

**E FUND INVESTMENT FUND SERIES**  
**REPORTS AND FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**  
**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

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**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**GENERAL INFORMATION**

**Manager and RQFII Holder**

E Fund Management (Hong Kong) Co., Limited  
Suites 3501-02, 35/F  
Two International Finance Centre  
8 Finance Street  
Central  
Hong Kong

**Directors of the Manager**

Liu Xiaoyan  
Ma Jun  
Huang Gaohui  
Chen Rong  
Chen Liyuan

**Trustee and Registrar**

Bank of Communications Trustee Limited  
1/F, Far East Consortium Building  
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Hong Kong

**PRC Custodian**

Bank of Communications Co., Ltd.  
188 Yin Cheng Zhong Road  
Shanghai 200120  
The People's Republic of China

**Legal Counsel to the Manager**

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

**Auditor**

PricewaterhouseCoopers  
22/F, Prince's Building  
Central  
Hong Kong

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**REPORT OF THE MANAGER TO THE UNITHOLDERS**

**Introduction**

E Fund (HK) RMB Fixed Income Fund is a sub-fund of E Fund Investment Fund Series (the “Sub-Fund”). The inception date of the Sub-Fund was on 18 January 2012. The manager of E Fund (HK) RMB Fixed Income Fund is E Fund Management (Hong Kong) Co., Limited and the trustee is Bank of Communications Trustee Limited.

**Fund Performance**

E Fund (HK) RMB Fixed Income Fund seeks to achieve long-term capital growth in RMB terms through investment in a portfolio consisting primarily of RMB denominated and settled fixed income debt instruments issued or distributed within China which aim to generate a steady flow of income in addition to capital appreciation for the Sub-Fund. As of 31 December 2019, the net asset value per unit of E Fund (HK) RMB Fixed Income Fund for Class A RMB (accumulation) was RMB132.45; for Class A RMB (distribution) was RMB120.24; for Class I RMB (distribution) was RMB125.39 and for Class A USD (accumulation) was USD11.78 respectively. The total size of the Sub-Fund was approximately RMB121 million.

As of 31 December 2019, a summary of the performance of the Sub-Fund is given below.

	Since Launch <sup>1</sup>	Cumulative Performance*				
		YTD	1 Month	3 Months	6 Months	1 Year
Class A RMB (accumulation)	14.2%	5.3%	-0.7%	-0.1%	0.3%	5.3%
Class A RMB (distribution)	45.7%	5.3%	-0.7%	-0.1%	0.3%	5.3%
Class I RMB (distribution)	51.5%	5.8%	-0.6%	0.0%	0.5%	5.8%
Class A USD (accumulation)	11.3%	3.7%	0.1%	2.0%	-1.2%	3.7%

Source: Bloomberg

\* NAV-to-NAV return, total return with dividend (if any) reinvested.

<sup>1</sup>. The total return for the period from class launch date to 31 December 2019.

Note:

Past performance information is not indicative of future performance. Investors may not get back the full amount invested. The computation basis of the performance is based on the calendar year/period end, with NAV-to-NAV, with dividend reinvested.

These figures show by how much the Sub-Fund /Class A and Class I increased or decreased in value during the calendar year/period being shown.

Performance data has been calculated in RMB/USD, including ongoing charges and excluding subscription fee and redemption fee investors might have to pay.

Where no past performance is shown, there was insufficient data available in that year to provide performance.

Unit classes launch year: Class A RMB (accumulation): 2015, Class A RMB (distribution): 2012, Class I RMB (distribution): 2012, Class A USD (accumulation): 2014

**E FUND (HK) RMB FIXED INCOME FUND**  
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**REPORT OF THE MANAGER TO THE UNITHOLDERS (CONTINUED)**

**Fund Performance (continued)**

As of 31 December 2019, the top 5 holdings (% of total NAV) are as below:

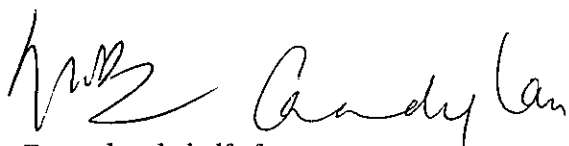
CNI CAPITAL LTD 3.97% 11/01/2022	8.24%
GD POWER DEVELOPMENT CO 3.28% 05/22/2020	5.78%
CQ WATER ASSET MGT 3.25% 02/11/2020	5.78%
QINGDAO CITY CONS INV GR 3% 04/07/2020	5.77%
HENGDIAN GROUP HOLDINGS 6.3% 01/27/2021	5.07%

**E FUND (HK) RMB FIXED INCOME FUND**  
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**REPORT OF THE TRUSTEE TO THE UNITHOLDERS**

**TO THE UNITHOLDERS OF E FUND INVESTMENT FUND SERIES**

We hereby confirm that, in our opinion, the Manager has, in all material respects, managed E Fund Investment Fund Series - E Fund (HK) RMB Fixed Income Fund in accordance with the provisions of the Trust Deed dated 18 January 2012 and all its supplemental deeds for the year ended 31 December 2019.

A handwritten signature in black ink, appearing to read 'Andy Lam', is written over a stylized logo that resembles the letters 'MB'.

For and on behalf of  
Bank of Communications Trustee Limited

28 April 2020

**INDEPENDENT AUDITOR'S REPORT  
TO THE UNITHOLDERS OF E FUND (HK) RMB FIXED INCOME FUND  
(A Sub-Fund of E Fund Investment Fund Series)**

**Report on the Audit of the Financial Statements**

**Opinion**

*What we have audited*

The financial statements of E Fund (HK) RMB Fixed Income Fund (the "Sub-Fund"), a sub-fund of E Fund Investment Fund Series, set out on pages 8 to 35, which comprise:

- the statement of financial position as at 31 December 2019;
- the statement of comprehensive income for the year then ended;
- the statement of changes in net assets attributable to unitholders for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

*Our opinion*

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 transactions and cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRSs").

**Basis for Opinion**

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). 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 believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

*Independence*

We are independent of the Sub-Fund in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants (the "IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

**Other Information**

The Trustee and the Manager (the "Management") of the Sub-Fund are responsible for the other information. The other information comprises all of 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  
TO THE UNITHOLDERS OF E FUND (HK) RMB FIXED INCOME FUND  
(CONTINUED)**  
(A Sub-Fund of E Fund Investment Fund Series)

**Responsibilities of the Management for the Financial Statements**

The Management of the Sub-Fund is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRSs, and for such internal control as the Management determines 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 Management of the Sub-Fund is 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 Management either intends to liquidate the Sub-Fund or to cease operations, or has no realistic alternative but to do so.

In addition, the Management of the Sub-Fund is required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the trust deed dated 18 January 2012, as amended (the "Trust Deed") and Appendix E of the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission (the "SFC Code").

**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 are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, 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 ISAs 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 Appendix E of the SFC Code.

As part of an audit in accordance with ISAs, we exercise professional judgment 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.
- 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 Management.



**INDEPENDENT AUDITOR'S REPORT  
TO THE UNITHOLDERS OF E FUND (HK) RMB FIXED INCOME FUND  
(CONTINUED)**  
(A Sub-Fund of E Fund Investment Fund Series)

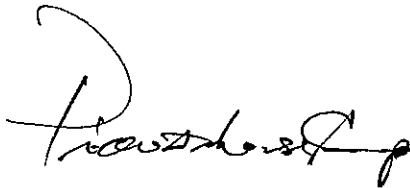
**Auditor's Responsibilities for the Audit of the Financial Statements (continued)**

- Conclude on the appropriateness of the Management'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 Management 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 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 Appendix E of the SFC Code.



**PricewaterhouseCoopers**  
Certified Public Accountants

Hong Kong, 28 April 2020

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2019**

	Note	2019 RMB	2018 RMB
<b>Assets</b>			
Cash and cash equivalents	4(e)	16,563,184	3,546,743
Financial assets at fair value through profit or loss	4(b)	115,464,401	132,606,625
Interest receivable		2,450,354	2,803,131
Deposit reserve		16,189	22,327
Margin deposit		1,094,301	1,413,920
<b>Total assets</b>		<b>135,588,429</b>	<b>140,392,746</b>
<b>Liabilities</b>			
Redemption payable		113,323	-
Management fee payable	7(a)	77,945	84,821
Trustee fee payable	7(b)	52,997	52,997
Custodian fee payable	7(c)	4,680	6,340
Tax payable	3, 6	4,237,118	4,580,656
Other payables and accruals		368,331	202,441
Borrowings under repurchase agreements	9	9,522,448	6,731,595
<b>Total liabilities (excluding net assets attributable to unitholders)</b>		<b>14,376,842</b>	<b>11,658,850</b>
<b>Net assets attributable to unitholders</b>	8	<b>121,211,587</b>	<b>128,733,896</b>

Approved by the Trustee and the Manager on 28 April 2020.



For and on behalf of  
Bank of Communications Trustee Limited  
as the Trustee

For and on behalf of  
E FUND MANAGEMENT (HONG KONG) CO., LIMITED  
(易方達資產管理(香港)有限公司)

Authorized Signature(s)

For and on behalf of  
E Fund Management (Hong Kong) Co., Limited  
as the Manager

The notes on pages 12 to 35 are an integral part of these financial statements.

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED 31 DECEMBER 2019**

	Note	2019 RMB	2018 RMB
<b>Income</b>			
Interest income on financial assets at fair value through profit or loss		6,140,673	6,834,711
Bank interest income		128,963	33,981
Net gain/(loss) on investments	5	3,256,323	(544,308)
Net exchange gain		138,914	211,775
<b>Total income</b>		<u>9,664,873</u>	<u>6,536,159</u>
<b>Expenses</b>			
Management fee	7(a)	963,622	1,030,509
Trustee fee	7(b)	624,000	624,000
Custodian fee	7(c)	110,320	97,226
Auditor's remuneration		239,554	174,589
Legal and professional fees		532,924	136,863
Transaction costs		48,936	41,641
Other expenses		446,092	256,609
<b>Total expenses</b>		<u>2,965,448</u>	<u>2,361,437</u>
<b>Profit before tax</b>		6,699,425	4,174,722
Taxation	6	342,512	(288,516)
<b>Increase in net assets attributable to unitholders from operations</b>		<u>7,041,937</u>	<u>3,886,206</u>

The notes on pages 12 to 35 are an integral part of these financial statements.

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS  
FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019 RMB	2018 RMB
<b>Net assets attributable to unitholders at the beginning of the year</b>	128,733,896	141,601,300
	-----	-----
<b>Increase in net assets attributable to unitholders from operations</b>	7,041,937	3,886,206
	-----	-----
<b>Capital transactions</b>		
Issue of units	6,353,251	16,939,640
Redemption of units	(20,917,497)	(33,693,250)
	-----	-----
<b>Net decrease from capital transactions</b>	(14,564,246)	(16,753,610)
	-----	-----
<b>Net assets attributable to unitholders at the end of the year</b>	121,211,587	128,733,896
	=====	=====

The notes on pages 12 to 35 are an integral part of these financial statements.

