustee, to limit the number of units of any Sub-Fund redeemed on any dealing day to 10% of the total number of units of the relevant Sub-Fund in issue. In this event, the limitation will apply pro rata so that all unitholders of the Sub-Fund who have validly requested to redeem units of the Sub-Fund on that dealing day will redeem the same proportion of such units of the Sub-Fund provided that any holdings so requested to be realised being in aggregate of not more than 1% of the total number of units of any Sub-Fund in issue may be realised in full if in the opinion of the Manager after consultation with the Trustee, the application of such limitation would be unduly onerous or unfair to the unitholder or unitholders concerned. Any units not realised (but which would otherwise have been realised) will be carried forward for realisation, subject to the same limitation, and will have priority on the next succeeding dealing day and all following dealing days (in relation to which the Manager has the same power) until the original request has been satisfied in full.

11. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES

Risk management

Risk is inherent in the Sub-Fund's activities, but it is managed through a process of ongoing identification, measurement and monitoring. The Manager is responsible for identifying and controlling risks. In perspective of risk management, the Sub-Fund's objective is to create and protect value for unitholders.

The Sub-Fund is exposed to market risk (which includes interest rate risk and foreign exchange risk), credit and counterparty risk and liquidity risk arising from the financial instruments it holds.

Market risk

Market risk is the risk of loss arising from uncertainty concerning movements in market prices and rates, including observable variables such as interest rates, credit spreads, exchange rates, and others that may be only indirectly observable such as volatilities and correlations. Market risk includes such factors as changes in economic environment, consumption pattern and investors' expectation etc. which may have significant impact on the value of the investments. Market movement may therefore result in substantial fluctuation in the net assets attributable to unitholders per unit of the Sub-Fund.

The maximum credit risk resulting from financial instruments approximate their carrying amounts.

The Sub-Fund assumes market risk in trading activities. The Sub-Fund distinguishes market risk as follows:

- Interest rate risk
- Foreign exchange risk

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11. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk management (continued)

Market risk (continued)

Interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial instruments and future cash flow.

As the Sub-Fund has invested in fixed income securities whose values are driven significantly by changes in interest rates, the Sub-Fund is subject to interest rate risk. When interest rates rise, the value of previously acquired fixed income securities will normally fall because new debt securities acquired will pay a higher rate of interest. In contrast, if interest rates fall, then the value of the previously acquired debt securities will normally rise. The Manager regularly assesses the economic condition, monitor changes in interest rates outlook and takes appropriate measures accordingly to control the impact of interest rate risk.

The majority of interest rate exposure arises on investments in debt securities. All of the Sub-Fund's investments in debt securities carry fixed interest rates and the average duration of the fixed income portion is around 2.77 (2018: 3.16). The Manager considers the movement in interest rates will have insignificant impact on the interest income.

The following table demonstrates the sensitivity of the Sub-Fund's profit or loss for the year to a reasonable possible change in interest rates, with all other variables held constant.

The sensitivity of both the net assets attributable to unitholders and the change in net assets attributable to unitholders from operations is the effect of the assumed changes in interest rates on changes in fair value of investments for the year, based on revaluing fixed rate financial assets at the end of the reporting period. In practice, the actual trading results may differ from the sensitivity analysis below and the difference could be significant.

As at 31 December 2019

	Financial assets at fair value through profit or loss HK\$	Change in basis points	Sensitivity of changes in fair value of investments increase/(decrease) HK\$
Quoted debt securities	447,746,178	+/-50	-/+6,210,000

As at 31 December 2018

	Financial assets at fair value through profit or loss HK\$	Change in basis points	Sensitivity of changes in fair value of investments increase/(decrease) HK\$
Quoted debt securities	436,486,256	+/-50	-/+6,900,000

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11. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk management (continued)

Market risk (continued)

Interest rate risk (continued)

The Sub-Fund also has interest-bearing bank deposits. As the bank deposits are of short term maturity, the Manager considers the movement in interest rates will have insignificant cash flow impact on the daily net assets attributable to unitholders as at 31 December 2019 and therefore no sensitivity analysis of interest on bank deposits is presented.

Foreign exchange risk

Foreign exchange risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates.

The Sub-Fund holds assets and liabilities predominately denominated in HK\$, the functional currency of the Sub-Fund. Other transactions are denominated in United States dollars ("US\$") and Renminbi ("RMB"). The Manager considers the Sub-Fund is not exposed to significant currency risk and therefore no sensitivity analysis is presented.

Liquidity risk

Liquidity risk is defined as the risk that the Sub-Fund will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial assets. Exposure to liquidity risk arises because of the possibility that the Sub-Fund could be required to pay its liabilities or redeem its units earlier than expected. The Sub-Fund is exposed to cash redemptions of its redeemable units on a regular basis. Units are redeemable at the holder's option based on the Sub-Fund's net asset value per unit at the time of redemption, calculated in accordance with the Sub-Fund's Trust Deed. It is the Sub-Fund's policy that the Manager monitors the Sub-Fund's liquidity position on a daily basis.

The table below summarises the maturity profile of Sub-Fund's financial liabilities at the end of the reporting period based on contractual undiscounted cash flows. The table also analyses the maturity profile of the Sub-Fund's financial assets (undiscounted where appropriate) in order to provide a complete view of the Sub-Fund's contractual commitments and liquidity.

Financial liabilities

The maturity grouping is based on the remaining period from the end of the reporting period to the contractual maturity date. When counterparty has a choice of when the amount is paid, the liability is allocated to the earliest period in which the Sub-Fund can be required to pay.

Financial assets

Analysis of debt securities at fair value through profit or loss into maturity groupings is based on the expected date on which these assets will be realised. For other assets, the analysis into maturity groupings is based on the remaining period from the end of the reporting period to the contractual maturity date or, if earlier, the expected date on which the assets will be realised.

