

For the financial year ended 30 June 2020

ANNUAL REPORT LIONGLOBAL ASIA BOND FUND

Lion Global Investors Ltd

65 Chulia Street #18-01
OCBC Centre, Singapore 049513

T: +65 6417 6800

F: +65 6417 6806

Co Reg No:198601745D

For more information, visit: lionglobalinvestors.com
or email: ContactUs@lionglobalinvestors.com

© Lion Global Investors Limited. All rights reserved.

DIRECTORY

Manager

Lion Global Investors Limited
65 Chulia Street #18-01
OCBC Centre
Singapore 049513

Directors of Lion Global Investors Limited

Mr Khor Hock Seng (Chairman)
Mr Ching Wei Hong (Deputy Chairman)
Mr Gerard Lee How Cheng (Chief Executive Officer)
Mr Tan Siew Peng
Mr Ronnie Tan Yew Chye
Ms Wee Ai Ning
Ms Chong Chuan Neo
Mr Leslie Teo Eng Sipp

Trustee/Registrar

HSBC Institutional Trust Services (Singapore) Limited
10 Marina Boulevard,
Marina Bay Financial Centre, Tower 2,
#48-01
Singapore 018983

Custodian

The Hongkong and Shanghai Banking Corporation Limited
1 Queen's Road
Central, Hong Kong

Independent Auditor

PricewaterhouseCoopers LLP
7 Straits View, Marina One
East Tower, Level 12
Singapore 018936

PERFORMANCE OF THE FUND

For the financial year ended 30 June 2020

Past performance is not necessarily indicative of future performance. Cumulative returns for the Fund are calculated up to 30 June 2020 in SGD terms, on a single pricing basis with dividends reinvested net of all charges payable upon reinvestment.

Time Period	Fund Returns (%)	
	LionGlobal Asia Bond Fund (SGD Class)	Benchmark* Returns (%)
3 months	3.7	3.9
6 months	4.8	6.1
1 year	7.3	8.7
3 years**	3.8	5.3
5 years**	4.7	5.7
10 years**	5.6	5.6
Since Inception** (1 December 2009)	5.8	6.0

Time Period	Fund Returns (%)	
	LionGlobal Asia Bond Fund (SGD Hedged Class)	Benchmark* Returns (%)
3 months	5.8	6.0
6 months	0.8	2.0
1 year	3.4	4.9
3 years**	2.5	4.2
5 years**	NA	NA
Since Inception** (19 July 2016)	2.3	3.7

Past performance is not necessarily indicative of future performance. Cumulative returns for the Fund are calculated up to 30 June 2020 in USD terms, on a single pricing basis with dividends reinvested net of all charges payable upon reinvestment.

Time Period	Fund Returns (%)	
	LionGlobal Asia Bond Fund (USD Class)	Benchmark* Returns (%)
3 months	5.9	6.1
6 months	1.0	2.3
1 year	4.1	5.4
3 years**	3.4	4.8
5 years**	3.9	5.0
10 years**	5.7	5.6
Since Inception** (1 December 2009)	5.9	5.9

Source: Morningstar/Lion Global Investors Ltd.

* Benchmark:

JP Morgan Asia Credit Index (JACI)

** Returns of more than 1 year are annualised.

REVIEW

For the year ended 30 June 2020, the Fund returned 7.3%, while the benchmark returned 8.7%, in SGD terms.

JACI delivered muted positive returns for 1st Half of 2020, which is commendable in light of a very sharp Covid-19 sell-off in March 2020. The recovery is due to quick action by central banks and governments to prevent degeneration into a global recession.

The Fed's corporate bond purchase programs for primary and secondary markets provided the defining backstop for US credit markets, and emboldened investors in global credit markets to step back into the markets. All-in yields of high quality Asian corporate bonds dropped to historic low levels, in tandem with underlying US interest rates moving lower. The healing process was quickened by the heavy dose of liquidity, and markets resumed some levels of normalcy by end April 2020.

On a relative basis, low beta countries including Korea and Singapore outperformed in the sell-off, buoyed by a rally in underlying interest rates and lesser spread widening. Indonesia was a laggard in the recovery, with the quasi-sovereign sector impacted by oil prices in the futures market crashing briefly into negative zone. The Indonesian corporate bonds finally caught up in the recovery in late May 2020 and June 2020 with oil price recovery. India remained a laggard in the recovery on fears of second wave pandemic. The portfolio duration positioning was slight short versus the benchmark. This was a drag given the sharp rally in US interest rate markets.

STRATEGY AND OUTLOOK

Asia credit markets have largely recovered from 1st Quarter Covid-19 weakness, and we expect the recovery to continue into 2nd Half of 2020. Economic and credit fundamentals are under pressure, but technicals are supportive with constructive demand-supply dynamics. Credit spread valuations remain slightly cheap in the historical context, and Asia spreads are attractive relative to other markets. Supply should be well paced, mostly from opportunistic issuances.

Much of the recovery has happened in April 2020 to May 2020. Nevertheless, we expect Asian corporate credit spreads to continue to tighten albeit at a muted pace in 2nd Half of 2020. We have a marginal preference for high yield over investment grade, with a focus on stronger-quality credits. The Asian high yield markets are dominated by Chinese property companies, which have seen presales rebound to almost pre-Covid-19 levels, hence it is a sector that should hold up better than the real economy industrial names such as airlines and retail. We like Indonesia credits for the carry, but are cautious on India on negative outlook by credit rating agencies. Risks are second wave pandemic, rising US-China trade tensions and worsening macros.

As of 12 August 2020.

DISCLOSURES ON THE FUND¹

For the financial year ended 30 June 2020

1. DISTRIBUTION OF INVESTMENTS AS AT 30 JUNE 2020

	Fair Value \$	Percentage of total net assets attributable to unitholders %
a) <u>By Asset Class</u>		
Debt securities (including accrued interest on debt securities)	140,291,729	100.0
Financial derivatives	(267,483)	(0.2)
Cash and other net assets	306,523	0.2
Net assets attributable to unitholders	140,330,769	100.0
b) <u>By Credit Rating of Debt Securities</u>		
A1	2,140,458	1.5
A2	3,576,828	2.5
A3	5,702,381	4.1
Baa1	19,300,286	13.8
Baa2	23,985,874	17.1
Baa3	15,376,117	11.0
Ba1	2,321,558	1.7
Ba2	5,810,444	4.1
Ba3	6,818,891	4.9
B1	8,262,434	5.9
B2	3,231,807	2.3
B3	259,392	0.2
Unrated	41,796,344	29.7
Accrued interest on debt securities	1,708,915	1.2
Total debt securities	140,291,729	100.0
c) <u>By Derivative Type</u>		
Foreign exchange forward contracts	(231,451)	(0.2)
Futures contracts	(36,032)	*
	(267,483)	(0.2)

The net realised and unrealised losses from financial derivatives at the end of the year were \$2,515,103 and \$267,483 respectively.

* denotes amount less than 0.1%

¹ As required by Code on Collective Investment Schemes

2. TOP 10 HOLDINGS
As at 30 June 2020

	Fair Value	Percentage of
	\$	total net assets
		attributable to
		unitholders
		%
NWD MTN Limited Series EMTN 4.375% due 30/11/2022	2,233,219	1.6
New Oriental Education & Technology Group 2.125% due 02/07/2025	2,156,511	1.5
PTTEP Treasury Center Company Limited Series 4.5% due 25/10/2042	1,570,834	1.1
Vanke Real Estate Hong Kong 4.2% due 07/06/2024	1,487,081	1.1
IOI Investment Berhad Series EMTN 4.375% due 27/06/2022	1,450,880	1.1
Bharti Airtel Limited 4.375% due 10/06/2025	1,450,852	1.1
Voyage Bonds Limited 3.375% due 28/09/2022	1,220,358	0.8
Vanke Real Estate (Hong Kong) Company Limited Series EMTN 3.975% due 09/11/2027	1,115,442	0.8
Sino Ocean Land IV 4.75% due 14/01/2030	1,050,234	0.8
Champion MTN Limited Series EMTN 3.75% due 17/01/2023	1,024,444	0.8

2. TOP 10 HOLDINGS (continued)
As at 30 June 2019

	Fair Value	Percentage of
	\$	total net assets
		attributable to
		unitholders
		%
NWD MTN Limited Series EMTN 4.375% due 30/11/2022	2,187,131	1.9
Busan Bank Series GMTN 3.625% due 25/07/2026	1,660,932	1.4
PTT Public Company Limited 4.5% due 25/10/2042	1,425,490	1.2
IOI Investment Berhad Series EMTN 4.375% due 27/06/2022	1,402,143	1.2
Vanke Real Estate Hong Kong 4.2% due 07/06/2024	1,390,291	1.2
Bharti Airtel Limited 4.375% due 10/06/2025	1,367,325	1.2
Shinsegae Company Limited 2.625% due 08/05/2045	1,352,977	1.2
Standard Chartered Bank PLC Series Var Perpetual	1,259,700	1.1
Voyage Bonds Limited 3.375% due 28/09/2022	1,153,394	1.0
King Power Capital Limited 5.625% due 03/11/2024	1,066,040	0.9

3. GLOBAL EXPOSURE

The global exposure relating to derivative instruments is calculated using the commitment approach by converting the derivative positions into equivalent positions in the underlying assets embedded in those derivatives.