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	2019 RMB	2018 RMB
<b>Operating activities</b>		
Increase in net assets attributable to unitholders from operations	7,041,937	3,886,206
Adjustment for:		
Interest income on financial assets at fair value through profit or loss	(6,140,673)	(6,834,711)
Bank interest income	(128,963)	(33,981)
Taxation	(342,512)	288,516
Operating profit/(loss) before changes in working capital	429,789	(2,693,970)
Changes in working capital:		
Net decrease in financial assets at fair value through profit or loss	17,142,224	12,639,031
Net decrease in deposit reserve	6,138	7,561
Net decrease/(increase) in margin deposit	319,619	(1,413,920)
Net decrease in management fee payable	(6,876)	(18,852)
Net decrease in custodian fee payable	(1,660)	(3,341)
Net increase in other payables and accruals	165,890	178,995
Net increase in borrowings under repurchase agreements	2,790,853	1,436,971
Cash generated from operations	20,845,977	10,132,475
Interest received	6,622,413	7,307,003
Tax paid	(1,026)	(55,638)
<b>Net cash generated from operating activities</b>	<b>27,467,364</b>	<b>17,383,840</b>
<b>Financing activities</b>		
Proceeds from units issued	6,353,251	16,939,640
Payments on units redeemed	(20,804,174)	(34,529,954)
<b>Net cash used in financing activities</b>	<b>(14,450,923)</b>	<b>(17,590,314)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>13,016,441</b>	<b>(206,474)</b>
Cash and cash equivalents at the beginning of the year	3,546,743	3,753,217
<b>Cash and cash equivalents at the end of the year</b>	<b>16,563,184</b>	<b>3,546,743</b>
<b>Analysis of balances of cash and cash equivalents</b>		
Bank balances	16,563,184	3,546,743

The notes on pages 12 to 35 are an integral part of these financial statements.

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**1 General information**

E Fund Investment Fund Series (the “Trust”) is an umbrella unit trust governed by its trust deed dated 18 January 2012, as amended (the “Trust Deed”) made between E Fund Management (Hong Kong) Co., Limited as the manager (the “Manager”) and Bank of Communications Trustee Limited as the trustee (the “Trustee”). The terms of the Trust Deed are governed by the laws of Hong Kong. The Trust is authorised by the Securities and Futures Commission of Hong Kong (the “SFC”) under Section 104(1) of the Hong Kong Securities and Futures Ordinance. As at 31 December 2019, the Trust has one sub-fund, namely E Fund (HK) RMB Fixed Income Fund (the “Sub-Fund”), in respect of which separate classes of units were issued. The date of inception of the Sub-Fund was 18 January 2012.

The Sub-Fund seeks to achieve long-term capital growth in RMB terms through investment in a portfolio consisting primarily of RMB denominated and settled fixed income debt instruments which aim to generate a steady flow of income in addition to capital appreciation for the Sub-Fund.

The Manager has obtained Renminbi Qualified Foreign Institutional Investor (“RQFII”) status in the People’s Republic of China (“PRC” or “China”) and the RQFII quotas have been granted to the Manager on behalf of the Sub-Fund. To the extent that the Manager has, on behalf of the Sub-Fund, utilised its entire RQFII quota, the Manager may, subject to any applicable regulations, apply for an increase of the RQFII quota. On the other hand, the Manager actively manages the RQFII quota obtained and may impose limits on subscription applications as it considers appropriate.

**2 Summary of significant accounting policies**

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the reporting periods presented, unless otherwise stated.

**(a) Basis of preparation**

The financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRSs”). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities held at fair value through profit or loss.

The preparation of financial statements in conformity with IFRSs requires the use of certain critical accounting estimates. It also requires the Manager and the Trustee (the “Management”) to exercise their judgment in the process of applying the Sub-Fund’s accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the financial statements are disclosed in Note 3.

**Standards and amendments to existing standards effective 1 January 2019**

There are no standards, amendments to existing standards or interpretations that are effective for annual periods beginning on 1 January 2019 that have a material effect on the financial statements of the Sub-Fund.

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**2 Summary of significant accounting policies (continued)**

**(a) Basis of preparation (continued)**

**New standards, amendments and interpretations effective after 1 January 2019 and have not been early adopted by the Sub-Fund**

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2019, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Sub-Fund.

**(b) Financial assets at fair value through profit or loss**

**Classification**

The Sub-Fund classifies its investments based on both the Sub-Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Sub-Fund primarily focuses on fair value information and uses that information to assess the assets' performance and to make decisions. The Sub-Fund has not taken the option to irrevocably designate any equity securities as measured at fair value through other comprehensive income. The contractual cash flows of the Sub-Fund's debt securities investments are solely principal and interest; however, these securities are neither held for the purpose of collecting contractual cash flows nor held both for collecting contractual cash flows and for sale. The collection of contractual cash flows is only incidental to achieving the Sub-Fund's business objective. Consequently, all investments are measured at fair value through profit or loss.

As such, the Sub-Fund classifies its investment portfolio as financial assets at fair value through profit or loss.

The Sub-Fund's policy requires the Management to evaluate the information about these financial assets on a fair value basis together with other related financial information.

**Recognition, derecognition and measurement**

Regular purchases and sales of investments are recognised on the trade date - the date on which the Sub-Fund commits to purchase or sell the investment. Financial assets at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the statement of comprehensive income.

Financial assets at fair value through profit or loss are derecognised when the rights to receive cash flows from the investments have expired or the Sub-Fund has transferred substantially all risks and rewards of ownership.

Subsequent to initial recognition, all financial assets at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain/(loss) on investments in the period in which they arise.

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**2 Summary of significant accounting policies (continued)**

**(b) Financial assets at fair value through profit or loss (continued)**

**Fair value estimation**

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 of financial assets traded in active markets (such as publicly traded derivatives and trading securities) is based on quoted market prices at the close of trading on the reporting date. The Sub-Fund utilises the last traded market price for financial assets where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Management will determine the point within the bid-ask spread that is the most representative of fair value.

Debt securities investments are valued based on quoted prices.

Investments in collective investment schemes are stated at fair value based on the net asset value per unit of the respective funds as determined by the administrators of the respective funds or stated at last traded prices if the collective investment schemes are listed or traded on an exchange.

Open futures contracts are valued at last traded prices for both long and short positions at the valuation date. The differences between the last traded prices and the contract prices are recognised in the statement of comprehensive income.

**Transfer between levels of the fair value hierarchy**

Transfer between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

**(c) Interest income**

Interest is recognised on a time-proportionate basis using the effective interest method. Interest income includes interest from cash and cash equivalents and financial assets at fair value through profit or loss.

**(d) Dividend income**

Dividend income is recognised when the right to receive payment is established.

**(e) Expenses**

Expenses are accounted for on an accruals basis.

**(f) Transaction costs**

Transaction costs are costs incurred to acquire financial assets at fair value through profit or loss. They include fees and commissions paid to agents, advisers, brokers and dealers. Transaction costs, when incurred, are immediately recognised as an expense.

**(g) Cash and cash equivalents**

Cash and cash equivalents include cash in hand, demand deposits, and other short-term highly liquid investments with original maturities of three months or less.



**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**2 Summary of significant accounting policies (continued)**

**(h) Deposit reserve**

Deposit reserve is a balance deposited with China Securities Depository and Clearing Corporation Limited, and is recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

**(i) Margin deposit**

Margin deposit held with a broker for trading of derivatives are stated at amortised cost in the statement of financial position using the effective interest method.

**(j) Foreign currency translation**

**Functional and presentation currency**

Items included in the financial statements are measured using the currency of the primary economic environment in which the Sub-Fund operates (the “functional currency”). The performance of the Sub-Fund is measured and reported to the unitholders in Chinese Renminbi (“RMB”). The Management considers RMB as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in RMB, which is the Sub-Fund’s functional and presentation currency.

**Transactions and balances**

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rates prevailing at the reporting date.

Foreign exchange gains and losses arising from translation are included in the statement of comprehensive income.

Foreign exchange gains and losses relating to financial assets carried at fair value through profit or loss are presented in the statement of comprehensive income within net gain/(loss) on investments.

**(k) Redeemable units**

The Sub-Fund issues redeemable units which are redeemable at the holder’s option and which represent puttable financial instruments of the Sub-Fund. The Sub-Fund classifies its puttable financial instruments as liabilities as the Sub-Fund issues more than one class of redeemable units, which are redeemable at the holder’s option and do not have identical rights.

Units are issued and redeemed at the holder’s option at prices based on the Sub-Fund’s net asset value per unit at the time of issue or redemption. The Sub-Fund’s net asset value per unit is calculated by dividing the net assets attributable to unitholders with the total number of outstanding units. In accordance with the provisions of the Sub-Fund’s explanatory memorandum, investment positions are valued based on the last traded market prices for the purpose of determining the net asset value per unit for subscriptions and redemptions.

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**2 Summary of significant accounting policies (continued)**

**(l) Taxation**

The Sub-Fund currently incurs withholding tax imposed by the PRC on investment income and capital gains arising from trading of PRC debt securities. Such income or gains are recorded gross of withholding tax in the statement of comprehensive income. Withholding tax is shown as a separate item in the statement of comprehensive income.

**(m) Repurchase agreements**

When the Sub-Fund sells a financial asset and simultaneously enters into an agreement to repurchase the same or similar asset at a fixed price on a future date, the arrangement is accounted for as a borrowing, recognised in the statement of financial position as borrowings under repurchase agreements, and the underlying asset continues to be recognised in the Sub-Fund's statement of financial position.

**(n) Interest receivable**

Interest receivable is recognised initially at fair value and subsequently measured at amortised cost using the effective interest method, less provision for impairment if any. At each reporting date, the Sub-Fund shall measure the loss allowance on interest receivable at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. Significant financial difficulties of the counterparty, probability that the counterparty will enter bankruptcy or financial reorganization and default in payments are all considered indicators that a loss allowance may be required.

**3 Critical accounting estimates and judgements**

The Manager makes estimates and assumptions concerning the future of the Sub-Fund. The resulting accounting estimates may not equal the related actual results. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and assumptions that have a risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below.

**PRC tax provision**

In preparing these financial statements, the Manager has made certain assumptions and used various estimates concerning the tax exposure which is dependent on what might happen in the future. The resulting accounting estimates may not equal the related actual results.

Under the general tax provision of the PRC Corporate Income Tax Law ("PRC CIT Law"), non-PRC residents with no place of effective management, establishment or place of business in the PRC may be subject to 10% withholding income tax ("WIT") on the PRC-sourced income, unless exempt or reduced under current PRC tax laws and regulations or relevant tax treaties.

**Withholding income tax**

In particular, non-PRC residents with interest income derived from debt securities will be subject to 10% WIT. Pursuant to the PRC CIT Law, debt securities issuers in the PRC are obligated to withhold the 10% WIT on interest income for the foreign debt securities holders. However, interest income derived from government bonds issued by the State Council and/or local government bonds approved by the State Council is exempt from PRC WIT under the PRC CIT Law.

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**3 Critical accounting estimates and judgements (continued)**

**Withholding income tax (continued)**

Furthermore, according to notice Caishui [2016] 36 (“Circular 36”), value-added tax (“VAT”) at 6% shall be levied on the difference between the selling price and buying price of marketable securities starting from 1 May 2016. The gains derived by RQFIIs and through the Shanghai Hong Kong Stock Connect from trading of marketable securities (including A-shares and other PRC listed securities) are exempt from VAT in the PRC under Circular 36 and other prevailing VAT regulations. In addition, deposit interest income and interest received from government bonds and local government bonds are also exempt from VAT. However, the prevailing VAT regulations do not specifically exempt VAT on interest received by RQFIIs. Hence, interest income derived by RQFIIs on non-government bonds (including corporate bonds) technically should be subject to the 6% VAT. In addition, if VAT is applicable, local surtaxes including Urban Maintenance and Construction Tax (currently at the rate ranging from 1% to 7%), Education Surcharge (currently at the rate of 3%) and Local Education Surcharge (currently at the rate of 2%) are also imposed based on the VAT liabilities (the “VAT related taxes”).