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11. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk management (continued)

Liquidity risk (continued)

At 31 December 2019

	Less than 3 months HK\$	3 to 12 months HK\$	Others * HK\$	Total HK\$
<u>Financial assets</u>				
Financial assets at fair value through profit or loss	447,746,178	-	-	447,746,178
Due from the Manager	19,871	-	-	19,871
Interest receivables	3,239,705	1,081,405	-	4,321,110
Cash and cash equivalents	59,024,807	-	-	59,024,807
Total financial assets	<u>510,030,561</u>	<u>1,081,405</u>	<u>-</u>	<u>511,111,966</u>
<u>Financial liabilities</u>				
Management fee payable	286,492	-	-	286,492
Trustee fee payable	67,304	-	-	67,304
Other payables and accruals	1,100	-	-	1,100
Net assets attributable to unitholders*	<u>-</u>	<u>-</u>	<u>510,763,445</u>	<u>510,763,445</u>
Total financial liabilities	<u>354,896</u>	<u>-</u>	<u>510,763,445</u>	<u>511,118,341</u>

* As detailed in the explanatory memorandum of the Sub-Fund, the redeemable participating units might be subject to redemption restrictions.

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11. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk management (continued)

Liquidity risk (continued)

At 31 December 2018

	Less than 3 months HK\$	3 to 12 months HK\$	Others * HK\$	Total HK\$
<u>Financial assets</u>				
Financial assets at fair value through profit or loss	436,486,256	-	-	436,486,256
Due from the Manager	56,740	-	-	56,740
Interest receivables	3,851,312	1,015,766	-	4,867,078
Cash and cash equivalents	25,010,532	-	-	25,010,532
Total financial assets	<u>465,404,840</u>	<u>1,015,766</u>	<u>-</u>	<u>466,420,606</u>
<u>Financial liabilities</u>				
Management fee payable	251,371	-	-	251,371
Trustee fee payable	58,962	-	-	58,962
Other payables and accruals	300	-	-	300
Redemption proceeds payable	100,240	-	-	100,240
Net assets attributable to unitholders*	<u>-</u>	<u>-</u>	<u>466,016,108</u>	<u>466,016,108</u>
Total financial liabilities	<u>410,873</u>	<u>-</u>	<u>466,016,108</u>	<u>466,426,981</u>

* As detailed in the explanatory memorandum of the Sub-Fund, the redeemable participating units might be subject to redemption restrictions.

Credit and counterparty risk

The Sub-Fund is exposed to credit risk, which is the risk that the counterparty to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

If the issuer of any of the fixed income securities in which the Sub-Fund's assets are invested in defaults, the performance of the Sub-Fund will be adversely affected.

The Sub-Fund invests in a diversified portfolio of fixed income securities, the selection of which is based upon fundamental research analysis, to mitigate this risk. The Sub-Fund limits its exposure to credit risk by transacting the majority of its securities issued by issuers with a suitable credit rating, and contractual commitment activity with broker-dealers and financial institutions with high credit ratings that the Sub-Fund considers to be well established.

NOTES TO THE FINANCIAL STATEMENTS

31 December 2019

11. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk management (continued)

Credit and counterparty risk (continued)

The Sub-Fund's maximum exposure to credit risk at the end of the reporting period is the carrying amount of total assets as shown on the statement of financial position.

The Manager considers that none of these assets are impaired nor past due as at 31 December 2019 (2018: Nil).

Credit risk disclosures are segmented into two sections based on whether the underlying financial instrument is subject to HKFRS 9's impairment disclosure or not.

Financial assets subject to HKFRS 9's impairment requirements

The Sub-Fund's financial assets subject to the expected credit loss model within HKFRS 9 are only cash and cash equivalents, interest receivables and amount due from the Manager. As at 31 December 2019, the total of cash and cash equivalents, interest receivables and amount due from the Manager was HK\$63,365,788 (2018: HK\$29,934,350) on which no loss allowance had been provided. There is not considered to be any concentration of credit risk within these assets. No assets are considered impaired and no amounts have been written off in the period.

In calculating the loss allowance, a provision matrix has been used based on historical observed loss rates over the expected life of the receivables adjusted for forward-looking estimates. Items have been grouped by their nature into the following categories: cash and cash equivalents, interest receivables and amount due from the Manager. All the Sub-Fund's cash and cash equivalents are held in major financial institutions located in Hong Kong, which the Manager believes are of high credit quality. The Manager considers the Sub-Fund is not exposed to significant credit risk and no loss allowance has been made.

Maximum exposure and year-end staging as at 31 December 2019

The table below shows the credit quality and the maximum exposure to credit risk based on the Sub-Fund's credit policy, which is mainly based on past due information unless other information is available without undue cost or effort, and year-end staging classification as at 31 December 2019.

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31 December 2019

11. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk management (continued)

Credit and counterparty risk (continued)

Financial assets subject to HKFRS 9's impairment requirements (continued)

Maximum exposure and year-end staging as at 31 December 2019 (continued)

	<u>12-month expected credit losses</u>	<u>Lifetime expected credit losses</u>		<u>Simplified approach</u>	<u>Total</u>
	Stage 1 HK\$	Stage 2 HK\$	Stage 3 HK\$	approach HK\$	HK\$
Financial asset					
Cash and cash equivalents					
- Not yet past due	59,024,807	-	-	-	59,024,807
Interest receivables					
- Not yet past due	4,321,110	-	-	-	4,321,110
Due from the Manager					
- Not yet past due	19,871	-	-	-	19,871
Total	<u>63,365,788</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,365,788</u>

Maximum exposure and year-end staging as at 31 December 2018

The table below shows the credit quality and the maximum exposure to credit risk based on the Sub-Fund's credit policy, which is mainly based on past due information unless other information is available without undue cost or effort, and year-end staging classification as at 31 December 2018.