The global exposure of the Fund to financial derivative instruments or embedded financial derivative instruments will not exceed 100% of the net asset value of the Fund at any time.

4. COLLATERAL

Nil

5. SECURITIES LENDING OR PURCHASE TRANSACTIONS

Nil

6. INVESTMENT IN OTHER UNIT TRUSTS, MUTUAL FUNDS AND COLLECTIVE INVESTMENT SCHEMES

Nil

7. BORROWINGS

Nil

8. SOFT DOLLAR COMMISSION RECEIVED BY THE MANAGERS

The soft dollar commissions from various brokers for the year were utilised on research and advisory services, economic and political analyses, portfolio analyses, market analyses, data and quotation analyses and computer hardware and software used for and in support of the investment process of fund managers. Goods and services received were for the benefit of the scheme and there was no churning of trades. These brokers also execute trades for other funds managed by the managers. The trades are conducted on best available terms and in accordance with best practices.

9. OTHER MATERIAL INFORMATION

There is no other material information that will adversely impact the valuation of the Fund.

10. SUPPLEMENTAL INFORMATION ON UNDERLYING SUB-FUNDS

Not applicable

REPORT OF THE TRUSTEE

For the financial year ended 30 June 2020

The Trustee is under a duty to take into custody and hold the assets of LionGlobal Asia Bond Fund (the "Fund") in trust for the unitholders. In accordance with the Securities and Futures Act (Cap. 289), its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the financial year covered by these financial statements, set out on pages 12 to 60, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee
HSBC INSTITUTIONAL TRUST SERVICES (SINGAPORE) LIMITED

Authorised signatory

25 September 2020

STATEMENT BY THE MANAGER

For the financial year ended 30 June 2020

In the opinion of Lion Global Investors Limited, the accompanying financial statements set out on pages 12 to 60, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position and the portfolio holdings of LionGlobal Asia Bond Fund (the "Fund") as at 30 June 2020, and the financial performance and movements in unitholders' funds for the financial year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of
LION GLOBAL INVESTORS LIMITED

Authorised signatory

25 September 2020

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF LIONGLOBAL ASIA BOND FUND

(Constituted under a Trust Deed in the Republic of Singapore)

Our Opinion

In our opinion, the accompanying financial statements of LionGlobal Asia Bond Fund (the "Fund") are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants, so as to present fairly, in all material respects, the financial position and portfolio holdings of the Fund as at 30 June 2020, and the financial performance and movements of unitholders' funds for the financial year ended on that date.

What we have audited

The financial statements of the Fund comprise:

- the Statement of Total Return for the financial year ended 30 June 2020;
- the Statement of Financial Position as at 30 June 2020;
- the Statement of Movements of Unitholders' Funds for the financial year ended 30 June 2020;
- the Statement of Portfolio as at 30 June 2020; and
- the notes to the financial statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). 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 audit opinion.

Independence

We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Other Information

The Fund's Manager (the "Manager") is responsible for the other information. The other information comprises to all sections of the annual report, but does not include 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.

Responsibilities of the Manager for the Financial Statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" issued by the Institute of Singapore Chartered Accountants and for such internal control as the Manager 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 Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to terminate the Fund or to cease the Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Fund's financial reporting process.

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. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs 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.

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

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

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager'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 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 Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager 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.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants

Singapore, 25 September 2020

STATEMENT OF TOTAL RETURN
For the financial year ended 30 June 2020

	Note	2020 \$	2019 \$
Income			
Interest on cash and bank balances	12	2,734	6,178
Other income		694	4,167
		<u>3,428</u>	<u>10,345</u>
Less: Expenses			
Audit fee		16,103	14,330
Custodian fees	12	17,589	15,859
Management fee	12	1,239,591	1,096,555
Professional fees		17,683	36,531
Registration fee	12	17,514	17,126
Transaction cost		21,421	18,558
Trustee fee	12	49,584	43,862
Valuation and administration fees	12	49,584	43,862
Miscellaneous expenses		31,028	13,040
		<u>1,460,097</u>	<u>1,299,723</u>
Net expense		<u>(1,456,669)</u>	<u>(1,289,378)</u>
Net gains or losses on value of investments and financial derivatives			
Net gains on investments		11,317,791	9,354,851
Net losses on foreign exchange spot contracts		(137,498)	(59,526)
Net losses on foreign exchange forward contracts		(2,045,837)	(12,382)
Net losses on futures contracts		(599,251)	-
Net foreign exchange gains/(losses)		<u>35,567</u>	<u>(49,387)</u>
		<u>8,570,772</u>	<u>9,233,556</u>
Total return for the financial year before income tax		<u>7,114,103</u>	<u>7,944,178</u>
Less: Income tax	3	(557)	(432)
Total return for the financial year		<u>7,113,546</u>	<u>7,943,746</u>

The accompanying notes form an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION

As at 30 June 2020

	Note	2020 \$	2019 \$
ASSETS			
Portfolio of investments		140,291,729	115,370,297
Receivables	5	179,763	524,609
Due from brokers	7	503,024	3,049,226
Financial derivatives at fair value	9	-	200,406
Cash and bank balances	6	4,184,039	2,921,344
Total assets		<u>145,158,555</u>	<u>122,065,882</u>
LIABILITIES			
Payables	8	1,497,096	1,198,462
Due to brokers	7	3,063,207	4,697,536
Financial derivatives at fair value	9	267,483	-
Total liabilities		<u>4,827,786</u>	<u>5,895,998</u>
EQUITY			
Net assets attributable to unitholders	10	<u>140,330,769</u>	<u>116,169,884</u>

The accompanying notes form an integral part of these financial statements.

STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the financial year ended 30 June 2020

	Note	2020 \$	2019 \$
Net assets attributable to unitholders at the beginning of the financial year		116,169,884	56,987,651
Operations			
Change in net assets attributable to unitholders resulting from operations		7,113,546	7,943,746
Unitholders' contributions/(withdrawals)			
Creation of units		32,435,732	118,728,751
Cancellation of units		(10,827,304)	(63,487,917)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		21,608,428	55,240,834
Distributions	4	(4,561,089)	(4,002,347)
Total increase in net assets attributable to unitholders		24,160,885	59,182,233
Net assets attributable to unitholders at the end of the financial year	10	<u>140,330,769</u>	<u>116,169,884</u>

The accompanying notes form an integral part of these financial statements.

STATEMENT OF PORTFOLIO
As at 30 June 2020

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary)			
QUOTED DEBT SECURITIES			
CHINA			
New Oriental Education & Technology Group 2.125% due 02/07/2025	1,550,000	2,156,511	1.5
Vanke Real Estate Hong Kong 4.2% due 07/06/2024	1,000,000	1,487,081	1.1
Voyage Bonds Limited 3.375% due 28/09/2022	850,000	1,220,358	0.8
Vanke Real Estate (Hong Kong) Company Limited Series EMTN 3.975% due 09/11/2027	750,000	1,115,442	0.8
Sino Ocean Land IV 4.75% due 14/01/2030	750,000	1,050,234	0.8
China Railway Construction Corporation Limited Var Perpetual	700,000	986,911	0.7
Franshion Brilliant Limited 4.25% due 23/07/2029	700,000	984,484	0.7
Fortune Star BVI Limited 6.875% due 02/07/2024	650,000	911,316	0.6
Central China Real Estate Limited 6.75% due 08/11/2021	650,000	905,649	0.6
Powerlong Real Estate Holdings Limited 4.875% due 15/09/2021	650,000	897,715	0.6
CNAC Hong Kong Finbridge Company Limited 3.5% due 19/07/2022	600,000	859,839	0.6
Huarong Finance II Series Company Limited EMTN Var Perpetual	600,000	832,845	0.6
Country Garden Holdings 7.125% due 25/04/2022	500,000	733,273	0.5
Yuzhou Properties Company Limited 7.375% due 13/01/2026	550,000	724,118	0.5
Franshion Development Limited 6.75% due 15/04/2021	500,000	717,942	0.5