Exemption of PRC WIT and VAT effective from 7 November 2018

On 7 November 2018, the Ministry of Finance and the PRC State Administration of Taxation jointly issued a notice Caishui [2018] 108 (“Circular 108”) which stipulates that foreign institutional investors are temporarily exempt from PRC WIT and VAT in respect of bond interest income received from 7 November 2018 to 6 November 2021.

Hence, the Management decides to change the tax provisioning policy of the Sub-Fund and ceases to make provisions for PRC WIT and VAT (and the VAT related taxes) on the interest income from PRC non-government bonds from 7 November 2018 to 6 November 2021.

The provision of PRC WIT and VAT (and the VAT related taxes) from 7 November 2018 to 27 February 2019 of RMB440,971 has been reversed on 28 February 2019. Please refer to Note 6 for more details.

**Capital gains on PRC investments**

During the years ended 31 December 2019 and 2018, the Sub-Fund invested in the PRC through the RQFII program (the “PRC Investments”). The Sub-Fund has not made PRC WIT provision for realised and unrealised gains on trading of the PRC debt securities. The Manager considers that the enforcement of PRC tax on gains derived from the PRC Investments is uncertain as at the date of approval of these financial statements and has exercised its judgment when assessing whether the Sub-Fund may be liable for PRC taxation on its gains, the amount of potential liability and the probability of such tax being levied up to the reporting date. However, significant uncertainties exist and estimation of the Manager may substantially differ from the actual results.

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**3 Critical accounting estimates and judgements (continued)**

**Interest income on bonds issued in the PRC (“PRC bonds”)**

The Management considers that in relation to accrued interest arising from PRC non-government bonds, the PRC WIT treatment from 18 January 2012 (date of inception) to 6 November 2018 and the enforcement of VAT (and the VAT related taxes) from 1 May 2016 to 6 November 2018 are uncertain. As such, the Manager has exercised significant judgment in its assessment of the PRC WIT and VAT (and the VAT related taxes) and the related tax provision.

PRC WIT

For PRC bonds disposed of during the year, the Management has not made provision on the accrued interest as it considers that:

- (i) the issuers of PRC bonds are required to withhold the 10% WIT at the coupon payment date before distributing the interest income to the bondholder; and
- (ii) the Manager has sold the PRC bonds before the coupon payment dates or the maturity dates of the PRC bonds.

PRC VAT (and the VAT related taxes)

As at 31 December 2019, the Manager estimated that the Sub-Fund’s accumulated interest income received from PRC non-government bonds from 1 May 2016 to 6 November 2018 of RMB11,066,628 could be exposed to PRC VAT (and the VAT related taxes) amounting to approximately RMBNil (2018: RMB707,847). This amount has been provided in the statement of financial position.

**4 Financial risk management**

**(a) Strategy in using financial instruments**

The Sub-Fund’s objective in managing risk is the attraction of subscription and protection of unitholder value. Risk is inherent in the Sub-Fund’s activities, but it is managed through a process of ongoing identification, measurement and monitoring, subject to relevant controls. The process of risk management is critical to the Sub-Fund’s continuing profitability.

The investments of the Sub-Fund are subject to normal market fluctuations and other risks inherent in trading in securities and derivatives. There can be no assurance that any appreciation in value will occur. The value of investments may fluctuate and therefore the value of the units can fall as well as rise.

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**4 Financial risk management (continued)**

**(b) Market price risk**

Market price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual instrument or factors affecting all instruments in the market.

The table below discloses the investments of the Sub-Fund by product types at the reporting date.

	2019		2018	
	RMB	% of net asset value	RMB	% of net asset value
<b>Financial assets at fair value through profit or loss</b>				
RMB denominated bonds	83,243,799	68.68%	91,340,177	70.95%
Corporate bonds (Note 9)	31,204,243	25.74%	35,356,958	27.47%
Collective investment schemes	289,789	0.24%	5,843,700	4.54%
Currency futures (Note (i))	726,570	0.60%	65,790	0.05%
	<u>115,464,401</u>	<u>95.26%</u>	<u>132,606,625</u>	<u>103.01%</u>

The table below discloses the financial assets at fair value through profit or loss of the Sub-Fund by industrial sectors at the reporting date.

	2019		2018	
	RMB	% of net asset value	RMB	% of net asset value
Basic materials	12,130,986	10.01%	10,015,132	7.78%
Consumer, cyclical	2,024,440	1.67%	8,162,602	6.34%
Consumer, non-cyclical	-	-	1,583,530	1.23%
Diversified	10,162,320	8.38%	14,075,290	10.94%
Energy	2,258,437	1.86%	1,522,914	1.18%
Financial	44,001,499	36.30%	49,622,078	38.55%
Government	1,339,105	1.11%	7,246,573	5.63%
Industrial	29,540,390	24.37%	27,383,689	21.27%
Utilities	14,007,224	11.56%	12,994,817	10.09%
	<u>115,464,401</u>	<u>95.26%</u>	<u>132,606,625</u>	<u>103.01%</u>

The Sub-Fund's market price risk is managed through diversification of the investment portfolio ratios by exposures to different markets and industries.

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**4 Financial risk management (continued)**

**(b) Market price risk (continued)**

At the reporting date, no individual investment/issuer represents more than 10% of the Sub-Fund's net asset value.

At the reporting date, the Sub-Fund invested in collective investment schemes that mainly comprise money market funds, which are not subject to significant market price risk. Accordingly, no sensitivity analysis has been disclosed for these investments.

As at 31 December 2019, the Sub-Fund invested in bond funds of RMBNil (2018: RMB1,392,303) and index funds of RMB26,488 (2018: RMB18,171) for which the market price risk is considered to be low as the invested amount is insignificant.

As the Sub-Fund mainly invests in debt securities, the sensitivity analysis on market price risk is disclosed under interest rate risk in Note 4(c) below.

**Note (i)**

At the reporting date, the open futures contracts are detailed below:

	Number of contracts	2019 Notional amounts RMB	Fair value RMB	Number of contracts	2018 Notional amounts RMB	Fair value RMB
Futures Position (CNY) (March 19 CUS Future) – Short	-	-	-	(49)	(33,786,120)	65,790
Futures Position (CNY) (March 20 CUS Future) - Short	(44)	(31,464,970)	726,570	-	-	-
			<u>726,570</u>			<u>65,790</u>

The table below summarises the impact on the Sub-Fund's net asset value if there is a  $\pm 5\%$  reasonably possible change in the underlying of the futures held at the reporting date, with all other variables held constant.

	2019 Estimated reasonably possible change in relevant exchange rate +/-	Change in net asset value RMB +/-	2018 Estimated reasonably possible change in relevant exchange rate +/-	Change in net asset value RMB +/-
Underlying products				
USD/RMB	<u>5%</u>	<u>810,350</u>	<u>5%</u>	<u>1,620,227</u>

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**4 Financial risk management (continued)**

**(c) Interest rate risk**

Interest rate risk arises from the possibility that changes in interest rates will affect the future cash flows or fair value of financial instruments.

The table below summarises the Sub-Fund's financial assets and liabilities at the reporting date which expose it to risk associated with the effects of fluctuations in the prevailing levels of market interest rates, categorised by the earlier of contractual repricing or maturity dates.

	Maturity up to 1 year RMB	Maturity 1-5 years RMB	Maturity over 5 years RMB	Non-interest bearing RMB	Total RMB
<b>As at 31 December 2019</b>					
Financial assets at fair value through profit or loss					
- RMB denominated bonds	39,879,547	43,364,252	-	-	83,243,799
- Corporate bonds	-	17,974,979	13,229,264	-	31,204,243
- Collective investment schemes	-	-	-	263,301	263,301
Deposit reserve	16,189	-	-	-	16,189
Margin deposit	1,094,301	-	-	-	1,094,301
Cash and cash equivalents	16,563,184	-	-	-	16,563,184
Borrowings under repurchase agreements	-	-	-	(9,522,448)	(9,522,448)
<b>Total interest sensitivity gap</b>	<b>57,553,221</b>	<b>61,339,231</b>	<b>13,229,264</b>	<b>(9,259,147)</b>	<b>122,862,569</b>
<b>As at 31 December 2018</b>					
Financial assets at fair value through profit or loss					
- RMB denominated bonds	65,127,078	18,966,526	7,246,573	-	91,340,177
- Corporate bonds	-	14,634,585	20,722,373	-	35,356,958
- Collective investment schemes	-	-	-	5,825,529	5,825,529
Deposit reserve	22,327	-	-	-	22,327
Margin deposit	1,413,920	-	-	-	1,413,920
Cash and cash equivalents	3,546,743	-	-	-	3,546,743
Borrowings under repurchase agreements	-	-	-	(6,731,595)	(6,731,595)
<b>Total interest sensitivity gap</b>	<b>70,110,068</b>	<b>33,601,111</b>	<b>27,968,946</b>	<b>(906,066)</b>	<b>130,774,059</b>

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**4 Financial risk management (continued)**

**(c) Interest rate risk (continued)**

As at 31 December 2019, the Sub-Fund had cash and cash equivalents of RMB16,563,184 (2018: RMB3,546,743) and margin deposit of RMB1,094,301 (2018: RMB1,413,920). If the interest rates had been 10 basis points higher or lower with all other variables held constant, net assets attributable to unitholders of the Sub-Fund would have been RMB17,657 (2018: RMB4,961) higher or lower respectively as a result of higher or lower interest income.

The majority of the Sub-Fund's interest rate exposure on debt securities are RMB denominated. Interest rate exposures are expressed in terms of weighted modified duration. The Manager monitors the interest rate risk by quantifying market exposure in duration terms. Beta adjusted weighted modified duration is the modified duration multiplied by the allocation of net asset value and a sensitivity factor (beta). As at 31 December 2019, the Sub-Fund invested in interest bearing securities of RMB114,448,042 (2018: RMB126,697,135) and the portfolio weighted average modified duration of the Sub-Fund was 2.34 (2018: 2.42).

As at 31 December 2019, should interest rates have lowered or risen by 25 basis points with all other variables held constant, the increase or decrease in net assets attributable to unitholders would amount to approximately RMB669,521 (2018: RMB766,518) for the Sub-Fund, arising substantially from the increase or decrease in fair value of debt securities.

**(d) Currency risk**

The Sub-Fund is exposed to currency risk arising from balances of RMB9,196,017 (2018: RMB6,320,230) denominated in United States Dollar as at 31 December 2019, representing cash and cash equivalents and investments. The table below summarises the impact of increase or decrease of key foreign exchange exposure of the Sub-Fund. The analysis is based on the assumption that the exchange rate had increased or decreased by the stated percentage with all other variables held constant. The Manager does not actively manage the currency risk exposure.

<u>Exposures in United States Dollar</u>	2019 RMB	2018 RMB
Cash and cash equivalents	9,456,744	3,357,089
Investments	31,204,243	36,749,261
Currency futures	(31,464,970)	(33,786,120)

The Manager has used its view of what would be a reasonable shift in exchange rates to estimate the change for use in the currency risk sensitivity analysis above.

**(e) Credit risk**

Credit risk is the risk that an issuer or a counterparty to a financial instrument will cause a financial loss to the Sub-Fund by failing to discharge an obligation when due.



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**4 Financial risk management (continued)**

**(e) Credit risk (continued)**

The main concentration to which the Sub-Fund is exposed arises from the Sub-Fund's investment in debt securities. The Sub-Fund is not subject to explicit restrictions on the minimum credit rating of debt securities issued outside China that it may hold. In relation to debt securities issued within China, the Sub-Fund manages credit risk by investing in debt securities which are rated BB+ or above as rated by one of the credit rating agencies in China. The Management will actively manage the portfolio of the Sub-Fund. In case of credit rating downgrading, the Management will adjust the positions in the portfolio using its credit analysis and rating systems that are designed to manage credit risk. The table below summarises the credit rating of the Sub-Fund's debt securities portfolio, which represents 94.42% (2018: 98.42%) of the net asset value as at 31 December 2019.