	<u>12-month expected credit losses</u>	<u>Lifetime expected credit losses</u>		<u>Simplified</u>	<u>Total</u>
	Stage 1 HK\$	Stage 2 HK\$	Stage 3 HK\$	approach HK\$	HK\$
Financial asset					
Cash and cash equivalents					
- Not yet past due	25,010,532	-	-	-	25,010,532
Interest receivables					
- Not yet past due	4,867,078	-	-	-	4,867,078
Due from the Manager					
- Not yet past due	56,740	-	-	-	56,740
Total	<u>29,934,350</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>29,934,350</u>

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11. FINANCIAL RISK AND MANAGEMENT OBJECTIVES AND POLICIES (continued)

Risk management (continued)

Credit and counterparty risk (continued)

Financial assets not subject to HKFRS 9's impairment requirements

The Sub-Fund is exposed to credit risk on debt instruments. This class of financial assets is not subject to HKFRS 9's impairment requirements as this is measured at FVPL. The carrying value of this asset, under HKFRS 9 impairment requirements on the respective reporting dates. Hence, no separate maximum exposure to credit risk disclosure is provided for this instrument.

Capital management

The Sub-Fund's objectives for managing capital are to invest the capital in investments in order to achieve its investment objective while maintaining sufficient liquidity to meet the expenses of the Sub-Fund, and to meet redemption requests as they arise.

12. SOFT COMMISSION ARRANGEMENTS

The Manager and its connected persons have not received any soft dollar commissions or entered into any soft dollar arrangements in respect of the management of the Sub-Fund for the year ended 31 December 2019 (2018: Nil).

13. EVENTS AFTER THE REPORTING PERIOD

The outbreak of Coronavirus Disease ("COVID-19 outbreak") in early 2020 had significant impact on global financial markets, the Manager will pay close attention to the development of the COVID-19 outbreak and evaluate its impact on the financial position and operating results of the Sub-Fund. This is considered to be a non-adjusting event after the reporting period. The Manager will continue to remain alert to the situation and monitor the subscriptions and redemptions of the Sub-Fund. During the period between the reporting date and the date of authorisation of these financial statements, the Sub-Fund has a total subsequent subscription of HK\$67,592,807 and redemption HK\$31,900,859.

14. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Trustee and the Manager on 27 April 2020.

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UNAUDITED INVESTMENT PORTFOLIO

31 December 2019

	Holding/ Nominal value	Fair value HK\$	% of net assets
Listed/quoted debt securities			
<i>Bermuda</i>			
Denominated in HK\$			
HAITONG INTL SECURITIES GROUP LTD CB 0% A 25OCT2021	32,000,000	32,387,200	6.34
<i>British Virgin Islands</i>			
Denominated in HK\$			
HENDERSON LAND MTN LTD 3.6% S/A 09NOV2023	8,000,000	8,195,280	1.60
HENDERSON LAND MTN LTD 4.8% Q 10NOV2031	5,000,000	5,763,500	1.13
HLP FINANCE LTD 4.35% S/A 20JAN2021	1,000,000	1,015,680	0.20
HLP FINANCE LTD 4.6% S/A 16MAY2024	1,000,000	1,053,070	0.21
HLP FINANCE LTD 4.75% S/A 02OCT2023	3,000,000	3,165,300	0.62
HYSAN MTN LTD 3.1% Q 04APR2029	2,000,000	2,024,200	0.40
HYSAN MTN LTD 3.78% Q 31AUG2020	2,000,000	2,018,740	0.40
K WAH INTL FINANCIAL SERVICES LTD 4.35% Q 22JUL2021	5,000,000	5,148,900	1.01
NWD MTN LTD 3.8% Q 21MAY2029	2,000,000	2,004,860	0.39
NWD MTN LTD 5.9% S/A 18SEP2023	4,000,000	4,358,600	0.85
WHARF FINANCE BVI LTD 3.8% A 17SEP2022	12,000,000	12,443,400	2.44
Denominated in US\$			
FRANSHION BRILLIANT LTD 4.875% S/A PERP	500,000	3,335,049	0.65
<i>Cayman Islands</i>			
Denominated in HK\$			
CHEUNG KONG FINANCE MTN LTD 4.35% Q 20JAN2020	1,000,000	1,001,060	0.20
MTR CORP (CI) LTD 1.92% A 26OCT2022	4,000,000	3,967,960	0.78
MTR CORP (CI) LTD 2.25% A 28DEC2024	3,000,000	2,978,790	0.58
MTR CORP (CI) LTD 2.25% Q 04DEC2025	2,000,000	1,974,900	0.39
MTR CORP (CI) LTD 2.25% Q 12OCT2022	2,000,000	2,005,000	0.39
MTR CORP (CI) LTD 3% Q 24FEB2037	1,000,000	1,017,440	0.20
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.28% Q 25AUG2026	5,000,000	4,824,400	0.94
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.7% Q 26JUN2027	2,000,000	1,970,660	0.39
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 3.25% Q 05DEC2022	1,000,000	1,016,090	0.20
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 4.05% Q 24FEB2021	3,000,000	3,063,030	0.60
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 4.1% Q 20APR2021	5,000,000	5,112,400	1.00
SWIRE PACIFIC MTN FINANCING LTD 2.85% Q 18JUL2022	2,000,000	2,013,000	0.39

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UNAUDITED INVESTMENT PORTFOLIO (continued)