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
KWG Group Holdings 7.875% due 09/08/2021	500,000	717,579	0.5
ENN Energy Holdings Limited 3.25% due 24/07/2022	500,000	712,902	0.5
Powerlong Real Estate 9.125% due 14/01/2021	500,000	712,347	0.5
KWG Group Holdings 9.85% due 26/11/2020	500,000	711,476	0.5
Country Garden Holdings Company Limited 4.75% due 17/01/2023	500,000	710,604	0.5
Powerlong Real Estate 7.125% due 08/11/2022	500,000	708,860	0.5
Gemdale Ever Prosperity Investment Limited 5.6% due 14/06/2022	500,000	706,244	0.5
CIFI Holdings Group 5.5% due 23/01/2023	500,000	704,500	0.5
Franshion Brilliant Limited 3.6% due 03/03/2022	500,000	701,832	0.5
Dianjian Haiyu Limited Series EMTN Var Perpetual	500,000	699,792	0.5
Greentown China Holdings Limited 5.875% due 11/08/2020	500,000	699,269	0.5
CFLD Cayman Investment 6.5% due 21/12/2020	500,000	698,634	0.5
Sino Ocean Land IV 4.75% due 05/08/2029	500,000	697,957	0.5
Powerlong Real Estate 5.95% due 19/07/2020	500,000	696,653	0.5
China Overseas Finance Series A 3.95% due 15/11/2022	475,000	695,781	0.5
CIFI Holdings Group 6% due 16/07/2025	500,000	694,037	0.5
Zhenro Properties Group 5.6% due 28/02/2021	500,000	693,165	0.5

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
Central China Real Estate Limited 6.875% due 08/08/2022	500,000	692,294	0.5
HBIS Group Hong Kong Company Limited 3.75% due 18/12/2022	500,000	690,550	0.5
Sunac China Holdings Limited 6.5% due 10/01/2025	500,000	674,855	0.5
Joy Treasure Assets Holdings 3.5% due 24/09/2029	450,000	671,035	0.5
Wanda Properties Overseas Limited 6.875% due 23/07/2023	500,000	667,880	0.5
Logan Property Holdings Company Limited 6.5% due 16/07/2023	450,000	645,036	0.5
Chalco Hong Kong Investment 4.875% due 07/09/2021	450,000	643,969	0.5
RKPF Overseas 2019 B 7.75% due 18/04/2021	450,000	641,897	0.5
Yuzhou Properties Company Limited 6% due 25/10/2023	450,000	608,939	0.4
Poly Real Estate Finance 3.875% due 25/03/2024	400,000	583,131	0.4
Chalieco Hong Kong Corporation Var Perpetual	400,000	555,230	0.4
Huarong Finance 2019 Series Company Limited EMTN 2.5% due 24/02/2023	400,000	553,062	0.4
China Construction Bank Var due 27/02/2029	350,000	522,844	0.4
Country Garden Holdings Company Limited 5.4% due 27/05/2025	350,000	509,629	0.4
China Overseas Grand Oceans Finance Limited 4.875% due 01/06/2021	350,000	496,505	0.3
Beijing Capital Polaris Investment Company Limited 4.25% due 26/03/2021	350,000	494,005	0.3

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
Wanda Properties Overseas Limited 6.95% due 05/12/2022	350,000	479,723	0.3
Tencent Holdings Limited Series 3.925% due 19/01/2038	300,000	469,310	0.3
Sino Ocean Land Treasure Finance I Limited Series EMTN 6% due 30/07/2024	300,000	447,811	0.3
Shougang Group Company Limited 4% due 23/05/2024	300,000	446,924	0.3
Agile Group Holdings Limited 6.7% due 07/03/2022	300,000	429,501	0.3
Fortune Star BVI Limited 6.75% due 02/07/2023	300,000	425,316	0.3
Central China Real Estate Limited 8.75% due 23/01/2021	300,000	424,793	0.3
Charming Light Investment Limited Series EMTN 2.375% due 30/08/2021	300,000	421,011	0.3
Sunac China Holdings Limited 7.5% due 01/02/2024	300,000	420,608	0.3
Sinopec Group Overseas Development 2015 Limited 4.1% due 28/04/2045	250,000	411,373	0.3
China Taiping New Horizon Limited 6% due 18/10/2023	250,000	394,851	0.3
China Cinda Finance Limited Series 5.625% due 14/05/2024	250,000	394,362	0.3
China Cinda Finance 2017 4.4% due 09/03/2027	250,000	387,878	0.3
Huarong Finance II Company Limited Series EMTN 5.5% due 16/01/2025	250,000	382,828	0.3
China Cinda Finance Limited Series 4.25% due 23/04/2025	250,000	381,933	0.3
Huarong Finance II Company Limited Series EMTN 4.875% due 22/11/2026	250,000	381,895	0.3

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
Azure Nova International Finance Limited Series EMTN 4.25% due 21/03/2027	250,000	381,070	0.3
CNAC Hong Kong Finbridge Company Limited 4.125% due 19/07/2027	250,000	379,499	0.3
China Great Wall International III Series EMTN 3.875% due 31/08/2027	250,000	379,002	0.3
ICBCIL Finance Company Limited Series 3.625% due 19/05/2026	250,000	376,280	0.3
Sino-Ocean Land Treasure Finance I Limited 5.95% due 04/02/2027	250,000	375,792	0.3
Huarong Finance 2017 Company Limited 4.75% due 27/04/2027	250,000	375,406	0.3
China Mengniu Dairy 4.25% due 07/08/2023	250,000	375,343	0.3
China Cinda Finance 2017 4.1% due 09/03/2024	250,000	374,456	0.3
China Merchants Finance Company Limited Series EMTN 5% due 04/05/2022	250,000	369,228	0.3
Proven Honour Capital Limited 4.125% due 19/05/2025	250,000	366,637	0.3
Cosco Finance Company Limited 4% due 03/12/2022	250,000	366,462	0.3
Talent Yield Investments Limited 4.5% due 25/04/2022	250,000	363,588	0.3
COSL Finance BVI Limited 3.25% due 06/09/2022	250,000	361,404	0.3
Mega Advance Investments Limited 5% due 12/05/2021	250,000	359,651	0.3
ICBCIL Finance Company Limited Series EMTN 3.375% due 05/04/2022	250,000	357,639	0.3

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
China Great Wall International III Series EMTN 3.125% due 31/08/2022	250,000	357,340	0.3
CMB International Leasing Management Limited Series EMTN 3% due 03/07/2024	250,000	357,077	0.3
Dianjian International Finance Limited Var Perpetual	250,000	357,046	0.3
Country Garden Holdings Company Limited 5.125% due 17/01/2025	250,000	356,610	0.3
Postal Savings Bank China Var Perpetual	250,000	356,425	0.3
China Overseas Finance KY VIII Series EMTN 2.75% due 02/03/2030	250,000	356,174	0.3
CIFI Holdings Group 7.625% due 02/03/2021	250,000	355,738	0.3
CIFI Holdings Group 6.875% due 23/04/2021	250,000	354,866	0.3
Huarong Finance Company Limited Var Perpetual	250,000	353,558	0.3
Azure Nova International Finance Limited Series EMTN 2.625% due 01/11/2021	250,000	352,397	0.3
ENN Energy Holdings Limited 7.5% due 27/02/2021	250,000	351,814	0.2
ICBCIL Finance Company Limited Series 2.5% due 29/09/2021	250,000	351,497	0.2
Chalco Hong Kong Investment Company Limited Var Perpetual	250,000	351,120	0.2
Yanlord Land HK Company Limited 5.875% due 23/01/2022	250,000	350,506	0.2
Logan Property Holdings Company Limited 5.25% due 23/02/2023	250,000	349,634	0.2

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
China Cinda Asset Management Company Limited Var Perpetual	250,000	348,925	0.2
Central China Real Estate Limited 7.65% due 27/08/2023	250,000	347,891	0.2
China Mengniu Dairy 2.5% due 17/06/2030	250,000	345,990	0.2
China Oil and Gas Group Limited 4.625% due 20/04/2022	250,000	345,275	0.2
China Cinda Finance 2017 Series EMTN 5% due 08/02/2048	200,000	343,814	0.2
Honghua Group Limited 6.375% due 01/08/2022	250,000	341,351	0.2
Central Plaza Development Limited Series EMTN Var Perpetual	250,000	338,736	0.2
China Cinda Finance 2017 4.75% due 21/02/2029	200,000	325,144	0.2
King Power Capital Limited 5.625% due 03/11/2024	200,000	320,108	0.2
Yuzhou Properties Company Limited Var Perpetual	250,000	318,246	0.2
Tencent Holdings Limited 3.975% due 11/04/2029	200,000	313,878	0.2
JD.Com Inc. 3.875% due 29/04/2026	200,000	307,267	0.2
Country Garden Holdings Company Limited 7.25% due 08/04/2026	200,000	305,167	0.2
Franshion Brilliant Limited Var Perpetual	250,000	301,680	0.2
Government of China 2.75% due 03/12/2039	200,000	300,211	0.2
China Resources Land Limited 3.75% due 26/08/2024	200,000	298,216	0.2
Shimao Property Holdings 6.125% due 21/02/2024	200,000	295,402	0.2