	2019 % of net asset value	2018 % of net asset value
<b>China Chengxin</b>		
AA+	-	1.58%
AA	4.98%	6.19%
A-1	-	5.46%
<b>China Lianhe</b>		
AAA	1.67%	-
AA	5.02%	-
<b>Dagong Global Credit Rating</b>		
AA+	5.07%	-
A-1	-	4.67%
<b>Shanghai Brilliance Credit Rating</b>		
AA	1.66%	-
<b>S&amp;P</b>		
BB	0.99%	0.99%
BB-	4.11%	-
B+	5.70%	-
<b>Pengyuan Credit Rating Co., Ltd</b>		
AA+	-	1.58%
AA	8.68%	5.39%
<b>Moody's</b>		
Ba2	3.95%	4.17%
Ba3	2.21%	4.20%
B1	4.53%	9.42%
B2	4.52%	0.97%
B3	-	1.00%
<b>Fitch</b>		
BB-	1.10%	-
<b>Non-rated</b>	40.23%	52.80%
	<u>94.42%</u>	<u>98.42%</u>

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**4 Financial risk management (continued)**

**(e) Credit risk (continued)**

The table below summarises the non-rated debt securities as stated in the table above by their issuers' credit rating at the reporting date.

	2019 % of net asset value	2018 % of net asset value
<b>China Chengxin</b>		
AAA	18.15%	17.86%
<b>Dagong Global Credit Rating</b>		
AAA	-	4.65%
AA+	-	5.44%
<b>S&amp;P</b>		
A+	-	5.63%
BB+	-	3.03%
B+	-	1.80%
<b>Fitch</b>		
A+	-	6.22%
A-	-	3.11%
BBB	5.77%	-
<b>Non-rated</b>	16.31%	5.06%
	<u>40.23%</u>	<u>52.80%</u>

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**4 Financial risk management (continued)**

**(e) Credit risk (continued)**

The Sub-Fund is also exposed to credit risk on cash and cash equivalents. The table below summarises the net exposure to the Sub-Fund's counterparties together with their credit ratings.

	RMB	Credit rating	Source of credit rating
<b>As at 31 December 2019</b>			
<b>Investments balances with custodians</b>			
Bank of Communications Co., Ltd.	64,139,662	A-	Standard & Poor's
Citibank N.A. Hong Kong Branch	50,598,169	A+	Standard & Poor's
<b>Margin deposit held with a broker and derivatives held with/issued by a broker</b>			
GF Futures (HK) Co., Ltd. <sup>2</sup>	1,820,871	AAA	Chengxin
<b>Bank balances</b>			
Bank of Communications Co., Ltd. Hong Kong Branch <sup>1</sup>	616,039	A-	Standard & Poor's
Bank of Communications Co., Ltd.	6,490,401	A-	Standard & Poor's
Citibank N.A. Hong Kong Branch	9,456,744	A+	Standard & Poor's
<b>As at 31 December 2018</b>			
<b>Investments balances with custodians</b>			
Bank of Communications Co., Ltd.	97,183,877	A-	Standard & Poor's
Citibank N.A. Hong Kong Branch	35,356,958	A+	Standard & Poor's
<b>Margin deposit held with a broker and derivatives held with/issued by a broker</b>			
GF Futures (HK) Co., Ltd.	1,479,710	AAA	Chengxin
<b>Bank balances</b>			
Bank of Communications Co., Ltd. Hong Kong Branch <sup>1</sup>	132,437	A-	Standard & Poor's
Bank of Communications Co., Ltd.	57,217	A-	Standard & Poor's
Citibank N.A. Hong Kong Branch	3,357,089	A+	Standard & Poor's

<sup>1</sup> Rating represented that of Bank of Communications Co., Ltd.

<sup>2</sup> Rating represented that of GF Securities Co., Ltd.

As at 31 December 2019, the Sub-Fund invested in money market funds and bond funds totalling RMB263,301 (2018: RMB5,825,529), which are subject to indirect credit risk from the underlying investments.

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets as shown on the statement of financial position. None of the assets are impaired nor past due but not impaired. The Sub-Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward looking information in determining any expected credit losses. The Manager considers the probability of default of other receivables such as interest receivable and deposit reserve to be insignificant as the counterparties generally have a strong capacity to meet their contractual obligations in the near term and there is no default history on such receivables in the past. As a result, no loss allowance has been recognised based on 12-month expected credit losses.

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**4 Financial risk management (continued)**

**(f) Liquidity risk**

Liquidity risk is the risk that the Sub-Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous. The Sub-Fund is exposed to daily redemptions of units in the Sub-Fund. The Sub-Fund invests the majority of its assets in securities that are traded in an active market which can be readily disposed of.

The table below analyses the Sub-Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts disclosed in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying value, as the impact of discounting is not significant.

	Less than 3 months RMB
<b>As at 31 December 2019</b>	
Redemption payable	113,323
Management fee payable	77,945
Trustee fee payable	52,997
Custodian fee payable	4,680
Other payables and accruals	368,331
Borrowings under repurchase agreements	9,522,448
Net assets attributable to unitholders	121,211,587
	<hr/> 131,351,311 <hr/>
<b>As at 31 December 2018</b>	
Management fee payable	84,821
Trustee fee payable	52,997
Custodian fee payable	6,340
Other payables and accruals	202,441
Borrowings under repurchase agreements	6,731,595
Net assets attributable to unitholders	128,733,896
	<hr/> 135,812,090 <hr/>

Units are redeemable on demand at the unitholder's option. With a view to protecting the interest of unitholders, the Manager is entitled, with the approval of the Trustee, to limit the number of units of the Sub-Fund redeemed on any dealing day to 10% of the total number of units in issue. As at 31 December 2019, there were 3 (2018: 3) unitholders each holding more than 10% of the Sub-Fund's units.

As at 31 December 2019, the total assets of the Sub-Fund amounted to RMB135,588,429 (2018: RMB140,392,746). The Sub-Fund manages its liquidity risk by investing in securities that it expects to be able to liquidate within 3 months or less.

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**4 Financial risk management (continued)**

**(f) Liquidity risk (continued)**

The table below illustrates the expected liquidity of assets held.

	Less than 3 months RMB	Over 3 months RMB
<b>As at 31 December 2019</b>		
Total assets	134,846,715	741,714
<b>As at 31 December 2018</b>		
Total assets	139,199,073	1,193,673

**(g) Fair value estimation**

The fair value of financial assets and liabilities traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the reporting date. The Sub-Fund utilises the last traded market price as its fair valuation inputs for both financial assets and liabilities.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

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.

The Sub-Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

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**4 Financial risk management (continued)**

**(g) Fair value estimation (continued)**

The determination of what constitutes observable requires significant judgment by the Sub-Fund. The Sub-Fund considers observable data to be such market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The table below analyses within the fair value hierarchy the Sub-Fund's investments (by class) measured at fair value at the reporting date.

	Level 1 RMB	Level 2 RMB	Level 3 RMB	Total RMB
<b>As at 31 December 2019</b>				
Financial assets at fair value through profit or loss				
- RMB denominated bonds	-	83,243,799	-	83,243,799
- Corporate bonds (Note 9)	-	31,204,243	-	31,204,243
- Collective investment schemes	163,195	126,594	-	289,789
- Currency futures	726,570	-	-	726,570
	<u>889,765</u>	<u>114,574,636</u>	<u>-</u>	<u>115,464,401</u>
<b>As at 31 December 2018</b>				
Financial assets at fair value through profit or loss				
- RMB denominated bonds	-	91,340,177	-	91,340,177
- Corporate bonds (Note 9)	-	35,356,958	-	35,356,958
- Collective investment schemes	-	5,843,700	-	5,843,700
- Currency futures	65,790	-	-	65,790
	<u>65,790</u>	<u>132,540,835</u>	<u>-</u>	<u>132,606,625</u>

Financial instruments whose values are based on quoted market prices in active markets are classified within level 1. The Sub-Fund does not adjust the quoted prices for these instruments.

Financial instruments that trade in markets that are not considered to be active and are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. As at 31 December 2019 and 2018, the Sub-Fund held level 2 investments including positions that are not traded in active markets. The investments in unlisted RMB denominated bonds are valued with reference to valuation provided by China Central Depository & Clearing Co., Ltd.

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**NOTES TO THE FINANCIAL STATEMENTS**  
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**4 Financial risk management (continued)**

**(g) Fair value estimation (continued)**

The collective investment schemes classified within level 2 are fair valued using the net asset value of the funds as reported by the respective funds' administrators. For these collective investment schemes, the Management believes the Sub-Fund could have redeemed its investments at the net asset value per unit at the reporting date.

Financial instruments classified within level 3 have significant unobservable inputs, as they trade infrequently. As at 31 December 2019 and 2018, the Sub-Fund did not hold any investments classified within level 3.

The Sub-Fund did not have any transfer between levels for the years ended 31 December 2019 and 2018.

For assets and liabilities carried at amortised cost, their carrying amounts are a reasonable approximation of fair value as at 31 December 2019 and 2018.

**(h) Offsetting and amounts subject to master netting arrangements and similar agreements**

The Sub-Fund is subject to master netting arrangements with its counterparties. The following tables present the Sub-Fund's financial assets and liabilities subject to offsetting, enforceable master netting arrangements and similar agreements by types of financial instruments.

	A	B	C = A - B	D	E = C - D
	Gross amounts of recognised financial assets/ (liabilities) RMB	Gross amounts offset in the statement of financial position RMB	Net amounts presented in the statement of financial position RMB	Related amounts not offset in the statement of financial position (collateral) RMB	Net amount RMB
<b>As at 31 December 2019</b>					
<b>Financial assets</b>					
Corporate bonds	11,750,580	-	11,750,580	(9,522,448)	2,228,132
Currency futures	726,570	-	726,570	-	726,570
Margin deposit	1,094,301	-	1,094,301	-	1,094,301
	<u>13,571,451</u>	<u>-</u>	<u>13,571,451</u>	<u>(9,522,448)</u>	<u>4,049,003</u>
<b>Financial liabilities</b>					
Borrowings under repurchase agreements	<u>(9,522,448)</u>	<u>-</u>	<u>(9,522,448)</u>	<u>9,522,448</u>	<u>-</u>

**E FUND (HK) RMB FIXED INCOME FUND**  
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**4 Financial risk management (continued)**

**(h) Offsetting and amounts subject to master netting arrangements and similar agreements (continued)**

	A	B	C = A - B	D	E = C - D
	Gross amounts of recognised financial assets/ (liabilities) RMB	Gross amounts offset in the statement of financial position RMB	Net amounts presented in the statement of financial position RMB	Related amounts not offset in the statement of financial position (collateral) RMB	Net amount RMB
<b>As at 31 December 2018</b>					
<b>Financial assets</b>					
Corporate bonds	8,764,240	-	8,764,240	(6,731,595)	2,032,645
Currency futures	65,790	-	65,790	-	65,790
Margin deposit	1,413,920	-	1,413,920	-	1,413,920
	<u>10,243,950</u>	<u>-</u>	<u>10,243,950</u>	<u>(6,731,595)</u>	<u>3,512,355</u>
<b>Financial liabilities</b>					
Borrowings under repurchase agreements	<u>(6,731,595)</u>	<u>-</u>	<u>(6,731,595)</u>	<u>6,731,595</u>	<u>-</u>

**(i) Capital risk management**

The Sub-Fund's capital is represented by the net assets attributable to unitholders. The Sub-Fund strives to invest the subscriptions in investments that meet the Sub-Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions. The Management may:

- Redeem and issue new units in accordance with the constitutive documents of the Sub-Fund;
- Exercise discretion when determining the amount of distributions of the Sub-Fund to the unitholders; and
- Suspend the subscription and redemption of units under certain circumstance stipulated in the prospectus of the Sub-Fund.