31 December 2019

	Holding/ Nominal value	Fair value HK\$	% of net assets
Listed/quoted debt securities (continued)			
<i>Cayman Islands (continued)</i>			
Denominated in HK\$			
SWIRE PACIFIC MTN FINANCING LTD 3.35% Q 31JUL2025	3,000,000	3,081,180	0.60
SWIRE PACIFIC MTN FINANCING LTD 3.9% Q 05NOV2030	9,000,000	9,711,810	1.90
Denominated in US\$			
AGILE GROUP HLDGS LTD 8.5% S/A 18JUL2021	500,000	4,107,180	0.80
CENTRAL CHINA REAL ESTATE LTD 8.75% S/A 23JAN2021	900,000	7,169,437	1.40
CHINA AOYUAN GROUP LTD 7.5% S/A 10MAY2021	1,000,000	8,009,646	1.57
CIFI HLDGS GROUP CO LTD 5.375% S/A PERP	500,000	3,761,995	0.74
CIFI HLDGS GROUP CO LTD 5.5% S/A 23JAN2023	500,000	3,915,432	0.77
COUNTRY GARDEN HLDGS CO LTD 4.75% S/A 28SEP2023	500,000	3,916,833	0.77
COUNTRY GARDEN HLDGS CO LTD 7.5% S/A 09MAR2020	500,000	3,922,050	0.77
GREENTOWN CHINA HLDGS LTD 5.875% S/A 11AUG2020	500,000	3,935,249	0.77
LOGAN PROPERTY HLDGS CO LTD 5.75% S/A 03JAN2022	500,000	3,949,226	0.77
LOGAN PROPERTY HLDGS CO LTD 6.375% S/A 07MAR2021	500,000	3,965,189	0.78
POWERLONG REAL ESTATE HLDGS LTD 5.95% S/A 19JUL2020	1,000,000	7,811,319	1.53
SHIMAO PROPERTY HLDGS LTD 5.6% S/A 15JUL2026	1,000,000	8,168,807	1.60
TIMES CHINA HLDGS LTD 6.25% S/A 23JAN2020	500,000	3,898,301	0.76
TIMES CHINA HLDGS LTD 6.6% S/A 02MAR2023	500,000	3,948,486	0.77
YUZHOU PROPERTIES CO LTD 6% S/A 25JAN2022	500,000	3,916,055	0.77
YUZHOU PROPERTIES CO LTD 6% S/A 25OCT2023	500,000	3,809,922	0.75
<i>China</i>			
Denominated in HK\$			
BANK OF CHINA LTD/HONG KONG 2.59% A 25JUL2022 FXCD	1,000,000	1,003,500	0.20
BANK OF CHINA LTD/HONG KONG 3% A 21MAY2021 FXCD	10,000,000	10,105,500	1.98
BANK OF CHINA LTD/MACAU 2.34% S/A 15OCT2020	14,000,000	13,991,460	2.74
BANK OF COMMUNICATIONS CO LTD/HONG KONG 2% A 17AUG2020 FXCD	8,000,000	7,980,640	1.56

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UNAUDITED INVESTMENT PORTFOLIO (continued)

31 December 2019

	Holding/ Nominal value	Fair value HK\$	% of net assets
Listed/quoted debt securities (continued)			
<i>China (continued)</i>			
Denominated in HK\$			
BANK OF COMMUNICATIONS CO LTD/HONG KONG 2.08% A 20JUL2020 FXCD	2,000,000	1,996,380	0.39
CHINA DEV BK HK 4.38% A 15DEC2025	2,000,000	2,189,500	0.43
CHINA DEVELOPMENT BANK CORP/HK 2.4% A 22JAN2020 FXCD	5,000,000	5,000,200	0.98
CHINA DEVELOPMENT BANK CORP/HONG KONG 3.65% A 24NOV2020 FXCD	5,000,000	5,060,200	0.99
CHINA DEVELOPMENT BANK CORP/HONG KONG 3.98% A 23APR2020 FXCD	1,000,000	1,004,940	0.20
CHINA DEVELOPMENT BANK CORP/HONG KONG 4.25% A 15JUN2026	2,000,000	2,182,500	0.43
<i>Hong Kong</i>			
Denominated in HK\$			
CITIC LTD 4.35% S/A 25JUL2024	7,000,000	7,390,040	1.45
DBS BANK HONG KONG LTD 3.86% Q 20JAN2020 FXCD	1,000,000	1,000,510	0.20
FAR EAST HORIZON LTD 4.35% Q 14MAR2020	2,000,000	2,005,160	0.39
HANG SENG BANK LTD 2.25% Q 11MAY2020 FXCD	2,000,000	2,008,260	0.39
HK GOVT 1.7% S/A 24MAY2021	2,000,000	1,998,840	0.39
HK GOVT 2.24% S/A 27AUG2029	6,000,000	6,288,180	1.23
HK GOVT 2.48% S/A 28FEB2029	5,000,000	5,331,300	1.04
HKCG FINANCE LTD 3.3% Q 16MAY2022	4,000,000	4,088,480	0.80
HKCG FINANCE LTD 3.8% Q 05APR2027	2,000,000	2,116,020	0.41
HKCG FINANCE LTD 4.72% Q 23SEP2039	2,000,000	2,393,280	0.47
HONG KONG GOVERNMENT BOND PROGRAMME 0.91% S/A 05NOV2020	5,000,000	4,957,850	0.97
HONG KONG GOVERNMENT BOND PROGRAMME 1.06% S/A 05FEB2020	16,000,000	15,979,200	3.11
HONG KONG GOVERNMENT BOND PROGRAMME 1.1% S/A 17JAN2023	5,000,000	4,916,150	0.96
HONG KONG GOVERNMENT BOND PROGRAMME 1.25% S/A 29JUN2027	8,000,000	7,744,640	1.52
HONG KONG GOVERNMENT BOND PROGRAMME 1.68% S/A 21JAN2026	5,000,000	4,998,500	0.98
HONG KONG GOVERNMENT BOND PROGRAMME 1.89% S/A 02MAR2032	14,000,000	14,150,080	2.77
HONG KONG GOVERNMENT BOND PROGRAMME 2.13% S/A 16JUL2030	6,000,000	6,211,260	1.22