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
CNOOC Finance 2013 Limited 3.3% due 30/09/2049	200,000	292,978	0.2
Logan Property Holdings 7.5% due 25/08/2022	200,000	290,868	0.2
Longfor Group Holdings Limited 3.95% due 16/09/2029	200,000	290,868	0.2
SPIC 2018 USD SNR Var Perpetual	200,000	290,868	0.2
Sunny Express 3.125% due 23/04/2030	200,000	290,851	0.2
Shanghai International Port Group Company Limited 2.85% due 11/09/2029	200,000	290,688	0.2
CITIC Securities Finance Company Limited MTN Series EMTN 2.875% due 24/10/2024	200,000	290,661	0.2
Vanke Real Estate Hong Kong Series EMTN 4.15% due 18/04/2023	200,000	290,511	0.2
Agile Group Holdings Limited 8.5% due 18/07/2021	200,000	290,170	0.2
Guotai Junan Holdings 3.875% due 11/03/2022	200,000	290,151	0.2
Sunny Express 3% due 23/10/2029	200,000	289,561	0.2
Powerchina Real Estate 4.5% due 06/12/2021	200,000	288,707	0.2
Weibo Corporation 3.5% due 05/07/2024	200,000	288,426	0.2
Joy Treasure Assets Holdings 2.875% due 24/09/2024	200,000	288,088	0.2
China Huadian Overseas Var Perpetual	200,000	287,708	0.2
China Cinda Finance 2017 3.65% due 09/03/2022	200,000	287,545	0.2
Yuzhou Properties Company Limited 8.5% due 26/02/2024	200,000	286,683	0.2

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
CSSC Capital One Limited 4.125% due 27/09/2021	200,000	286,457	0.2
China Railway Xunjie Company Limited 2.875% due 25/07/2022	200,000	286,101	0.2
Sino Ocean Land IV 5.25% due 30/04/2022	200,000	285,981	0.2
CITIC Series EMTN 2.45 % due 25/02/2025	200,000	285,148	0.2
Leader Goal International Limited Var Perpetual	200,000	284,939	0.2
Champion Sincerity Holdings Var Perpetual	200,000	284,590	0.2
Logan Property Holdings 8.75% due 12/12/2020	200,000	284,590	0.2
CFLD Cayman Investment 8.625% due 28/02/2021	200,000	284,241	0.2
Yuzhou Properties Company Limited 7.9% due 11/05/2021	200,000	284,067	0.2
China SCE Group Holdings Limited 8.75% due 15/01/2021	200,000	283,195	0.2
Charming Light Investment Limited Series EMTN Var Perpetual	200,000	283,195	0.2
Sichuan Railway Investment Group Company Limited 3.8% due 27/06/2022	200,000	282,177	0.2
China Great Wall International Holdings Limited III Series EMTN 2.625% due 27/10/2021	200,000	282,076	0.2
Fortune Star BVI Limited 6.875% due 31/01/2021	200,000	281,800	0.2
China SCE Property Holdings Limited 7.45% due 17/04/2021	200,000	281,800	0.2

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
Bluestar Finance Holdings Limited Var Perpetual (XS2183820617)	200,000	281,103	0.2
Shenzhen Expressway Company Limited 2.875% due 18/07/2021	200,000	280,575	0.2
Chinalco Capital Holdings Limited Var Perpetual	200,000	280,405	0.2
CFLD Cayman Investment 6.92% due 16/06/2022	200,000	280,056	0.2
Huarong Finance 2017 Series Company Limited EMTN Var Perpetual	200,000	279,914	0.2
Vigorous Champ International Limited Series EMTN 2.75% due 02/06/2025	200,000	279,872	0.2
Central China Real Estate Limited 6.5% due 05/03/2021	200,000	279,533	0.2
CCCI Treasure Limited Var Perpetual	200,000	279,010	0.2
Greenland Global Investment Series EMTN 6.75% due 26/09/2023	200,000	278,661	0.2
Blue Bright Limited 2.5% due 04/06/2025	200,000	278,467	0.2
Semiconductor Manufacturing 2.693% due 27/02/2025	200,000	278,047	0.2
RKI Overseas Finance 2016 (B) Limited 4.7% due 06/09/2021	200,000	277,964	0.2
China State Construction Finance III Var Perpetual	200,000	277,706	0.2
CFLD Cayman Investment 6.9% due 13/01/2023	200,000	276,917	0.2
Gemdale Ever Prosperity Investment Limited 4.95% due 26/07/2022	200,000	276,917	0.2
Xiaomi Best Time International Limited Series 3.375% due 29/04/2030	200,000	276,102	0.2
Greenland Global Investment Series EMTN 5.75% due 26/09/2022	200,000	275,522	0.2

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
KWG Property Holding Limited 5.2% due 21/09/2022	200,000	275,522	0.2
Huarong Finance 2019 Series Company Limited EMTN due 3.375% 24/02/2030	200,000	275,522	0.2
Yuzhou Properties Company Limited 7.7% due 20/02/2025	200,000	273,779	0.2
Far East Horizon Limited Series EMTN Var Perpetual	200,000	266,455	0.2
CFLD Cayman Investment 8.05% due 13/01/2025	200,000	262,967	0.2
RKP Overseas Finance 2016 (A) Limited 7.95% Perpetual	200,000	257,387	0.2
Sino Ocean Land Treasure Finance III Limited Var Perpetual	200,000	229,835	0.1
		<u>76,030,815</u>	<u>54.2</u>
INDONESIA			
PT Bank Mandiri 3.75% due 11/04/2024	700,000	998,771	0.7
PT Pertamina Persero Series 4.175% due 21/01/2050	700,000	983,859	0.7
Perusahaan Listrik Negara Series 4% due 30/06/2050	700,000	963,108	0.6
Perusahaan Gas Negara 5.125% due 16/05/2024	500,000	731,965	0.5
PT Bank Tabungan Negara 4.2% due 23/01/2025	500,000	669,837	0.5
PT Pertamina (Persero) 5.625% due 20/05/2043	400,000	649,396	0.5
PT Pelabuhan Indonesia II 4.25% due 05/05/2025	400,000	590,455	0.4
Bank Rakyat Indonesia 3.95% due 28/03/2024	400,000	576,354	0.4

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
INDONESIA (continued)			
Pertamina Persero 6.45% due 30/05/2044	250,000	445,980	0.3
Perusahaan Listrik Negara 4.125% due 15/05/2027	300,000	444,672	0.3
PT Pertamina Persero 6.5% due 27/05/2041	250,000	433,337	0.3
Perusahaan Listrik Negara Series 4.375% due 05/02/2050	300,000	431,070	0.3
Perusahaan Listrik Negara 5.25% due 24/10/2042	250,000	397,153	0.3
Perusahaan Listrik Negara 5.25% due 15/05/2047	250,000	393,230	0.3
PT Pelabuhan Indonesia III 4.875% due 01/10/2024	250,000	372,304	0.3
PT Pelabuhan Indonesia II 5.375% due 05/05/2045	250,000	371,432	0.3
Pertamina Persero 4.3% due 20/05/2023	250,000	369,252	0.3
Bank Rakyat Indonesia 4.625% due 20/07/2023	250,000	366,663	0.3
PT Pertamina Persero 4.875% due 03/05/2022	250,000	366,201	0.3
PT Pelabuhan Indonesia III Series 4.5% due 02/05/2023	250,000	364,893	0.3
PT Adaro Indonesia Series 4.25% due 31/10/2024	250,000	328,273	0.2
Indonesia Asahan Alumini Series 5.8% due 15/05/2050	200,000	314,235	0.2
Indonesia Asahan Alumini Series 5.45% due 15/05/2030	200,000	311,096	0.2
PT Pertamina Persero Series 4.7% due 30/07/2049	200,000	301,553	0.2

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
INDONESIA (continued)			
Indonesia Asahan Alumini Series 4.75% due 15/05/2025	200,000	299,587	0.2
PT Utama Karya Persero Series 3.75% due 11/05/2030	200,000	295,014	0.2
PT Pertamina Persero Series 3.65% due 30/07/2029	200,000	292,696	0.2
Republic of Indonesia Series 3.8% due 23/06/2050	200,000	288,078	0.2
Perusahaan Listrik Negara Series 3.375% due 05/02/2030	200,000	283,893	0.2
Republic of Indonesia Series 2.8% due 23/06/2030	200,000	280,405	0.2
PT Pertamina Persero Series 4.15% due 25/02/2060	200,000	276,220	0.2
		<u>14,190,982</u>	<u>10.1</u>
HONG KONG			
NWD MTN Limited Series EMTN 4.375% due 30/11/2022	1,550,000	2,233,219	1.6
Champion MTN Limited Series EMTN 3.75% due 17/01/2023	700,000	1,024,444	0.8
Vigorous Champ International Limited Series EMTN 4.375% due 10/09/2023	550,000	814,473	0.6
PCCW Capital No. 4 Limited 5.75% due 17/04/2022	500,000	741,082	0.5
New World China Land Limited 4.75% due 23/01/2027	500,000	714,238	0.5
China Life Insurance Oversea/Hong Kong Var due 27/07/2027	500,000	707,391	0.5
Bank of East Asia Limited Var Perpetual (XS1326527246)	450,000	624,323	0.5
NWD Finance BVI Limited 5.75% Perpetual	450,000	616,159	0.4