**E FUND (HK) RMB FIXED INCOME FUND**  
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**5 Net gain/(loss) on investments**

	2019 RMB	2018 RMB
Change in unrealised gain/(loss) on investments	1,841,550	381,332
Net realised gain/(loss) on investments	1,414,773	(925,640)
	<u>3,256,323</u>	<u>(544,308)</u>

**6 Taxation**

**(a) Hong Kong**

No provision for Hong Kong profits tax has been made for the Sub-Fund as it is authorised as a collective investment scheme under Section 104 of the Hong Kong Securities and Futures Ordinance and is therefore exempt from profits tax under Section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

**(b) The People's Republic of China**

The Sub-Fund has invested in RMB denominated debt securities and collective investment schemes issued in the PRC. Refer to Note 4 for details.

The amount of taxation (credited)/charged to the statement of comprehensive income represents:

	2019 RMB	2018 RMB
Withholding tax	(208,496)	283,543
Value-added tax	(134,016)	4,973
Taxation	<u>(342,512)</u>	<u>288,516</u>

The movements in tax payable are as follows:

	2019 RMB	2018 RMB
At the beginning of the year	4,580,656	4,347,778
Withholding tax (credited)/charged	(342,512)	288,516
Tax paid	(1,026)	(55,638)
At the end of the year	<u>4,237,118</u>	<u>4,580,656</u>

**E FUND (HK) RMB FIXED INCOME FUND**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**7 Related party transactions/transactions with the Trustee, the Manager and its connected persons**

The following is a summary of significant related party transactions/transactions entered into during the period between the Sub-Fund and the Trustee, the Manager and its connected persons. Connected persons of the Manager are those as defined in the Code on Unit Trusts and Mutual Funds established by the Securities and Futures Commission of Hong Kong (the "SFC Code"). All transactions entered into during the period 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 the Manager, its connected persons and the Trustee and its affiliates except for those disclosed below.

**(a) Management fee**

The Manager is entitled to receive a management fee of up to 3% per annum of the net asset value of the Sub-Fund, calculated and accrued on each dealing day and payable monthly in arrears. In respect of the Sub-Fund, the Manager currently charges a rate of 1% per annum for Class A and 0.5% per annum for Class I.

The management fee charged for the year ended 31 December 2019 was RMB963,622 (2018: RMB1,030,509), of which RMB77,945 (2018: RMB84,821) was outstanding at 31 December 2019.

**(b) Trustee fee**

The Trustee is entitled to receive a trustee fee of up to 1% per annum of the net asset value of the Sub-Fund. Currently, the Trustee is entitled to receive a fee of 0.11% per annum of the net asset value of each class of the Sub-Fund, subject to a monthly minimum fee of RMB26,000 for each class of units. The fee is calculated and accrued daily and payable monthly in arrears.

The trustee fee charged for the year ended 31 December 2019 was RMB624,000 (2018: RMB624,000), of which RMB52,997 (2018: RMB52,997) was outstanding at 31 December 2019.

**(c) Custodian fee**

Bank of Communications Co., Ltd. (the "PRC Custodian") is entitled to receive a custodian fee of up to 0.5% per annum of the net asset value of the Sub-Fund. Currently, the PRC Custodian is entitled to receive a fee of 0.08% per annum of the net asset value. The fee is calculated and payable monthly in arrears.

The custodian fee charged for the year ended 31 December 2019 was RMB110,320 (2018: RMB97,226), of which RMB4,680 (2018: RMB6,340) was outstanding at 31 December 2019.

**(d) Cash and cash equivalents and investments**

The total cash and cash equivalents of the Sub-Fund held with related parties of the Trustee as at 31 December 2019 amounted to RMB7,106,440 (2018: RMB189,654). In addition, the investments balance of the Sub-Fund held with the PRC Custodian amounted to RMB64,139,662 (2018: RMB97,183,877).

For the year ended 31 December 2019, interest income on cash and cash equivalents held with related parties of the Trustee amounted to RMB128,963 (2018: RMB33,981).

**(e) Transactions with the Manager**

The Manager did not hold any units of the Sub-Fund as at 31 December 2019 and 2018.

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**7 Related party transactions/transactions with the Trustee, the Manager and its connected persons (continued)**

**(f) Cross trades with other funds and mandates managed by the Manager**

During the year ended 31 December 2019, the Sub-Fund has purchased RMB4,467,320 (2018: RMB12,088,827) and sold RMB65,443,762 (2018: RMB13,166,977) of investments in debt securities to other funds and mandates managed by the Manager, at prevailing market price on the dates of the transactions.

**(g) Transactions with the Manager's parent company**

During the years ended 31 December 2019 and 2018, the Sub-Fund held units of unlisted collective investment schemes which are managed by E Fund Management Co., Ltd, the parent company of the Manager. The movements of the Sub-Fund's investments in the unlisted collective investment schemes are as follows:

	2019 RMB	2018 RMB
At the beginning of the year	5,311,170	6,038,158
Purchase	9,810,512	17,612,997
Sales	(14,895,379)	(18,339,985)
At the end of the year	<u>226,303</u>	<u>5,311,170</u>

Other than interest earned, there was no gain or loss from the above transactions.

**(h) Transactions with the Manager's connected persons**

During the year ended 31 December 2019, the Sub-Fund has recognised RMB929,740 (2018: RMB416,930) of net gain on currency futures placed with GF Futures (HK) Co., Ltd., a connected person of the Manager. As at 31 December 2019, the Sub-Fund held currency futures of RMB726,570 (2018: RMB65,790) and had margin deposit held with a broker of RMB1,094,301 (2018: RMB1,413,920) which were placed with GF Futures (HK) Co., Ltd.

**(i) Units subscription and redemption**

For the year ended 31 December 2019, a related party of the Trustee, in its capacity as the participating dealer of the Sub-Fund, redeemed 3,339 units (2018: 5,491 units) of Class A RMB (distribution) of the Sub-Fund.

For the year ended 31 December 2019, a connected person of the Manager, in its capacity as the participating dealer of the Sub-Fund, subscribed and redeemed 1,683 units of Class A RMB (distribution) of the Sub-Fund (2018: Nil).

**E FUND (HK) RMB FIXED INCOME FUND**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**8 Units in issue and net assets attributable to unitholders per unit**

As at 31 December 2019 and 2018, the Sub-Fund issued 4 classes of units - Class A RMB (accumulation) units, Class A RMB (distribution) units, Class A USD (accumulation) units and Class I RMB (distribution) units. Class A (accumulation) units and Class A (distribution) units are available for sale to the retail public in Hong Kong. Class I RMB (distribution) units are offered to institutional investors. There is no dividend distribution for accumulation classes of units.

The movements of the redeemable units are as follows:

	2019	2018
<b>Class A RMB (accumulation) units</b>		
Number of units in issue at the beginning of the year	5,699	16,547
Units issued	727	-
Units redeemed	(4,102)	(10,848)
Number of units in issue at the end of the year	<u>2,324</u>	<u>5,699</u>
<b>Class A RMB (distribution) units</b>		
Number of units in issue at the beginning of the year	605,719	861,863
Units issued	10,590	17,246
Units redeemed	(107,209)	(273,390)
Number of units in issue at the end of the year	<u>509,100</u>	<u>605,719</u>
<b>Class A USD (accumulation) units</b>		
Number of units in issue at the beginning of the year	18,841	43,026
Units redeemed	(17,964)	(24,185)
Number of units in issue at the end of the year	<u>877</u>	<u>18,841</u>
<b>Class I RMB (distribution) units</b>		
Number of units in issue at the beginning of the year	484,927	356,864
Units issued	41,635	128,063
Units redeemed	(51,127)	-
Number of units in issue at the end of the year	<u>475,435</u>	<u>484,927</u>

**E FUND (HK) RMB FIXED INCOME FUND**  
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**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**8 Units in issue and net assets attributable to unitholders per unit (continued)**

The following table details the net asset value per unit of each class of units (before amortisation of establishment costs) at the reporting date:

	Net assets per class RMB	Number of units outstanding	Net asset value per unit
<b>As at 31 December 2019</b>			
Class A RMB (accumulation)	307,857	2,324	RMB132.45
Class A RMB (distribution)	61,216,730	509,100	RMB120.24
Class A USD (accumulation)	72,149	877	USD11.78
Class I RMB (distribution)	59,614,851	475,435	RMB125.39
	<hr/>	<hr/>	<hr/>
<b>As at 31 December 2018</b>			
Class A RMB (accumulation)	716,455	5,699	RMB125.71
Class A RMB (distribution)	69,125,780	605,719	RMB114.12
Class A USD (accumulation)	1,470,726	18,841	USD11.33
Class I RMB (distribution)	57,420,935	484,927	RMB118.41
	<hr/>	<hr/>	<hr/>

**9 Borrowings under repurchase agreements**

As at 31 December 2019, the Sub-Fund had RMB11,750,580 (2018: RMB8,764,240) of corporate bonds which are pledged against the borrowings of RMB9,522,448 (2018: RMB6,731,595) as part of a repurchase agreement.

**10 Soft commission arrangements**

The Manager confirms that there has been no soft commission arrangement existing during the years ended 31 December 2019 and 2018 in relation to directing transactions of the Sub-Fund through a broker or dealer.

**11 Distribution**

In accordance with the explanatory memorandum of the Sub-Fund, the Manager has discretion as to whether or not to make any distribution of dividends, the frequency of distribution and amount of dividends. During the years ended 31 December 2019 and 2018, there was no distribution declared by the Sub-Fund.

**12 Approval of financial statements**

The financial statements of the Sub-Fund were approved by the Trustee and the Manager on 28 April 2020.

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**INVESTMENT PORTFOLIO (UNAUDITED)**  
**AS AT 31 DECEMBER 2019**

<b>Investments (95.26%)</b>	<b>Holdings</b>	<b>Fair value RMB</b>	<b>% of net assets</b>
<b>Debt securities (94.42%)</b>			
<b>Listed in China</b>			
HENGDIAN GROUP HOLDINGS 6.3%			
01/27/2021	6,000,000	6,143,862	5.07%
SHIYAN INFRASTR CONSTR 6.88%			
10/11/2020	1,999,000	410,023	0.34%
WENZHOUC HENG DEVELOPM 5.58%			
11/03/2021	10,000,000	4,073,270	3.36%
<b>Unlisted in China</b>			
GD POWER DEVELOPMENT CO 3.28%			
05/22/2020	7,000,000	7,005,607	5.78%
SHAANXI NONFERROUS METAL 2.85%			
01/18/2020	5,000,000	4,999,785	4.13%
CQ WATER ASSET MGT 3.25% 02/11/2020	7,000,000	7,001,617	5.78%
QINGDAO CITY CONS INV GR 3% 04/07/2020	7,000,000	6,997,606	5.77%
JIANGXI COPPER CO 2.35% 05/11/2020	3,000,000	2,992,644	2.47%
YUYAO ECO DEV INVESTMENT 6.75%			
03/04/2020	10,000,000	2,009,960	1.66%
TIANJIN CITY CONSTRUCTION 4.8%			
09/28/2020	2,000,000	2,021,190	1.67%
SHENYANG SUJIATUN CON 6.4% 06/20/2020	10,000,000	2,024,440	1.67%
BENXI CONSTR INV DEVELOP 6.24%			
01/22/2022	10,000,000	6,041,220	4.98%
TX HONGQIAO YUAN INDUST 5.03%			
10/29/2022	10,000,000	6,039,600	4.98%
PEI XIAN CITY INVESTMENT 5.2% 11/10/2022	10,000,000	6,089,050	5.02%
<b>Listed in British Virgin Islands</b>			
FRANSHION BRILLIANT LTD 4.875%			
11/06/2049	200,000	1,195,931	0.99%
FRANSHION BRILLIANT LTD 5.75%			
12/29/2049	250,000	1,732,903	1.43%
RKP OVERSEAS FI 7.95% 02/17/2049	400,000	2,678,322	2.21%
SINO OCEAN LD TRSFIN III 4.9% 09/21/2049	500,000	3,056,145	2.52%
TUSPARK FORWARD 6.95% 06/18/2022	200,000	1,137,182	0.94%
TSINGHUA UNIC LTD 5.375% 01/31/2023	400,000	2,197,576	1.81%
WANDA PROPERTIES INTL 7.25%			
01/29/2024 COL	800,000	5,515,189	4.55%
<b>Listed in Sri Lanka</b>			
REPUBLIC OF SRI LANKA 6.75% 04/18/2028	200,000	1,339,105	1.11%