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	Holding/ Nominal value	Fair value HK\$	% of net assets
Listed/quoted debt securities (continued)			
<i>Hong Kong (continued)</i>			
Denominated in HK\$			
HONG KONG GOVERNMENT BOND PROGRAMME 2.22% S/A 07AUG2024	8,000,000	8,177,920	1.60
HONG KONG GOVERNMENT BOND PROGRAMME 2.46% S/A 04AUG2021	15,000,000	15,159,600	2.95
HONG KONG GOVERNMENT BOND PROGRAMME 2.93% S/A 13JAN2020	1,000,000	999,620	0.20
HONG KONG MORTGAGE CORP LTD 1.6% Q 04MAR2020	5,000,000	4,995,250	0.98
HONG KONG MORTGAGE CORP LTD 1.96% A 16MAR2020	1,000,000	999,940	0.20
HONG KONG MORTGAGE CORP LTD 2.31% A 12APR2021	3,000,000	3,000,210	0.59
KOWLOON-CANTON 3.88% S/A 15JUN2021	1,000,000	1,022,910	0.20
OCBC WING HANG BANK LTD 3.2% Q 09JUN2021 FXCD	4,000,000	4,043,920	0.79
SWIRE PROPERTIES MTN FINANCING LTD 1.8% Q 17AUG2021	6,000,000	5,939,520	1.16
SWIRE PROPERTIES MTN FINANCING LTD 2.55% Q 18AUG2024	8,000,000	7,951,440	1.56
SWIRE PROPERTIES MTN FINANCING LTD 2.65% Q 03JUN2026	3,000,000	3,002,550	0.59
SWIRE PROPERTIES MTN FINANCING LTD 2.8% Q 26MAR2025	2,000,000	2,005,320	0.39
SWIRE PROPERTIES MTN FINANCING LTD 3% Q 07APR2027	5,000,000	5,061,700	0.99
SWIRE PROPERTIES MTN FINANCING LTD 3% Q 19MAR2025	1,000,000	1,016,170	0.20
SWIRE PROPERTIES MTN FINANCING LTD 3.2% Q 17JAN2027	1,000,000	1,024,480	0.20
WHARF FINANCE LTD 3.75% Q 24OCT2022	6,000,000	6,179,340	1.21
WHARF FINANCE LTD 3.9% Q 19JUN2024	2,000,000	2,086,740	0.41
WHARF FINANCE LTD 4.35% Q 17JAN2022	2,000,000	2,070,680	0.41
WHARF FINANCE NO 1 LTD 4.45% Q 16MAR2020	2,000,000	2,009,340	0.39
WHARF FINANCE NO 1 LTD 4.9% Q 21JAN2020	1,000,000	1,001,310	0.20
WHEELOK FINANCE LTD 4.06% Q 27FEB2021	2,000,000	2,032,660	0.40
Denominated in US\$			
YANLORD LAND HK CO LTD 6.75% S/A 23APR2023	1,000,000	7,971,102	1.56

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UNAUDITED INVESTMENT PORTFOLIO (continued)

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	Holding/ Nominal value	Fair value HK\$	% of net assets
Listed/quoted debt securities (continued)			
<i>Japan</i>			
Denominated in HK\$			
MUFG BANK LTD/HONG KONG 2.48% A 16MAY2022 FXCD	8,000,000	7,991,040	1.56
SUMITOMO MITSUI BANKING CORP/HONG KONG 2.7% Q 21FEB2022 FXCD	1,000,000	1,003,320	0.20
<i>United Arab Emirates</i>			
Denominated in HK\$			
FIRST ABU DHABI BANK PJSC/HONG KONG 4.6% Q 29JAN2021 FXCD	2,000,000	2,050,900	0.40
TOTAL INVESTMENTS, AT FAIR VALUE		<u>447,746,178</u>	<u>87.66</u>
TOTAL INVESTMENTS, AT COST		<u>447,018,817</u>	
<u>TOTAL NET ASSETS</u>			
Total debt securities		447,746,178	87.66
Cash and cash equivalents		59,024,807	11.56
Other net assets		<u>3,992,460</u>	<u>0.78</u>
Total net assets		<u>510,763,445</u>	<u>100.00</u>

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
(A sub-fund of China Universal International Series)

UNAUDITED MOVEMENT IN INVESTMENT PORTFOLIO

31 December 2019

	Movement			
	At 1 January 2019	Additions	Disposals	At 31 December 2019
LISTED/QUOTED DEBT SECURITIES				
<i>Bermuda</i>				
Denominated in HK\$				
HAITONG INTL SECURITIES GROUP LTD CB 0% A 25OCT2021	32,000,000	-	-	32,000,000
<i>British Virgin Islands</i>				
Denominated in HK\$				
HENDERSON LAND MTN LTD 3.6% S/A 09NOV2023	-	8,000,000	-	8,000,000
HENDERSON LAND MTN LTD 4.8% Q 10NOV2031	3,000,000	2,000,000	-	5,000,000
HLP FINANCE LTD 4.35% S/A 20JAN2021	1,000,000	-	-	1,000,000
HLP FINANCE LTD 4.6% S/A 16MAY2024	1,000,000	-	-	1,000,000
HLP FINANCE LTD 4.75% S/A 02OCT2023	3,000,000	-	-	3,000,000
HYSAN MTN LTD 3.1% Q 04APR2029	-	2,000,000	-	2,000,000
HYSAN MTN LTD 3.78% Q 31AUG2020	2,000,000	-	-	2,000,000
K WAH INTL FINANCIAL SERVICES LTD 4.35% Q 22JUL2021	1,000,000	4,000,000	-	5,000,000
NWD MTN LTD 3.8% Q 21MAY2029	-	2,000,000	-	2,000,000
NWD MTN LTD 5.9% S/A 18SEP2023	4,000,000	-	-	4,000,000
WHARF FINANCE BVI LTD 3.8% A 17SEP2022	12,000,000	-	-	12,000,000
Denominated in US\$				
FRANSHION BRILLIANT LTD 4.875% S/A PERP	500,000	-	-	500,000
FRANSHION BRILLIANT LTD 5.75% S/A PERP	500,000	-	(500,000)	-
WISDOM GLORY GROUP LTD 5.25% S/A PERP	500,000	-	(500,000)	-
<i>Cayman Islands</i>				
Denominated in HK\$				
CHEUNG KONG FINANCE MTN LTD 4.35% Q 20JAN2020	1,000,000	-	-	1,000,000
CIFI HLDGS GROUP CO LTD CB 0% A 12FEB2019	10,000,000	-	(10,000,000)	-

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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UNAUDITED MOVEMENT IN INVESTMENT PORTFOLIO (continued)