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
HONG KONG (continued)			
Li & Fung Limited 5.25% due 29/12/2049	500,000	456,879	0.3
Melco Resorts Finance Limited 4.875% due 06/06/2025	300,000	422,700	0.3
New World Development Company Limited 5.25% due 26/02/2021	250,000	353,291	0.3
Bank of East Asia Limited Var Perpetual (XS2049804896)	250,000	340,959	0.2
LS Finance 2022 Limited 4.25% due 16/10/2022	250,000	338,300	0.2
Chong Hing Bank Limited Series EMTN Var Perpetual	250,000	326,954	0.2
CK Hutchison International (20) Limited Series 3.375% due 08/05/2050	200,000	301,100	0.2
Swire Property MTN Finance Series EMTN 3.5% due 10/01/2028	200,000	298,010	0.2
Hongkong Land Finance Series EMTN 2.875% due 27/05/2030	200,000	290,099	0.2
Towngas Finance Limited Var Perpetual	200,000	288,272	0.2
NWD Finance BVI Limited Var Perpetual	200,000	287,729	0.2
Melco Resorts Finance 5.25% due 26/04/2026	200,000	282,846	0.2
Yanlord Land HK Company Limited 6.75% due 23/04/2023	200,000	281,451	0.2
NWD MTN Limited Series EMTN 4.5% due 19/05/2030	200,000	280,418	0.2
NWD MTN Limited 4.125% due 18/07/2029	200,000	275,054	0.2
		<u>12,299,391</u>	<u>8.7</u>

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
INDIA			
Bharti Airtel Limited 4.375% due 10/06/2025	1,000,000	1,450,852	1.1
ONGC Videsh Limited 3.75% due 07/05/2023	550,000	793,833	0.6
Reliance Holdings USA 5.4% due 14/02/2022	500,000	736,002	0.5
ONGC Videsh Vankorneft 2.875% due 27/01/2022	500,000	701,759	0.5
ICICI Bank Limited / Dubai 4% due 18/03/2026	450,000	653,291	0.5
NTPC Limited Series EMTN 4.25% due 26/02/2026	400,000	594,844	0.4
India Infoline Finance Limited Series EMTN 5.875% due 20/04/2023	500,000	553,661	0.4
Reliance Holdings USA 6.25% due 19/10/2040	250,000	456,255	0.3
ONGC Videsh Limited Series 4.625% due 15/07/2024	300,000	445,785	0.3
Reliance Industries Limited 4.875% due 10/02/2045	250,000	397,561	0.3
ABJA Investment Company Private Limited 5.45% due 24/01/2028	300,000	389,219	0.3
Bharti Airtel International 5.35% due 20/05/2024	250,000	372,304	0.3
Adani Ports And Special Series 3.375% due 24/07/2024	250,000	345,791	0.2
JSW Steel Limited 5.25% due 13/04/2022	250,000	340,479	0.2
Adani Ports and Special Series 4% due 30/07/2027	250,000	338,260	0.2
Indian Railway Finance 3.73% due 29/03/2024	200,000	293,002	0.2
REC Limited Series 4.75% due 19/05/2023	200,000	288,462	0.2

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
INDIA (continued)			
NTPC Limited 3.75% due 03/04/2024	200,000	288,461	0.2
Bank of Baroda/London 3.875% due 04/04/2024	200,000	285,673	0.2
Hindustan Petroleum Corporation 4% due 12/07/2027	200,000	281,203	0.2
Adani Transmission Limited 4% due 03/08/2026	200,000	276,904	0.2
Adani Ports And Special Series 4.375% due 03/07/2029	200,000	274,825	0.2
Vedanta Resources 8% due 23/04/2023	250,000	259,392	0.2
UPL Corporation Limited Var Perpetual	200,000	255,992	0.2
		<hr/> 11,073,810 <hr/>	<hr/> 7.9 <hr/>
MALAYSIA			
IOI Investment Berhad Series EMTN 4.375% due 27/06/2022	1,000,000	1,450,880	1.1
TNB Global Ventures 3.244% due 19/10/2026	500,000	742,683	0.5
Sime Darby Global 3.29% due 29/01/2023	500,000	711,343	0.5
Gohi Capital Limited 4.25% due 24/01/2027	500,000	702,756	0.5
Axiata SPV2 Berhad Series 4.357% due 24/03/2026	250,000	389,540	0.3
Petronas Capital Limited Series 4.55% due 21/04/2050	200,000	356,311	0.3
Petronas Capital Limited Series 3.5% due 21/04/2030	200,000	310,129	0.2
Resorts World/RWLV Cap 4.625% due 16/04/2029	200,000	272,330	0.2
		<hr/> 4,935,972 <hr/>	<hr/> 3.6 <hr/>

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
SINGAPORE			
BOC Aviation Limited 3.875% due 27/04/2026	500,000	734,431	0.5
DBS Group Holdings Limited Series GMTN Var Perpetual (XS2122408854)	500,000	695,028	0.5
GLP Private Limited 3.875% due 04/06/2025	500,000	693,166	0.5
Frasers Property Treasury Private Limited 2.5% due 21/07/2021	500,000	688,398	0.5
BOC Aviation Limited 3.5% due 10/10/2024	250,000	361,625	0.3
DBS Group Holdings Limited Series GMTN Var Perpetual (XS1484844656)	250,000	350,506	0.2
United Overseas Bank Limited Series EMTN Var Perpetual	200,000	285,924	0.2
BOC Aviation Limited Series GMTN 2.75% due 02/12/2023	200,000	281,047	0.2
BOC Aviation Limited Series 3% due 11/09/2029	200,000	275,883	0.2
		<u>4,366,008</u>	<u>3.1</u>
SOUTH KOREA			
Woori Bank Series Var Perpetual	350,000	498,402	0.4
Shinhan Financial Group Var Perpetual	300,000	443,494	0.3
Busan Bank Series GMTN 3.625% due 25/07/2026	300,000	439,769	0.3
Shinhan Bank Series 3.75% due 20/09/2027	250,000	371,730	0.3
SK Hynix Inc. 3% due 17/09/2024	250,000	364,605	0.3
Kookmin Bank Series Var Perpetual	250,000	362,990	0.3
Kyobo Life Insurance Company Limited Var due 24/07/2047	250,000	349,802	0.2

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
SOUTH KOREA (continued)			
LG Chem Limited 3.625% due 15/04/2029	200,000	303,663	0.2
Shinhan Financial Group Company Limited Series Var due 05/02/2030	200,000	292,191	0.2
Hanwha Life Insurance Company Limited Var due 23/04/2048	200,000	281,384	0.2
		<u>3,708,030</u>	<u>2.7</u>
PHILIPPINES			
SMC Global Power Holdings Var Perpetual (XS2098881654)	500,000	680,087	0.5
Jollibee Worldwide Private Limited Var Perpetual	500,000	661,466	0.5
Royal Capital BV 5.875% Perpetual	450,000	621,495	0.4
Rizal Commercial Banking Series EMTN 4.125% due 16/03/2023	200,000	289,473	0.2
PLDT Inc. 2.5% due 23/01/2031	200,000	283,397	0.2
PLDT Inc. 3.45% due 23/06/2050	200,000	280,683	0.2
Rizal Commercial Banking Series EMTN 3% due 11/09/2024	200,000	279,791	0.2
SMC Global Power Holdings Corporation Var Perpetual (XS1896598908)	200,000	276,569	0.2
SMC Global Power Holdings Corporation Var Perpetual (XS2072777381)	200,000	269,942	0.2
		<u>3,642,903</u>	<u>2.6</u>

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
THAILAND			
TMB Bank/Cayman Islands Series EMTN 3.108% due 01/10/2021	400,000	564,820	0.4
Indorama Global Service Limited 4.375% due 12/09/2024	400,000	548,255	0.4
Kasikornbank Public Company Limited - HK Series EMTN Var due 02/10/2031	350,000	471,789	0.3
PTTEP Treasury Center Company Limited Series 3.903% due 06/12/2059	250,000	369,564	0.3
TMB Bank/Cayman Islands Series EMTN Var Perpetual	250,000	327,512	0.2
PTTEP Treasury Center Company Limited Series 2.587% due 10/06/2027	200,000	285,832	0.2
Thaioil Treasury Center Series 2.5% due 18/06/2030	200,000	279,722	0.2
Thaioil Treasury Center Series 3.5% due 17/10/2049	200,000	268,380	0.2
Bangkok Bank Public Company Limited (Hong Kong) Series Var due 25/09/2034	200,000	266,630	0.2
		<u>3,382,504</u>	<u>2.4</u>
MACAU			
Sands China Limited 5.4% due 08/08/2028	300,000	467,167	0.3
Sands China Limited 4.6% due 08/08/2023	300,000	440,487	0.3
Studio City Finance Limited 7.25% due 11/02/2024	250,000	360,097	0.3
Sands China Limited 5.125% due 08/08/2025	200,000	303,424	0.2

The accompanying notes form an integral part of these financial statements.