**E FUND (HK) RMB FIXED INCOME FUND**

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**INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)****AS AT 31 DECEMBER 2019**

<b>Investments (95.26%) (continued)</b>	<b>Holdings</b>	<b>Fair value RMB</b>	<b>% of net assets</b>
<b>Debt securities (94.42%) (continued)</b>			
<b>Listed in Cayman Islands</b>			
CHINA HONGQIAO GROUP LTD 7.125% 07/22/2022	250,000	1,555,088	1.28%
KWG PROPERTY HOLDING LTD 5.875% 11/10/2024	200,000	1,334,554	1.10%
YUZHOU PROPERTIES CO LTD 5.375% 09/22/2049	500,000	3,226,857	2.66%
CNI CAPITAL LTD 3.97% 11/01/2022	10,000,000	9,989,400	8.24%
CIFI HOLDINGS GROUP 6.7% 04/23/2022	5,000,000	4,987,850	4.12%
LONG PROFIT GROUP LTD VIA OCEAN WEALT 6.5% 02/27/2020	4,400,000	4,416,675	3.64%
CENTRAL CHN REAL ESTATE 6.75% 11/08/2021 COL	200,000	1,393,485	1.15%
CHINA HONGQIAO GROUP LTD 7.375% 05/02/2023 COL	430,000	2,583,469	2.13%
HILONG HOLDING LTD 8.25% 09/26/2022 COL	320,000	2,258,437	1.86%
		<hr/> 114,448,042 <hr/>	<hr/> 94.42% <hr/>
<b>Collective investment schemes (0.24%)</b>			
<b>Listed in China<sup>1</sup></b>			
E FUND DAILY LICAI MONEY MARKET FUND <sup>2</sup>	124,303	124,303	0.10%
GUOTAI GUOZHENG HEALTH CARE SECTOR INDEX FUND	1,340	1,894	0.00%
HWABAO WP CASH TIANYI LISTED MONEY MARKET FUND	370	36,998	0.03%
<b>Unlisted in China<sup>1</sup></b>			
E FUND MONEY MARKET FUND <sup>2</sup>	1,020	102,000	0.09%
FG CSI ALL SHARE SECU INDEX	24,767	24,594	0.02%
		<hr/> 289,789 <hr/>	<hr/> 0.24% <hr/>

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)**  
**AS AT 31 DECEMBER 2019**

<b>Investments (95.26%) (continued)</b>	<b>Holdings</b>	<b>Fair value RMB</b>	<b>% of net assets</b>
<b>Currency futures (0.60%)</b>			
FUT USD/CNH FUTURES MAR 2019	(44)	726,570	0.60%
		<u>726,570</u>	<u>0.60%</u>
<b>Total investments</b>		115,464,401	95.26%
<b>Other net assets</b>		5,747,186	4.74%
<b>Total net assets as at 31 December 2019</b>		<u>121,211,587</u>	<u>100.00%</u>
<b>Total investments at cost</b>		<u>115,765,660</u>	

<sup>1</sup> Not authorised in Hong Kong and not available to Hong Kong residents.

<sup>2</sup> Issued and managed by a connected person of the Manager (refer to Note 7 for the definition of connected persons).



**E FUND (HK) RMB FIXED INCOME FUND**  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

		Holdings		
	2018	Additions/ splits	Disposals	2019
<b>Investments</b>				
E FUND MONEY MARKET FUND-E	19,046	19,974	38,000	1,020
HWABAO WP CASH TIANYI LISTED MONEY MARKET FUND	5,271	99	5,000	370
E FUND DAILY LICAI MONEY MARKET FUND - A	2,001,144	5,123,159	7,000,000	124,303
E FUND (HK) SELECT GREATER CHINA HIGH YIELD BD FD-CL I USD ACC	21,089	39,843	60,932	-
FG CSI ALL SHARE SECUR INDE	15,046	9,721	-	24,767
GUOTAI GUOZHENG HEALTH CARE SECTOR INDEX FUND	1,340	-	-	1,340
FUT USD/CNH FUTURES MAR 2019	(49)	49	-	-
FUT USD/CNH FUTURES JUN 2019	-	49	49	-
FUT USD/CNH FUTURES SEP 2019	-	49	49	-
FUT USD/CNH FUTURES MAR 2020	-	-	44	(44)
HENGDIAN GROUP HOLDINGS 6.3% 01/27/2021	-	6,000,000	-	6,000,000
SHIYAN INFRASR CONSTR 6.88% 10/11/2020	1,999,000	-	-	1,999,000
WENZHOULUCHENG DEVELOPM 5.58% 11/03/2021	10,000,000	-	-	10,000,000
WZDNTA 7.4% 09/03/2019	10,000,000	-	10,000,000	-
KUNSHAN ENTREPRENEUR 6.28% 11/07/2019	10,000,000	-	10,000,000	-
YUYAO ECO DEV INVESTMENT 6.75% 03/04/2020	-	10,000,000	-	10,000,000
SHENYANG SUJIATUN CON 6.4% 06/20/2020	10,000,000	-	-	10,000,000
BENXI CONSTR INV DEVELOP 6.24% 01/22/2022	10,000,000	-	-	10,000,000
TX HONGQIAO YUAN INDUST 5.03% 10/29/2022	-	10,000,000	-	10,000,000
PEI XIAN CITY INVESTMENT 5.2% 11/10/2022	-	10,000,000	-	10,000,000
TIANJIN CITY CONSTRUCTION 4.8% 09/28/2020	-	2,000,000	-	2,000,000
CHINA GOVERNMENT BOND 3.77% 03/08/2025	5,000,000	-	5,000,000	-
SHANDONG HONGQIAO 6.25% 03/16/2019	6,000,000	-	6,000,000	-
CHINA GOVERNMENT BOND 3.61% 06/07/2025	2,000,000	-	2,000,000	-
NANJING YANG ZI STATE-OW 4.45% 07/19/2019	7,000,000	-	7,000,000	-
ANSHAN IRON & STEEL GRP 4% 08/20/2019	-	6,000,000	6,000,000	-
SHOUGANG GROUP CO LTD 4.75% 02/22/2019	4,000,000	-	4,000,000	-
GUANGZHOU METRO GR 4.2% 03/11/2019	8,000,000	-	8,000,000	-
ANHUI PROV ENERGY GROUP 3.7% 05/13/2019	7,000,000	-	7,000,000	-
GUANGZHOU YUE XIU HOLDING 3.2% 05/20/2019	6,000,000	-	6,000,000	-
CHINA HEAVY DUTY TRUCK 3.85% 06/17/2019	7,000,000	-	7,000,000	-
NINGBO COMM INVST HLD 3.87% 06/18/2019	7,000,000	-	7,000,000	-
CHINA DATANG COPR RENEWA 3.45% 07/19/2019	6,000,000	-	6,000,000	-
RIZHAO PORT GROUP CO LTD 4.6% 07/23/2019	-	8,000,000	8,000,000	-
GEMDALE CORP 4.07% 08/25/2019	-	7,000,000	7,000,000	-
SHAANXI COM CONST 3.75% 09/09/2019	3,000,000	-	3,000,000	-
SINOCHEM FERTILIZER CO L 3% 10/23/2019	-	6,000,000	6,000,000	-
CHINA UNITED CEMENT CORP 3.73% 09/17/2019	-	8,000,000	8,000,000	-
GD POWER DEVELOPMENT CO 3.28% 05/22/2020	-	7,000,000	-	7,000,000
ZHEJIANG GEELY HOLDING 3.49% 10/22/2019	-	4,000,000	4,000,000	-
ANHUI TRANSPORTATION HO 2.73% 12/13/2019	-	4,000,000	4,000,000	-
GUANGZHOU DEVELOPMENT 2.69% 01/07/2020	-	4,000,000	4,000,000	-
SHAANXI NONFERROUS METAL 2.85% 01/18/2020	-	5,000,000	-	5,000,000
CQ WATER ASSET MGT 3.25% 02/11/2020	-	7,000,000	-	7,000,000
CHINA HUADIAN CORP 2.20% 08/01/2019	-	1,000,000	1,000,000	-
QINGDAO CITY CONS INV GR 3% 04/07/2020	-	7,000,000	-	7,000,000
WANGFUJING GROUP CO LTD 3.2% 05/11/2020	-	7,000,000	7,000,000	-
JIANGXI COPPER CO 2.35% 05/11/2020	-	3,000,000	-	3,000,000

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)**  
**(CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