31 December 2019

	Movement			
	At 1 January 2019	Additions	Disposals	At 31 December 2019
LISTED/QUOTED DEBT SECURITIES (continued)				
Cayman Islands (continued)				
Denominated in HK\$				
MTR CORP (CI) 4.95% Q 21OCT2019	1,000,000	5,000,000	(6,000,000)	-
MTR CORP (CI) LTD 1.92% A 26OCT2022	4,000,000	-	-	4,000,000
MTR CORP (CI) LTD 2.25% A 28DEC2024	3,000,000	-	-	3,000,000
MTR CORP (CI) LTD 2.25% Q 04DEC2025	2,000,000	-	-	2,000,000
MTR CORP (CI) LTD 2.25% Q 12OCT2022	2,000,000	-	-	2,000,000
MTR CORP (CI) LTD 3% Q 24FEB2037	1,000,000	-	-	1,000,000
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.28% Q 25AUG2026	5,000,000	-	-	5,000,000
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 2.7% Q 26JUN2027	2,000,000	-	-	2,000,000
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 3.25% Q 05DEC2022	1,000,000	-	-	1,000,000
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 4.05% Q 24FEB2021	3,000,000	-	-	3,000,000
SUN HUNG KAI PROPERTIES CAPITAL MARKET LTD 4.1% Q 20APR2021	-	5,000,000	-	5,000,000
SUN HUNG KAI PROPERTIES CAPITAL MARKETS LTD 4.03% Q 03JUN2019	3,000,000	-	(3,000,000)	-
SWIRE PACIFIC MTN FINANCING LTD 2.85% Q 18JUL2022	2,000,000	-	-	2,000,000
SWIRE PACIFIC MTN FINANCING LTD 3.35% Q 31JUL2025	3,000,000	-	-	3,000,000
SWIRE PACIFIC MTN FINANCING LTD 3.9% Q 05NOV2030	9,000,000	-	-	9,000,000
Denominated in US\$				
AGILE GROUP HLDGS LTD 10.215% S/A PERP	1,500,000	-	(1,500,000)	-
AGILE GROUP HLDGS LTD 8.5% S/A 18JUL2021	-	1,000,000	(500,000)	500,000
CENTRAL CHINA REAL ESTATE LTD 8.75% S/A 23JAN2021	900,000	-	-	900,000
CHINA AOYUAN GROUP LTD 7.5% S/A 10MAY2021	1,000,000	-	-	1,000,000

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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UNAUDITED MOVEMENT IN INVESTMENT PORTFOLIO (continued)

31 December 2019

	Movement			
	At 1 January 2019	Additions	Disposals	At 31 December 2019
LISTED/QUOTED DEBT SECURITIES (continued)				
Cayman Islands (continued)				
Denominated in US\$				
CIFI HLDGS GROUP CO LTD 5.375% S/A PERP	500,000	-	-	500,000
CIFI HLDGS GROUP CO LTD 5.5% S/A 23JAN2022	500,000	-	(500,000)	-
CIFI HLDGS GROUP CO LTD 5.5% S/A 23JAN2023	-	500,000	-	500,000
CIFI HLDGS GROUP CO LTD 6.875% S/A 23APR2021	-	500,000	(500,000)	-
CIFI HLDGS GROUP CO LTD 7.75% S/A 05JUN2020 (CALLED)	500,000	187,500	(687,500)	-
COUNTRY GARDEN HLDGS CO LTD 4.75% S/A 28SEP2023	1,000,000	-	(500,000)	500,000
COUNTRY GARDEN HLDGS CO LTD 7.5% S/A 09MAR2020	-	700,000	(200,000)	500,000
GREENTOWN CHINA HLDGS LTD 5.875% S/A 11AUG2020	500,000	-	-	500,000
KWG GROUP HLDGS LTD 5.875% S/A 10NOV2024	500,000	500,000	(1,000,000)	-
KWG GROUP HLDGS LTD 6% S/A 11JAN2022	500,000	-	(500,000)	-
LOGAN PROPERTY HLDGS CO LTD 5.25% S/A 23FEB2023	500,000	-	(500,000)	-
LOGAN PROPERTY HLDGS CO LTD 5.75% S/A 03JAN2022	-	500,000	-	500,000
LOGAN PROPERTY HLDGS CO LTD 6.375% S/A 07MAR2021	-	500,000	-	500,000
POWERLONG REAL ESTATE HLDGS LTD 5.95% S/A 19JUL2020	500,000	500,000	-	1,000,000
SHIMAO PROPERTY HLDGS LTD 5.2% S/A 30JAN2025	1,000,000	-	(1,000,000)	-
SHIMAO PROPERTY HLDGS LTD 5.6% S/A 15JUL2026	-	1,000,000	-	1,000,000
SHIMAO PROPERTY HLDGS LTD 8.375% S/A 10FEB2022 (CALLED)	500,000	250,000	(750,000)	-
TIMES CHINA HLDGS LTD 6.25% S/A 23JAN2020	500,000	-	-	500,000
TIMES CHINA HLDGS LTD 6.6% S/A 02MAR2023	500,000	-	-	500,000

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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UNAUDITED MOVEMENT IN INVESTMENT PORTFOLIO (continued)