	Holdings at 30 June 2020	Fair value at 30 June 2020 \$	Percentage of total net assets attributable to unitholders at 30 June 2020 %
By Geography (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
MACAU (continued)			
Sands China Limited Series 4.375% due 18/06/2030	200,000	290,868	0.2
Sands China Limited Series 3.8% due 08/01/2026	200,000	287,032	0.2
		<u>2,149,075</u>	<u>1.5</u>
UNITED STATES OF AMERICA			
PTTEP Treasury Center Company Limited Series 4.5% due 25/10/2042	1,000,000	<u>1,570,834</u>	<u>1.1</u>
AUSTRALIA			
Lendlease US Capital Inc. Series EMTN 4.5% due 26/05/2026	400,000	593,906	0.4
Ausnet Services Holdings Private Limited Var due 17/03/2076	200,000	<u>286,334</u>	<u>0.2</u>
		<u>880,240</u>	<u>0.6</u>
CAYMAN ISLANDS			
KWG Property Holding Limited 6% due 15/09/2022	250,000	<u>352,250</u>	<u>0.3</u>
Accrued interest receivable on debt securities		<u>1,708,915</u>	<u>1.2</u>
TOTAL DEBT SECURITIES		<u>140,291,729</u>	<u>100.0</u>
Portfolio of investments		140,291,729	100.0
Other net assets		39,040	*
Net assets attributable to unitholders		<u>140,330,769</u>	<u>100.0</u>

* denotes amount less than 0.1%

The accompanying notes form an integral part of these financial statements.

**Percentage of total net assets
attributable to unitholders at**

30 June 2020 %	30 June 2019 %
-------------------------------	-------------------------------

By Geography (Summary)

China	54.2	54.1
Indonesia	10.1	6.2
Hong Kong	8.7	11.2
India	7.9	5.8
Malaysia	3.6	3.5
Singapore	3.1	3.0
South Korea	2.7	6.1
Philippines	2.6	1.5
Thailand	2.4	2.5
Macau	1.5	1.6
United States of America	1.1	-
Australia	0.6	0.7
Cayman Islands	0.3	-
United Kingdom	-	1.1
Sri Lanka	-	0.5
Japan	-	0.3
	<hr/>	<hr/>
	98.8	98.1
Accrued interest receivable on debt securities	1.2	1.2
	<hr/>	<hr/>
Portfolio of investments	100.0	99.3
Other net assets	*	0.7
	<hr/>	<hr/>
Net assets attributable to unitholders	100.0	100.0
	<hr/>	<hr/>

* denotes amount less than 0.1%

The accompanying notes form an integral part of these financial statements.

	Fair value at	Percentage of total net assets	
	30 June	30 June	30 June
	2020	2020	2019
	\$	%	%
By Industry (Secondary)			
Real Estate	45,279,719	32.3	28.6
Financial	29,525,706	21.1	25.1
Industrial	17,827,459	12.7	16.1
Energy	13,107,043	9.3	5.8
Utilities	9,709,179	6.9	6.0
Consumer, Cyclical	8,650,650	6.2	7.3
Basic Materials	7,382,773	5.3	3.6
Communications	4,589,472	3.3	4.5
Technology	920,786	0.6	-
Sovereign	868,694	0.6	0.8
Consumer, Non-cyclical	721,333	0.5	0.3
	138,582,814	98.8	98.1
Accrued interest receivable on debt securities	1,708,915	1.2	1.2
Portfolio of investments	140,291,729	100.0	99.3
Other net assets	39,040	*	0.7
Net assets attributable to unitholders	140,330,769	100.0	100.0

* denotes amount less than 0.1%

The accompanying notes form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2020

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. GENERAL

LionGlobal Asia Bond Fund (the "Fund") is a unit trust constituted by a Deed of Trust dated 30 October 2009 together with its Supplemental Deeds thereon (hereafter referred to as "Trust Deed") between Lion Global Investors Limited (the "Manager") and HSBC Institutional Trust Services (Singapore) Limited (the "Trustee"). The Trust Deed is governed by the laws of the Republic of Singapore.

The Fund currently offers SGD Class units, USD Class units and SGD-Hedged Class units.

Subscriptions and redemptions of the Fund are denominated in Singapore Dollar and United States Dollar. Investors may subscribe in United States Dollar at the applicable rate of exchange from Singapore Dollar.

In respect of the SGD-Hedged Class, the Manager has the ability to hedge the units of such class in relation to the currency of the underlying investments in such manner as they deem appropriate. Where hedging of this kind is undertaken, the effect of this hedging will be reflected in the net asset value of the SGD-Hedged Class units, and therefore, in the performance of the SGD-Hedged Class units. Similarly, any expenses arising from such hedging transactions will be borne by the SGD-Hedged Class units.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" ("RAP 7") issued by the Institute of Singapore Chartered Accountants.

(b) Recognition of income

Interest income is recognised on a time proportion basis using the effective interest method.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(c) Financial derivatives

Financial derivatives are entered into for the purposes of efficient portfolio management, tactical asset allocation or specific hedging of financial assets held as determined by the Manager and in accordance with the provisions of the Trust Deed.

Financial derivatives outstanding at the end of the financial year are measured at their fair values using the marked-to-market method, and the resultant gains and losses are taken up in the Statement of Total Return.

(d) Distributions

The Manager has the absolute discretion to determine whether a distribution is to be made. In such an event, an appropriate amount will be transferred to a distribution account to be paid out on the distribution date. The amount shall not be treated as part of the property of the Fund. Distributions are accrued for at the reporting date if the necessary approvals have been obtained and a legal or constructive obligation has been created.

(e) Investments

Investments are classified as financial assets at fair value through profit or loss.

(i) Initial recognition

Purchases of investments are recognised on the trade date. Investments are recorded at fair value on initial recognition.

(ii) Subsequent measurement

Investments are subsequently carried at fair value. Net change in the fair value of investments are included in the Statement of Total Return in the year in which they arise.

(iii) Derecognition

Investments are derecognised on the trade date of disposal. The resultant realised gains and losses on the sales of investments are computed on the basis of the difference between the weighted average cost and selling price gross of transaction costs, and are taken up in the Statement of Total Return.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)(f) Basis of valuation of investments

The fair value of financial assets and liabilities traded in active market is based on quoted market prices at the close of trading on the reporting date. The quoted market price used for investments in debt securities held by the Fund is the market mid prices. Accrued interest or discount or premium on debt securities at the reporting date are included in the fair value of debt securities. Interest income on debt securities is presented within net gains or losses on investments on the Statement of Total Return.

(g) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method less accumulated impairment losses.

(h) Due from and due to brokers

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

The margin deposits comprise cash held with the financial derivatives counterparties for the purpose of transferring of cash to fund futures margin maintained with the clearing house.

(i) Cash and bank balances

Cash and bank balances comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

(j) Payables

Payables are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)**(k) Foreign currencies****(i) Functional and presentation currency**

Subscriptions and redemptions of the units are denominated in Singapore Dollar and United States Dollar. The primary activity of the Fund is to invest in an actively managed portfolio of bonds, high quality interest rate securities, convertible bonds, real estate investments trusts ("REITS"), business trusts and other related securities issued by issuers predominantly in the Asian region.

The performance of the Fund is measured and reported to the investors in Singapore Dollar. In addition, the Fund's activities are substantially based in Singapore and expenses are predominantly in Singapore Dollar. Therefore, the Manager considers the Singapore Dollar as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The Fund's functional and presentation currency is the Singapore Dollar.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the closing rates at the reporting date are recognised in the Statement of Total Return. Translation differences on non-monetary financial assets and liabilities such as equities are also recognised in the Statement of Total Return within the net gain or loss on investments.