		Holdings		
	2018	Additions/ splits	Disposals	2019
<b>Investments (continued)</b>				
ABU DHABI GOVT INTL 2.125% 09/30/2024	-	370,000	370,000	-
ABU DHABI GOVT INTL 2.5% 09/30/2029	-	370,000	370,000	-
ABU DHABI GOVT INT'L 3.125% 09/30/2049	-	240,000	240,000	-
AFRICAN EXPORT-IMPORT BA 3.994% 09/21/2029	-	290,000	290,000	-
AFRICA FINANCE CORP 3.75% 10/30/2029	-	370,000	370,000	-
AYC FINANCE LTD 4.85% PERP 10/30/2069	-	390,000	390,000	-
AGILE GROUP HOLDINGS LTD 6.7% 03/07/2022	-	770,000	770,000	-
AGILE GROUP HOLDINGS LTD 7.875% PERP 07/31/2068	-	430,000	430,000	-
ADANI PORTS AND SPECIAL 4.375% 07/03/2029	-	200,000	200,000	-
ARAB REPUBLIC OF EGYPT 4.55% 11/20/2023	-	200,000	200,000	-
ARAB REPUBLIC OF EGYPT 6.2004% 03/03/2024	-	200,000	200,000	-
ARAB PUBLIC OF EGYPT 7.0529% 01/15/2032	-	200,000	200,000	-
ARAB REPUBLIC OF EGYPT 7.6003% 03/01/2029	-	440,000	440,000	-
BAOXIN AUTO FINANCE I LTD 5.625% 10/30/2049	200,000	-	200,000	-
BANGKOK BANK PCL/HK 3.733% 09/25/2034	-	320,000	320,000	-
BOCOM LEASING MGMT FLOATING 09/08/2024 US LIBOR 3M + 117.50	-	1,140,000	1,140,000	-
BANK MANDIRI PT 3.75% 04/11/2024	-	410,000	410,000	-
CHALIECO HONG KONG CORP VAR PERP 05/21/2069	-	840,000	840,000	-
COMMONWEALTH BANK AUST 3.61% 09/12/2034	-	360,000	360,000	-
COMMONWEALTH BANK AUST 3.743% 09/12/2039	-	240,000	240,000	-
CNI CAPITAL LTD 3.97% 11/01/2022	-	10,000,000	-	10,000,000
CHINA CONSTRUCTION BANK 4.25% 02/27/2029	-	600,000	600,000	-
CHINA CITIC BANK INTL 4.625% 02/28/2029	-	1,350,000	1,350,000	-
CENTRAL CHN REAL ESTATE 6.5% 03/05/2021	200,000	-	200,000	-
CENTRAL CHN REAL ESTATE 6.75% 11/08/2021 COL	-	200,000	-	200,000
CENTRAL CHN REAL ESTATE 6.75% 11/08/2021	-	440,000	440,000	-
CENTRAL CHN REAL ESTATE 7.325% 01/27/2020	-	580,000	580,000	-
CHINALCO CAPITAL HOLDING VAR PERP 09/11/2069	-	650,000	650,000	-
CITY DEV CO OF LAN ZHOU 4.15% 11/15/2022	-	400,000	400,000	-
CHUGOKU ELECTRIC POWER 2.401% 08/27/2024	-	650,000	650,000	-
CHINA EVERBRIGHT BANK/HK FLOAT 06/24/2022 US LIBOR 3M+79	-	540,000	540,000	-
COASTAL EMERALD LTD VAR PERP 08/01/2024	-	520,000	520,000	-
CHINA GREAT WALL INTL IV 3.95% PERP 31/07/2069	-	820,000	820,000	-
COUNTRY GARDEN HLDGS 8% 01/27/2024	-	400,000	400,000	-
COUNTRY GARDEN HLDGS 8% 01/27/2024 COL	400,000	-	400,000	-
CNAC HK FINBRIDGE CO LTD 3.125% 06/19/2022	-	830,000	830,000	-
CNAC HK FINBRIDGE CO LTD 3.875% 06/19/2029	-	1,000,000	1,000,000	-
CIFI HOLDINGS GROUP 5.375% 12/24/2049	200,000	-	200,000	-
CIFI HOLDINGS GROUP 6.7% 04/23/2022	-	5,000,000	-	5,000,000
CHINA HONGQIAO GROUP LTD 7.125% 07/22/2022	-	480,000	230,000	250,000
CHINA HONGQIAO GROUP LTD 7.375% 05/02/2023 COL	-	430,000	-	430,000
CIFI HOLDINGS GROUP VAR PREP 02/28/2068	200,000	-	200,000	-
CHINA HUADIAN OVERSEAS VAR PERP 05/29/2069	-	320,000	320,000	-
CHOUZHOU INTL INV LTD 4.5% 05/30/2022	-	1,670,000	1,670,000	-
CBB INTL SUKUK PRGM SPC 4.5% 03/30/2027	-	530,000	530,000	-

**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)**  
**(CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

		<b>Holdings</b>		
	2018	Additions/ splits	Disposals	2019
<b>Investments (continued)</b>				
CAR INC 6% 02/11/2021 COL	250,000	-	250,000	-
CAR INC 6% 02/11/2021	-	250,000	250,000	-
CLP POWER HK FINANCE LTD 3.55% PERP 11/06/2069	-	240,000	240,000	-
CHINA RESOURCES LAND LTD 3.75% 08/26/2024	-	200,000	200,000	-
CHINA RESOURCES LAND LTD 4.125% 02/26/2029	-	200,000	200,000	-
CITIC SECURITIES FIN MTN 2.75% 10/24/2022	-	330,000	330,000	-
CITIC SECURITIES FIN MTN 2.875% 10/24/2024	-	200,000	200,000	-
CHINA STATE CON FIN III 4% PERP 03/12/2069	-	520,000	520,000	-
CHINA SCE GRP HLDGS LTD 5.875% 03/10/2022	200,000	-	200,000	-
CHAMPION SINCERITY HLDGS 8.125% PERP 02/08/2069	-	240,000	240,000	-
COMPET TEAM TECH LTD 3.75% 03/12/2024	-	600,000	600,000	-
COMPET TEAM TECH LTD 4.25% 03/12/2029	-	300,000	300,000	-
EXPORT - IMPORT BANK KOREA 2.375% 06/25/2024	-	200,000	200,000	-
EXPORT-IMPORT BK INDIA 3.875% 03/12/2024	-	430,000	430,000	-
EXPORT - IMPORT BANK KOREA FLOAT 06/25/2022 US				
LIBOR 3M+52.5	-	200,000	200,000	-
EPORT-IMPORT BK THAILND FLOATING 05/23/2024 US				
LIBOR 3M +85	-	390,000	390,000	-
EMAAR SUKUK LTD 3.875% 09/17/2029	-	380,000	380,000	-
FRANSHION BRILLIANT LTD 4.25% 07/23/2029	-	200,000	200,000	-
FRANSHION BRILLIANT LTD 4.875% 11/06/2049	-	200,000	-	200,000
FRANSHION BRILLIANT LTD 5.75% 12/29/2049	250,000	-	-	250,000
GLP CHINA HOLDINGS LTD 4.974% 02/26/2024	-	1,170,000	1,170,000	-
GEMDALE EVER PROSPERITY 6% 09/06/2021	-	390,000	390,000	-
GREENLAND GLB INVST 5.75% 09/26/2022	-	740,000	740,000	-
GANSU HIGHWAY AVIATION 3.875% 07/05/2022	-	350,000	350,000	-
GET INTL INVEST HLDS LTD 3.75% 07/18/2022	-	530,000	530,000	-
GUOTAI JUNAN HOLDINGS 3.875% 03/11/2022	-	610,000	610,000	-
GREENTOWN CHINA HLDGS 4.55% 11/10/2020	-	520,000	520,000	-
HORSE GALLOP FINANCE 3.25 % 05/30/2022	-	1,920,000	1,920,000	-
HONGHUA GROUP LTD 6.375% 08/01/2022	-	200,000	200,000	-
HEALTH AND HAPPINESS H&H 5.625% 10/24/2024	-	200,000	200,000	-
HILONG HOLDING LTD 8.25% 09/26/2022 COL	-	320,000	-	320,000
HONG KONG AIRPORT AUTH 3.45% 02/21/2029	-	560,000	560,000	-
HILONG HOLDING LTD 7.25% 06/22/2020	250,000	-	250,000	-
HAZINE MUSTESARLIGI VARL 5.80% 02/21/2022	-	450,000	450,000	-
HAIGUO XINTAI CAPITAL 4.30% 10/08/2022	-	400,000	400,000	-
IFC DEVELOPMENT CORP TRS 3.625% 04/17/2029	-	670,000	670,000	-
ITAU UNIBANCO HLDG SA/KY 4.50% 11/21/2029	-	580,000	580,000	-
JOY TRSR ASSETS HLD 3.875% 03/20/2024	-	200,000	200,000	-
JOY TRSR ASSETS HLD 4.5% 03/20/2029	-	200,000	200,000	-
JNGXI WT CONSERV INV CN 3.4% 12/05/2022	-	380,000	380,000	-
KOOKMIN BANK 4.5% 02/01/2029	-	400,000	400,000	-
KINGDOM OF BAHRAIN 5.625% 09/30/2031	-	530,000	530,000	-
KASIKORNBANK PCL HK 3.343% 10/02/2031	-	750,000	750,000	-
KOREA DEVELOPMENT BANK 3.25% 02/19/2024	-	200,000	200,000	-

**E FUND (HK) RMB FIXED INCOME FUND**  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)**  
**(CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

		<b>Holdings</b>		
	2018	Additions/ splits	Disposals	2019
<b>Investments (continued)</b>				
KOREA ELECTRIC POWER CO 2.5% 06/24/2024	-	350,000	350,000	-
KAISA GROUP HOLDINGS LTD 11.95% 10/22/2022	-	290,000	290,000	-
KOREA GAS CORP 2.875% 07/16/2029	-	200,000	200,000	-
KAISA GROUP HOLDINGS LTD 9.375% 06/30/2024	200,000	-	200,000	-
KEB HANA BANK 3.375% 01/30/2022	-	560,000	560,000	-
KWG PROPERTY HOLDING LTD 5.875% 11/10/2024	-	200,000	-	200,000
KWG GROUP HOLDINGS 7.875% 08/09/2021	200,000	-	200,000	-
LLPL CAPITAL PTE LTD 6.875% 02/04/2039	-	200,000	200,000	-
LOGAN PROPERTY HLDGS 5.25% 02/23/2023	200,000	-	200,000	-
LONG PROFIT GROUP LTD VIA OCEAN WEALT 6.5% 02/27/2020	-	4,400,000	-	4,400,000
LOTTE PROPERTY & DEVELOP FLOAT 08/06/2022 US LIBOR + 77.5	-	230,000	230,000	-
LAS VEGAS SANDS CORP 3.9% 08/08/2029	-	200,000	200,000	-
MIRAE ASSET DAEWOO CO 3.375% 05/07/2024	-	290,000	290,000	-
MINERA Y METALURGICA DEL 3.25% 04/17/2024	-	630,000	630,000	-
MELCO RESORTS FINANCE 5.375% 12/04/2029	-	330,000	330,000	-
MELCO RESORTS FINANCE 5.625% 07/17/2027	-	290,000	290,000	-
NATIONAL AUSTRALIA BANK 3.933% 08/02/2034	-	250,000	250,000	-
NANYANG COMMERCIAL BANK VAR 11/20/2029	-	760,000	760,000	-
NUOXI CAPITAL LTD 5.35% 01/24/2023	-	400,000	400,000	-
NATIONAL FEDERATION FISH 3.625% 01/29/2024	-	200,000	200,000	-
NWD MTN LTD 4.125% 07/18/2029	-	350,000	350,000	-
NEW METRO GLOBAL LTD 5% 08/08/2022	-	400,000	400,000	-
NEW METRO GLOBAL LTD 5% 08/08/2022 CL	200,000	-	200,000	-
OMAN GOV INTERNTL BOND 4.875% 02/01/2025	-	260,000	260,000	-
OMAN GOV INTERNTL BOND 6% 08/01/2029	-	530,000	530,000	-
POSCO 2.375% 11/12/2022	-	480,000	480,000	-
PANASONIC CORP 3.113% 07/19/2029	-	200,000	200,000	-
POWER FINANCE CORP LTD 3.25% 09/16/2024	-	280,000	280,000	-
POWER FINANCE CORP LTD 3.9% 09/16/2029	-	390,000	390,000	-
PERUSAHAAN LISTRIK NEGAR 3.375% 02/05/2030	-	400,000	400,000	-
PERUSAHAAN LISTRIK NEGAR 3.875% 07/17/2029	-	350,000	350,000	-
PERUSAHAAN LISTRIK NEGAR 4.375% 02/05/2050	-	350,000	350,000	-
PHILIPPINE NATIONAL BANK 3.28% 09/27/2024	-	310,000	310,000	-
PETROLEOS MEXICANOS 6.49% 01/23/2027	-	250,000	250,000	-
PETROLEOS MEXICANOS 6.84% 01/23/2030	-	310,000	310,000	-
PETROLEOS MEXICANOS 6.875% 08/04/2026	-	200,000	200,000	-
PETROLEOS MEXICANOS 7.69% 01/23/2050	-	280,000	280,000	-
PT PERTAMINA PERSERO 3.65% 07/30/2029	-	200,000	200,000	-
PERUSAHAAN PENERBIT SBSN 4.45% 02/20/2029	-	330,000	330,000	-
PT PERTAMINA PERSERO 4.7% 07/30/2049	-	200,000	200,000	-
PIONEER REWARD LTD 3.375% 05/23/2022	-	640,000	640,000	-
POLY REAL ESTATE FINANCE 3.875% 03/25/2024	-	830,000	830,000	-
POWERLONG REAL ESTATE 7.125% 11/08/2022	-	630,000	630,000	-