31 December 2019

	Movement			
	At 1 January 2019	Additions	Disposals	At 31 December 2019
LISTED/QUOTED DEBT SECURITIES (continued)				
Cayman Islands (continued)				
Denominated in US\$				
YUZHOU PROPERTIES CO LTD 6% S/A 25JAN2022	500,000	-	-	500,000
YUZHOU PROPERTIES CO LTD 6% S/A 25OCT2023	500,000	-	-	500,000
China				
Denominated in HK\$				
BANK OF CHINA LTD/HONG KONG 2.59% A 25JUL2022 FXCD	1,000,000	-	-	1,000,000
BANK OF CHINA LTD/HONG KONG 3% A 21MAY2021 FXCD	-	10,000,000	-	10,000,000
BANK OF CHINA LTD/MACAU 2.34% S/A 15OCT2020	14,000,000	-	-	14,000,000
BANK OF COMMUNICATIONS CO LTD/HONG KONG 2% A 17AUG2020 FXCD	8,000,000	-	-	8,000,000
BANK OF COMMUNICATIONS CO LTD/HONG KONG 2.08% A 20JUL2020 FXCD	-	2,000,000	-	2,000,000
CHINA DEV BK HK 4.38% A 15DEC2025	-	2,000,000	-	2,000,000
CHINA DEVELOPMENT BANK CORP/HK 2.4% A 22JAN2020 FXCD	5,000,000	-	-	5,000,000
CHINA DEVELOPMENT BANK CORP/HONG KONG 3.65% A 24NOV2020 FXCD	5,000,000	-	-	5,000,000
CHINA DEVELOPMENT BANK CORP/HONG KONG 3.98% A 23APR2020 FXCD	1,000,000	-	-	1,000,000
CHINA DEVELOPMENT BANK CORP/HONG KONG 4.25% A 15JUN2026	2,000,000	-	-	2,000,000
Denominated in US\$				
UNION LIFE INSURANCE CO LTD 3% S/A 19SEP2021	200,000	-	(200,000)	

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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UNAUDITED MOVEMENT IN INVESTMENT PORTFOLIO (continued)

31 December 2019

	Movement			
	At 1 January 2019	Additions	Disposals	At 31 December 2019
LISTED/QUOTED DEBT SECURITIES (continued)				
Hong Kong				
Denominated in HK\$				
CITIC LTD 4.35% S/A 25JUL2024	7,000,000	-	-	7,000,000
DBS BANK HONG KONG LTD 3.86% Q 20JAN2020 FXCD	1,000,000	-	-	1,000,000
FAR EAST HORIZON LTD 4.35% Q 14MAR2020	2,000,000	-	-	2,000,000
FUBON BANK HONG KONG LTD 1.8% A 16SEP2019 FXCD	2,000,000	-	(2,000,000)	-
HANG SENG BANK LTD 2.25% Q 11MAY2020 FXCD	2,000,000	-	-	2,000,000
HK GOVT 1.04% S/A 20NOV2019	-	18,000,000	(18,000,000)	-
HK GOVT 1.7% S/A 24MAY2021	-	2,000,000	-	2,000,000
HK GOVT 2.24% S/A 27AUG2029	-	6,000,000	-	6,000,000
HK GOVT 2.48% S/A 28FEB2029	5,000,000	-	-	5,000,000
HKCG FINANCE LTD 3.3% Q 16MAY2022	4,000,000	-	-	4,000,000
HKCG FINANCE LTD 3.8% Q 05APR2027	2,000,000	-	-	2,000,000
HKCG FINANCE LTD 4.72% Q 23SEP2039	2,000,000	-	-	2,000,000
HONG KONG AIRPORT AUTHORITY 3.85% A 03JUL2019	5,000,000	-	(5,000,000)	-
HONG KONG GOVERNMENT BOND PROGRAMME 0.91% S/A 05NOV2020	5,000,000	-	-	5,000,000
HONG KONG GOVERNMENT BOND PROGRAMME 1.06% S/A 05FEB2020	2,000,000	14,000,000	-	16,000,000
HONG KONG GOVERNMENT BOND PROGRAMME 1.1% S/A 17JAN2023	3,000,000	2,000,000	-	5,000,000
HONG KONG GOVERNMENT BOND PROGRAMME 1.25% S/A 29JUN2027	2,000,000	6,000,000	-	8,000,000
HONG KONG GOVERNMENT BOND PROGRAMME 1.47% S/A 20FEB2019	2,000,000	-	(2,000,000)	-
HONG KONG GOVERNMENT BOND PROGRAMME 1.68% S/A 21JAN2026	5,000,000	-	-	5,000,000
HONG KONG GOVERNMENT BOND PROGRAMME 1.89% S/A 02MAR2032	14,000,000	-	-	14,000,000

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UNAUDITED MOVEMENT IN INVESTMENT PORTFOLIO (continued)

31 December 2019

	Movement			
	At 1 January 2019	Additions	Disposals	At 31 December 2019
LISTED/QUOTED DEBT SECURITIES (continued)				
Hong Kong(continued)				
Denominated in HK\$				
HONG KONG GOVERNMENT BOND PROGRAMME 2.13% S/A 16JUL2030	6,000,000	-	-	6,000,000
HONG KONG GOVERNMENT BOND PROGRAMME 2.22% S/A 07AUG2024	6,000,000	2,000,000	-	8,000,000
HONG KONG GOVERNMENT BOND PROGRAMME 2.46% S/A 04AUG2021	15,000,000	-	-	15,000,000
HONG KONG GOVERNMENT BOND PROGRAMME 2.93% S/A 13JAN2020	1,000,000	-	-	1,000,000
HONG KONG GOVERNMENT BOND PROGRAMME HKCPI+0% S/A 20JUN2019	2,000,000	-	(2,000,000)	-
HONG KONG MORTGAGE CORP LTD 1.6% Q 04MAR2020	5,000,000	-	-	5,000,000
HONG KONG MORTGAGE CORP LTD 1.96% A 16MAR2020	1,000,000	-	-	1,000,000
HONG KONG MORTGAGE CORP LTD 2.31% A 12APR2021	3,000,000	-	-	3,000,000
HONG KONG SAR GOVERNMENT BOND 5.125% S/A 23JUL2019	17,500,000	-	(17,500,000)	-
KOWLOON-CANTON 3.88% S/A 15JUN2021	1,000,000	-	-	1,000,000
OCBC WING HANG BANK LTD 3.2% Q 09JUN2021 FXCD	4,000,000	-	-	4,000,000
SWIRE PROPERTIES MTN FINANCING LTD 1.8% Q 17AUG2021	6,000,000	-	-	6,000,000
SWIRE PROPERTIES MTN FINANCING LTD 2.55% Q 18AUG2024	8,000,000	-	-	8,000,000
SWIRE PROPERTIES MTN FINANCING LTD 2.65% Q 03JUN2026	3,000,000	-	-	3,000,000
SWIRE PROPERTIES MTN FINANCING LTD 2.8% Q 26MAR2025	2,000,000	-	-	2,000,000
SWIRE PROPERTIES MTN FINANCING LTD 3% Q 07APR2027	5,000,000	-	-	5,000,000
SWIRE PROPERTIES MTN FINANCING LTD 3% Q 19MAR2025	1,000,000	-	-	1,000,000
SWIRE PROPERTIES MTN FINANCING LTD 3.2% Q 17JAN2027	1,000,000	-	-	1,000,000