(l) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

3. INCOME TAX

The Fund was granted the status of Designated Unit Trust ("DUT") in Singapore. The Trustee of the Fund has assessed and is satisfied that the Fund has met the requisite conditions under the DUT scheme for the current financial year. The Trustee of the Fund will ensure that the Fund fulfills its reporting obligations under the DUT Scheme.

Under the DUT Scheme, subject to certain conditions and reporting obligations being met, certain income of the DUT fund is not taxable in accordance with sections 35(12) and 35(12A) of the Income Tax Act. Such income includes:

- (a) gains or profits derived from Singapore or elsewhere from the disposal of securities;
- (b) interest (other than interest for which tax has been deducted under Section 45 of the Income Tax Act);
- (c) dividends derived from outside Singapore and received in Singapore;
- (d) gains or profits derived from foreign exchange transactions, transactions in futures contracts, transactions in interest rate or currency forwards, swaps or option contracts and transactions in forwards, swaps or option contracts relating to any securities or financial index;
- (e) discount, prepayment fee, redemption premium and break cost from qualifying debt securities issued during the prescribed period; and
- (f) distributions from foreign unit trusts derived from outside Singapore and received in Singapore.

	2020	2019
	\$	\$
Singapore income tax	<u>557</u>	<u>432</u>

The Singapore income tax represents taxes paid to tax authorities on the taxable income of the Fund.

4. DISTRIBUTIONS

	2020	2019
	\$	\$
<u>SGD Class</u>		
Distribution of \$1.20 per 100 units on 21 October 2019 to unitholders on the register as at 30 September 2019	237,374	-
Distribution of \$1.19 per 100 units on 22 January 2020 to unitholders on the register as at 31 December 2019	232,016	-
Distribution of \$1.23 per 100 units on 21 April 2020 to unitholders on the register as at 31 March 2020	231,440	-
Distribution of \$1.20 per 100 units on 21 July 2020 to unitholders on the register as at 30 June 2020	231,010	-
Distribution of \$1.13 per 100 units on 19 October 2018 to unitholders on the register as at 30 September 2018	-	274,441
Distribution of \$1.11 per 100 units on 22 January 2019 to unitholders on the register as at 31 December 2018	-	250,779
Distribution of \$1.14 per 100 units on 22 April 2019 to unitholders on the register as at 31 March 2019	-	235,155
Distribution of \$1.17 per 100 units on 19 July 2019 to unitholders on the register as at 30 June 2019	-	235,234

4. DISTRIBUTIONS (continued)

	2020	2019
	\$	\$
<u>USD Class</u>		
Distribution of US\$0.87 per 100 units on 21 October 2019 to unitholders on the register as at 30 September 2019	220,674	-
Distribution of US\$0.87 per 100 units on 22 January 2020 to unitholders on the register as at 31 December 2019	215,775	-
Distribution of US\$0.88 per 100 units on 21 April 2020 to unitholders on the register as at 31 March 2020	232,012	-
Distribution of US\$0.85 per 100 units on 21 July 2020 to unitholders on the register as at 30 June 2020	217,003	-
Distribution of US\$0.83 per 100 units on 19 October 2018 to unitholders on the register as at 30 September 2018	-	202,578
Distribution of US\$0.81 per 100 units on 22 January 2019 to unitholders on the register as at 31 December 2018	-	197,439
Distribution of US\$0.85 per 100 units on 22 April 2019 to unitholders on the register as at 31 March 2019	-	207,124
Distribution of US\$0.85 per 100 units on 19 July 2019 to unitholders on the register as at 30 June 2019	-	208,969

4. DISTRIBUTIONS (continued)

	2020	2019
	\$	\$
<u>SGD-Hedged Class</u>		
Distribution of \$0.85 per 100 units on 21 October 2019 to unitholders on the register as at 30 September 2019	597,060	-
Distribution of \$0.85 per 100 units on 22 January 2020 to unitholders on the register as at 31 December 2019	596,887	-
Distribution of \$0.86 per 100 units on 21 April 2020 to unitholders on the register as at 31 March 2020	771,902	-
Distribution of \$0.83 per 100 units on 21 July 2020 to unitholders on the register as at 30 June 2020	777,936	-
Distribution of \$0.81 per 100 units on 19 October 2018 to unitholders on the register as at 30 September 2018	-	527,620
Distribution of \$0.80 per 100 units on 22 January 2019 to unitholders on the register as at 31 December 2018	-	528,169
Distribution of \$0.83 per 100 units on 22 April 2019 to unitholders on the register as at 31 March 2019	-	554,777
Distribution of \$0.84 per 100 units on 20 July 2019 to unitholders on the register as at 30 June 2019	-	580,062
	<hr/> 4,561,089	<hr/> 4,002,347

5. RECEIVABLES

	2020	2019
	\$	\$
Amount receivable for creation of units	108,432	439,708
Other receivables	71,331	84,901
	<hr/> 179,763	<hr/> 524,609

6. CASH AND BANK BALANCES

The cash and bank balances are placed with a financial institution which is a related company of the Trustee.

7. DUE FROM/(TO) BROKERS

	2020	2019
	\$	\$
Margin deposits	221,878	-
Sales awaiting settlement	281,146	3,049,226
	<u>503,024</u>	<u>3,049,226</u>

The margin deposits are placed with a financial institution which is a non-related company.

	2020	2019
	\$	\$
Purchases awaiting settlement	<u>(3,063,207)</u>	<u>(4,697,536)</u>

8. PAYABLES

	2020	2019
	\$	\$
Amount payable for cancellation of units	105,173	45,030
Distribution payable	1,225,949	1,024,265
Amount due to the Manager	115,502	95,073
Amount due to the Trustee	10,786	8,148
Amount due to the Custodian	-	493
Amount due to the Registrar	3,827	3,219
Other payables	35,859	22,234
	<u>1,497,096</u>	<u>1,198,462</u>

9. FINANCIAL DERIVATIVES AT FAIR VALUE

Financial derivative contracts comprise futures contracts and foreign exchange forward contracts due for settlement within 3 months (30 June 2019: 1 month) from the reporting date. The contracts or underlying principal amounts of these financial derivatives and their corresponding gross fair values at the reporting date are analysed below.

	Contract or underlying principal amount \$	Fair value Asset \$	Liability \$
30 June 2020			
Foreign exchange forward contracts	89,661,718	-	231,451
Futures contracts	11,030,617	-	36,032

	Contract or underlying principal amount \$	Fair value Asset \$	Liability \$
30 June 2019			
Foreign exchange forward contracts	65,907,555	200,388	-
Foreign exchange spot contracts	100,018	18	-

10. UNITS IN ISSUE

	SGD Class/USD Class		SGD-Hedged Class	
	2020	2019	2020	2019
	Units	Units	Units	Units
Units at beginning of the year	38,249,710	44,104,528	69,054,975	896,793
Units created	3,991,719	2,339,112	29,444,945	124,510,270
Units cancelled	(4,673,982)	(8,193,930)	(4,772,674)	(56,352,088)
Units at end of the year	37,567,447	38,249,710	93,727,246	69,054,975
of which, units denominated in - USD	18,316,636	18,144,264	N/A	N/A
	2020	2019	2020	2019
	\$	\$	\$	\$
Net assets attributable to unitholders	51,208,644	50,356,528	89,122,125	65,813,356
Net asset value per unit	1.363	1.316	0.950	0.953

10. UNITS IN ISSUE (continued)

Distributions are accrued for at the reporting period if the necessary approvals have been obtained and a legal or constructive obligation has been created, for the purpose of determining the accounting net asset values in the financial statements.

A reconciliation of the net assets attributable to unitholders per unit per the financial statements and the net assets attributable to unitholders per unit for issuing/redeeming units at the reporting date is presented below:

	SGD Class/USD Class		SGD-Hedged Class	
	2020	2019	2020	2019
	\$	\$	\$	\$
Net assets attributable to unitholders per unit per the financial statements	1.363	1.316	0.950	0.953
Effect of distribution per unit	0.012	0.012	0.008	0.008
Effect of rounding	-	-	0.001	-
Effect of movement in the net asset value between the last dealing date and the financial year end date	-	*	-	*
Net assets attributable to unitholders per unit for issuing/redeeming units	1.375	1.328	0.959	0.961

* Denotes amount less than \$0.001

11. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Fund's overall risk management programme seeks to minimise potential adverse effects on the Fund's financial performance. The Fund may use financial futures contracts, options and/or currency forward contracts subject to the terms of the Trust Deed to moderate certain risk exposures. Specific guidelines on exposures to individual securities and certain industries are in place for the Fund at any time as part of the overall financial risk management to reduce the Fund's risk exposures.

The Fund's assets principally consist of investments in debt securities. They are held in accordance with the published investment policies of the Fund. The allocation of assets between the various types of investments is determined by the Manager to achieve their investment objectives.