**E FUND (HK) RMB FIXED INCOME FUND**  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)**  
**(CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

	2018	Holdings		2019
		Additions/ splits	Disposals	
<b>Investments (continued)</b>				
REPUBLIC OF ANGOLA 8% 11/26/2029	-	1,030,000	1,030,000	-
RHB BANK 3.766% 02/19/2024	-	480,000	480,000	-
RONSHINE CHINA 10.5% 03/01/2022	-	1,170,000	1,170,000	-
RONSHINE CHINA 11.25% 08/22/2021	-	1,000,000	1,000,000	-
RIZAL COMMERCIAL BANKING 3% 09/11/2024	-	200,000	200,000	-
RONSHINE CHINA 8.75% 10/25/2022	-	450,000	450,000	-
REPUBLIC OF KOREA 2.5% 06/19/2029	-	300,000	300,000	-
REPUBLIC OF SRI LANKA 6.75% 04/18/2028	-	200,000	-	200,000
RKPF OVERSEAS 2019 B 7.75% 04/18/2021	-	800,000	800,000	-
RKPF OVERSEAS 2019 A LTD 7.875% 02/01/2023	-	250,000	250,000	-
RKP OVERSEAS FI 7.95% 02/17/2049	400,000	-	-	400,000
REPUBLIC OF SOUTH AFRICA 5.75% 09/30/2049	-	210,000	210,000	-
REPUBLIC OF SRI LANKA 7.55% 03/28/2030	-	1,000,000	1,000,000	-
RED SUN PROPERTIES GRP 9.95% 04/11/2022	-	1,000,000	1,000,000	-
ROYAL BK SCOTLND GRP PLC 3.754% 11/01/2029	-	440,000	440,000	-
SAUDI ARABIAN OIL CO 4.25% 04/16/2039	-	350,000	350,000	-
SHINHAN BANK 4% 04/23/2029	-	230,000	230,000	-
SUNAC CHINA HOLDINGS LTD 7.25% 06/14/2022	-	520,000	520,000	-
SUNAC CHINA HOLDINGS LTD 7.5% 02/01/2024	-	580,000	580,000	-
STANDARD CHARTERED PLC FLOATION 09/10/2022 US LIBOR 3M+120	-	470,000	470,000	-
STANDARD CHARTERED PLC VAR 02/12/2030	-	390,000	390,000	-
SUNNY EXPRESS 3.35% PERP 10/23/2069	-	500,000	500,000	-
SUNNY EXPRESS 3.5% 03/21/2022	-	340,000	340,000	-
SANTOS FINANCE LTD 5.25% 03/13/2029	-	390,000	390,000	-
SHINHAN FINANCIAL GROUP 3.34% 02/05/2030	-	200,000	200,000	-
SINGTEL GROUP TREASURY 2.375% 08/28/2029	-	600,000	600,000	-
SINOPEC GRP DEV 2018 2.95% 11/12/2029	-	630,000	630,000	-
SHOUGANG GROUP CO LTD 4% 05/23/2024	-	390,000	390,000	-
SUN HUNG KAI PROP (CAP) 3.75% 02/25/2029	-	350,000	350,000	-
SHUIFA INT HLD BVI 4.15% 09/17/2022	-	880,000	880,000	-
REPUBLIC OF SRI LANKA 6.85% 3/14/2024	-	580,000	580,000	-
REPUBLIC OF SRI LANKA 7.85% 3/14/2029	-	400,000	400,000	-
SINO OCEAN LAND IV 4.75% 08/05/2029	-	700,000	700,000	-
SINO OCEAN LD TRSFIN III 4.9% 09/21/2049	500,000	-	-	500,000
SINO OCEAN LAND IV 5.25% 04/30/2022	-	380,000	380,000	-
SHANGHAI PORT GRP DEV CO 2.4% 09/11/2024	-	510,000	510,000	-
SHANGHAI PORT GRP DEV CO 2.85% 09/11/2029	-	670,000	670,000	-
SHANGHAI PORT GRP DEV CO 2.875% 06/18/2024	-	350,000	350,000	-
SHANGHAI PORT GROUP BVI 3.375% 06/18/2029	-	980,000	980,000	-
SHIMAO PROPERTY HLDGS 5.2% 01/30/2025	200,000	-	200,000	-
SHIMAO PROPERTY HLDGS 6.125% 02/21/2024	-	1,000,000	1,000,000	-
STATE OF QATAR 3.375% 03/14/2024	-	200,000	200,000	-
STATE OF QATAR 4% 03/14/2029	-	280,000	280,000	-

**E FUND (HK) RMB FIXED INCOME FUND**  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)**  
**(CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

		Holdings		
	2018	Additions/ splits	Disposals	2019
<b>Investments (continued)</b>				
SICHUAN RAILWAY INVEST 3.8% 06/27/2022	-	350,000	350,000	-
SWISS RE FINANCE LUX VAR PERP 09/04/2069	-	1,200,000	1,200,000	-
SHARJAH SUKUK PROGRAM 3.234% 10/23/2029	-	800,000	800,000	-
SHARJAH SUKUK PROGRAM 3.854% 04/03/2026	-	250,000	250,000	-
SHANGYU ST INV OPE 4.18% 12/04/2022	-	380,000	380,000	-
TIMES CHINA HLDG LTD 7.85% 06/04/2021	200,000	-	200,000	-
TOWNGAS FINANCE LTD 4.75% PERP 02/12/2069	-	200,000	200,000	-
TUSPARK FORWARD 6.95% 06/18/2022	-	740,000	540,000	200,000
TUSPARK FORWARD 7.9% 03/07/2021	-	560,000	560,000	-
TSINGHUA UNIC LTD 5.375% 01/31/2023	200,000	200,000	-	400,000
UHI CAPITAL 3% 06/12/2024	-	550,000	550,000	-
VIGOROUS CHAMP INTL LTD 3.625% 05/28/2024	-	500,000	500,000	-
VIGOROUS CHAMP INTL LTD 4.25% 05/28/2029	-	230,000	230,000	-
VERTEX CAPITAL INV LTD 4.75% 04/03/2024	-	430,000	430,000	-
VIANET GROUP INC 7.785% 10/15/2021	-	210,000	210,000	-
WEALTH DRIVEN LTD 5.5% 08/17/2023	200,000	-	200,000	-
WANDA PROPERTIES INTL 7.25% 01/29/2024	-	200,000	200,000	-
WANDA PROPERTIES INTL 7.25% 01/29/2024 COL	500,000	300,000	-	800,000
WARBA SUKUK LTD 2.982% 09/24/2024	-	650,000	650,000	-
XIAN CONSTRUCTION INVEST 4% 06/24/2022	-	210,000	210,000	-
XI HAI AN 2019 LTD 3.9% 11/18/2022	-	490,000	490,000	-
XIHUI HAIWAI I INVST 4.5% 04/17/2022	-	310,000	310,000	-
XINHU ZHONGBAO 6% 03/01/2020	200,000	-	200,000	-
YUNNAN ENERGY INST OVR 6.25% 11/29/2021	-	900,000	900,000	-
YUZHOU PROPERTIES CO LTD 5.375% 09/22/2049	500,000	-	-	500,000
YUZHOU PROPERTIES CO LTD 6% 10/25/2023	-	600,000	600,000	-
YUZHOU PROPERTIES CO LTD 8.375% 10/30/2024	-	280,000	280,000	-
YUZHOU PROPERTIES CO LTD 8.5% 02/04/2023	-	350,000	350,000	-
YUZHOU PROPERTIES CO LTD 8.625% 01/23/2022	-	500,000	500,000	-
ZHUZHOU CITY CONSTRUCT 5.7% 05/24/2022	-	1,000,000	1,000,000	-
ZHENRO PROPERTIES GROUP 9.15% 05/06/2023	-	500,000	500,000	-
ZHENGZHOU URBAN CONSTRUC 3.8% 11/14/2022	-	250,000	250,000	-

**E FUND (HK) RMB FIXED INCOME FUND**  
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**PERFORMANCE TABLE (UNAUDITED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**Net asset values**

	Net asset value RMB	Net asset value per unit
At 31 December 2019		
Class A RMB (accumulation)	307,857	RMB132.45
Class A RMB (distribution)	61,216,730	RMB120.24
Class A USD (accumulation)	72,149	USD11.78
Class I RMB (distribution)	59,614,851	RMB125.39
	<hr/> <hr/>	<hr/> <hr/>
At 31 December 2018		
Class A RMB (accumulation)	716,455	RMB125.71
Class A RMB (distribution)	69,125,780	RMB114.12
Class A USD (accumulation)	1,470,726	USD11.33
Class I RMB (distribution)	57,420,935	RMB118.41
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At 31 December 2017		
Class A RMB (accumulation)	2,019,644	RMB122.05
Class A RMB (distribution)	95,497,279	RMB110.80
Class A USD (accumulation)	3,260,978	USD11.61
Class I RMB (distribution)	40,823,399	RMB114.39
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**E FUND (HK) RMB FIXED INCOME FUND**  
(A Sub-Fund of E Fund Investment Fund Series)

**PERFORMANCE TABLE (UNAUDITED) (CONTINUED)**  
**FOR THE YEAR ENDED 31 DECEMBER 2019**

**Highest and lowest net asset value per unit (Dealing NAV)**

	Highest net asset value per unit	Lowest net asset value per unit
At 31 December 2019 (Dealing NAV)		
Class A RMB (accumulation)	RMB133.40	RMB125.69
Class A RMB (distribution)	RMB121.10	RMB114.10
Class A USD (accumulation)	USD12.15	USD11.35
Class I RMB (distribution)	RMB126.22	RMB118.40
At 31 December 2018 (Dealing NAV)		
Class A RMB (accumulation)	RMB125.59	RMB121.73
Class A RMB (distribution)	RMB114.01	RMB110.51
Class A USD (accumulation)	USD12.16	USD11.04
Class I RMB (distribution)	RMB118.29	RMB114.20
At 31 December 2017 (Dealing NAV)		
Class A RMB (accumulation)	RMB122.97	RMB121.19
Class A RMB (distribution)	RMB111.64	RMB110.02
Class A USD (accumulation)	USD11.67	USD10.83
Class I RMB (distribution)	RMB115.01	RMB113.21
At 31 December 2016 (Dealing NAV)		
Class A RMB (accumulation)	RMB123.68	RMB120.30
Class A RMB (distribution)	RMB113.45	RMB109.55
Class A USD (accumulation)	USD11.68	USD10.79
Class I RMB (distribution)	RMB116.05	RMB112.52
Class I USD (accumulation)	USD12.61	USD12.26
At 31 December 2015 (Dealing NAV)		
Class A RMB (accumulation)	RMB121.08	RMB114.65
Class A RMB (distribution)	RMB117.42	RMB107.22
Class A USD (accumulation)	USD11.73	USD10.69
Class I RMB (distribution)	RMB119.46	RMB108.84
Class I USD (accumulation)	USD 12.33	USD11.51
At 31 December 2014 (Dealing NAV)		
Class A RMB (distribution)	RMB110.40	RMB99.34
Class A USD (accumulation)	USD10.68	USD10.57
Class I RMB (distribution)	RMB112.02	RMB100.36
At 31 December 2013 (Dealing NAV)		
Class A RMB (distribution)	RMB104.59	RMB99.32
Class I RMB (distribution)	RMB105.33	RMB100.30
At 31 December 2012 (Dealing NAV)		
Class A RMB (distribution)	RMB103.91	RMB99.99
Class I RMB (distribution)	RMB104.43	RMB100.00