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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UNAUDITED MOVEMENT IN INVESTMENT PORTFOLIO (continued)

31 December 2019

	Movement			
	At 1 January 2019	Additions	Disposals	At 31 December 2019
LISTED/QUOTED DEBT SECURITIES (continued)				
Hong Kong(continued)				
Denominated in HK\$				
WHARF FINANCE LTD 3.75% Q 24OCT2022	6,000,000	-	-	6,000,000
WHARF FINANCE LTD 3.9% Q 19JUN2024	2,000,000	-	-	2,000,000
WHARF FINANCE LTD 4.35% Q 17JAN2022	2,000,000	-	-	2,000,000
WHARF FINANCE NO 1 LTD 4.45% Q 16MAR2020	-	2,000,000	-	2,000,000
WHARF FINANCE NO 1 LTD 4.9% Q 21JAN2020	1,000,000	-	-	1,000,000
WHELOCK FINANCE LTD 3% Q 23MAY2019	3,000,000	-	(3,000,000)	-
WHELOCK FINANCE LTD 4.06% Q 27FEB2021	1,000,000	1,000,000	-	2,000,000
Denominated in USD\$				
YANLORD LAND HK CO LTD 6.75% S/A 23APR2023	1,000,000	-	-	1,000,000
Japan				
Denominated in HK\$				
MUFG BANK LTD/HONG KONG 2.48% A 16MAY2022 FXCD	8,000,000	-	-	8,000,000
SUMITOMO MITSUI BANKING CORP/HONG KONG 2.7% Q 21FEB2022 FXCD	1,000,000	-	-	1,000,000
MUFG BANK LTD/HONG KONG 2.1% A 28JAN2019 FXCD	3,000,000	-	(3,000,000)	-
United Arab Emirates				
Denominated in HK\$				
FIRST ABU DHABI BANK PJSC/HONG KONG 4.6% Q 29JAN2021 FXCD	2,000,000	-	-	2,000,000

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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UNAUDITED PERFORMANCE TABLE

31 December 2019

1. NET ASSET VALUE

	Net assets value per unit			Total net asset value		
	HK\$	US\$	RMB	HK\$	US\$	RMB
As at 31 December 2019						
- Class A (HKD) units	10.019	-	-	282,210,990	-	-
- Class I (HKD) units	10.020	-	-	137,113,599	-	-
- Class I (USD) units	-	1.008	-	-	10,815,102	-
- Class I (RMB) units	-	-	9.991	-	-	6,459,660
As at 31 December 2018						
- Class A (HKD) units	10.048	-	-	259,199,638	-	-
- Class I (HKD) units	10.101	-	-	128,568,126	-	-
- Class I (USD) units	-	1.002	-	-	9,108,812	-
- Class I (RMB) units	-	-	10.109	-	-	6,065,298
As at 31 December 2017						
- Class A (HKD) units	9.996	-	-	209,598,107	-	-
- Class I (HKD) units	10.023	-	-	134,637,727	-	-
- Class I (USD) units	-	0.997	-	-	9,950,308	-

2. HIGHEST ISSUE AND LOWEST REDEMPTION PRICES PER UNIT

	Highest subscription unit price			Lowest redemption unit price		
	HK\$	US\$	RMB	HK\$	US\$	RMB
For the year ended 31 December 2019						
- Class A (HKD) units	10.376	-	-	10.018	-	-
- Class I (HKD) units	10.442	-	-	10.017	-	-
- Class I (USD) units	-	1.036	-	-	1.003	-
- Class I (RMB) units	-	-	10.695	-	-	9.951
For the year ended 31 December 2018						
- Class A (HKD) units	10.048	-	-	9.840	-	-
- Class I (HKD) units	10.101	-	-	9.888	-	-
- Class I (USD) units	-	1.002	-	-	0.980	-
- Class I (RMB) units	-	-	10.134	-	-	10.000

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND
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UNAUDITED PERFORMANCE TABLE (continued)

31 December 2019

2. HIGHEST ISSUE AND LOWEST REDEMPTION PRICES PER UNIT (continued)

	Highest subscription unit price			Lowest redemption unit price		
	HK\$	US\$	RMB	HK\$	US\$	RMB
For the year ended 31 December 2017						
- Class A (HKD) units	10.168	-	-	9.921	-	-
- Class I (HKD) units	10.422	-	-	10.013	-	-
- Class I (USD) units	-	1.015	-	-	0.994	-
- Class I (RMB) units	-	-	-	-	-	-
For the year ended 31 December 2016						
- Class A (HKD) units	10.237	-	-	9.898	-	-
- Class I (HKD) units	10.461	-	-	10.134	-	-
- Class I (USD) units	-	1.000	-	-	0.991	-
- Class I (RMB) units	-	-	-	-	-	-
For the year ended 31 December 2015						
- Class A (HKD) units	10.161	-	-	9.943	-	-
- Class I (HKD) units	10.365	-	-	9.988	-	-
- Class I (USD) units	-	-	-	-	-	-
- Class I (RMB) units	-	-	-	-	-	-
For the period from 2 September 2013 (date of inception) to 31 December 2014						
- Class A (HKD) units	-	-	-	-	-	-
- Class I (HKD) units	10.348	-	-	9.941	-	-
- Class I (USD) units	-	-	-	-	-	-
- Class I (RMB) units	-	-	-	-	-	-