11. FINANCIAL RISK MANAGEMENT (continued)

The following is a summary of the main risks and risk management policies:

(a) Market risk

Market risk is the risk of loss to the value of investments because of changes in market conditions like interest and currency rate movements and volatility in security prices. External factors such as changes in economic environment, consumption patterns and investor's expectation contribute to market risk which may have a significant impact on the asset's value.

The Fund's investments are substantially dependent on changes in market prices. The Manager monitors the Fund's investments closely so as to assess changes in fundamentals and valuation. Although the Manager makes reasonable efforts in the choice of investments, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the asset value of the Fund. Guidelines are set to reduce the Fund's risk exposures to market volatility such as diversifying the portfolio by investing across various geographies/industries.

During the financial year, the COVID-19 outbreak was declared a pandemic by the World Health Organization. The situation is dynamic with various cities and countries around the world responding in different ways to address the outbreak. As a result of the COVID-19 outbreak, global financial markets have experienced significant volatility. Given the extent of the crisis, it is difficult to estimate the duration of the volatility in the portfolio of the Fund. The Manager is closely monitoring the development of the COVID-19 outbreak and its related impact.

The Fund's market risk is affected primarily by changes in three components: changes in actual market prices, interest rate volatilities and foreign exchange movements.

(i) Price risk

Price risk primarily results from exposure to volatility of equities prices. As of 30 June 2020 and 2019, the Fund does not hold any equities. Hence, no sensitivity analysis on price risk has been presented.

As at 30 June 2020, the price risk arising from futures are not significant. Hence, no sensitivity analysis on this has been presented. There are no futures held by the Fund as at 30 June 2020.

11. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(ii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

Interest rate movements affect the value of fixed income securities more directly than equities. As interest rates rise, prices of fixed income securities may fall and vice versa. The rationale is that as interest rates increase, the opportunity cost of holding a fixed income security increases since investors are able to realise greater yields by switching to other investments that reflect the higher interest rate. The Manager will regularly assess the economic condition, monitor changes in interest rates outlook and take appropriate measures accordingly to control the impact of interest rate risk.

The tables below summarise the Fund's exposure to interest rate risks. They include the Fund's assets and liabilities at fair value, categorised by interest rate types.

As at 30 June 2020	Variable rates \$	Fixed rates \$	Non-interest bearing \$	Total \$
Assets				
Portfolio of investments	19,280,756	119,302,058	1,708,915	140,291,729
Receivables	-	-	179,763	179,763
Due from brokers	-	-	503,024	503,024
Cash and bank balances	4,184,039	-	-	4,184,039
Total assets	23,464,795	119,302,058	2,391,702	145,158,555
Liabilities				
Payables	-	-	1,497,096	1,497,096
Due to brokers	-	-	3,063,207	3,063,207
Financial derivatives at fair value	-	36,032	231,451	267,483
Total liabilities	-	36,032	4,791,754	4,827,786

11. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

As at 30 June 2019	Variable rates \$	Fixed rates \$	Non-interest bearing \$	Total \$
Assets				
Portfolio of investments	19,236,566	94,771,493	1,362,238	115,370,297
Receivables	-	-	524,609	524,609
Due from brokers	-	-	3,049,226	3,049,226
Financial derivatives at fair value	-	-	200,406	200,406
Cash and bank balances	2,921,344	-	-	2,921,344
Total assets	22,157,910	94,771,493	5,136,479	122,065,882
Liabilities				
Payables	-	-	1,198,462	1,198,462
Due to brokers	-	-	4,697,536	4,697,536
Total liabilities	-	-	5,895,998	5,895,998

The duration, a measure of the sensitivity of the price of a fixed income security to a change in interest as at 30 June 2020 is 4.55 (2019: 3.92). As of 30 June 2020, should interest rates lower or rise by 1% (2019: 1%), with all other variables remaining constant, the increase or decrease in net assets attributable to unitholders would be as follows:

Fund	Impact of 1% (2019: 1%) movement in interest rate on net assets attributable to the unitholders	
	2020 \$	2019 \$
LionGlobal Asia Bond Fund	5,426,604	3,715,043

(iii) Currency risk

The Fund has monetary financial assets/liabilities denominated in currencies other than Singapore dollars and the Fund may be affected favourably or unfavourably by exchange rate regulations or changes in the exchange rates between the Singapore Dollar and such other currencies. The Fund may enter into foreign currency contracts designed to either hedge some or all of this exposure, or alternatively increase exposure to preferred foreign currencies.

11. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

The tables below summarise the Fund's exposure to key currencies at the end of the financial year. Monetary and non-monetary items have been taken into account for the analysis.

As at 30 June 2020	USD	CNH	SGD	Others	Total
	\$	\$	\$	\$	\$
Assets					
Portfolio of investments	140,291,729	-	-	-	140,291,729
Receivables	-	-	179,763	-	179,763
Due from brokers	503,024	-	-	-	503,024
Cash and bank balances	4,173,624	9	9,578	828	4,184,039
Total assets	144,968,377	9	189,341	828	145,158,555
Liabilities					
Payables	223,424	-	1,273,672	-	1,497,096
Due to brokers	3,063,207	-	-	-	3,063,207
Financial derivatives at fair value	36,032	-	-	-	36,032
Total liabilities	3,322,663	-	1,273,672	-	4,596,335
Net financial assets/ (liabilities)	141,645,714	9	(1,084,331)	828	
Currency forwards and financial derivatives	(89,661,718)	-	89,661,718	-	
Net currency exposure	51,983,996	9	88,577,387	828	

11. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

As at 30 June 2019	USD \$	CNH \$	SGD \$	Total \$
Assets				
Portfolio of investments	114,110,597	-	1,259,700	115,370,297
Receivables	35	-	524,574	524,609
Due from brokers	3,049,226	-	-	3,049,226
Cash and bank balances	2,613,813	9	307,522	2,921,344
Total assets	119,773,671	9	2,091,796	121,865,476
Liabilities				
Payables	209,578	-	988,884	1,198,462
Due to brokers	3,447,536	-	1,250,000	4,697,536
Total liabilities	3,657,114	-	2,238,884	5,895,998
Net financial assets/ (liabilities)	116,116,557	9	(147,088)	
Currency forwards and financial derivatives	(65,807,555)	-	65,807,555	
Net currency exposure	50,309,002	9	65,660,467	

The Fund's monetary assets/liabilities are measured for their sensitivity to exchange rate movements based on the balance of the monetary assets/liabilities, forecasted exchange rate movements and the net asset value of the Fund.

11. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

As of 30 June 2020 and 2019, the Fund's exposure to foreign currency fluctuations with respect to the monetary assets/liabilities is not considered to be significant except for the currency presented in the table below which shows the Fund's sensitivity to exchange rate movements on significant monetary assets/liabilities denominated in foreign currencies, should those currencies increase by a reasonable possible shift with all other variables held constant. This sensitivity analysis is not presented separately should the currency decrease as it is the reversal of the impact disclosed below.

Currency	Reasonable possible FX movement		Impact of increase in FX rates on net assets attributable to the unitholders	
	2020	2019	2020	2019
	%	%	\$	\$
USD	5	5	2,599,200	2,515,450

(b) Liquidity risk

The Fund is exposed to daily redemption of units in the Fund. It therefore invests the majority of its assets in investments that are traded in an active market and can be readily disposed of.

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

As at 30 June 2020	Less than 3 months \$	3 months- 1 year \$	1-5 years \$	Above 5 years \$
Derivative financial instruments				
- inflows	(89,661,718)	-	-	-
- outflows	89,929,201	-	-	-
Payables	1,497,096	-	-	-
Due to brokers	3,063,207	-	-	-

11. FINANCIAL RISK MANAGEMENT (continued)

(b) Liquidity risk (continued)

As at 30 June 2019	Less than 3 months \$	3 months- 1 year \$	1-5 years \$	Above 5 years \$
Derivative financial instruments				
- inflows	(66,007,573)	-	-	-
- outflows	65,807,167	-	-	-
Payables	1,198,462	-	-	-
Due to brokers	4,697,536	-	-	-

(c) Credit risk

Credit risk is the risk that counterparty will fail to perform contractual obligations, either in whole or in part, under a contract.

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties, together with the respective credit limits, are approved;
- ensuring that transactions are undertaken with a large number of counterparties, and;
- ensuring that the majority of transactions are undertaken on recognised exchanges.

The Fund invests mostly in financial assets, which have an investment grade as rated by Moody's. The credit ratings are reviewed regularly.

11. FINANCIAL RISK MANAGEMENT (continued)

(c) Credit risk (continued)

The table below analyses the Fund's investments by credit ratings in percentage, out of total net assets attributable to unitholders.

	2020 %	2019 %
A1	1.5	3.1
A2	2.5	4.3
A3	4.1	4.2
Baa1	13.8	16.3
Baa2	17.1	15.7
Baa3	11.0	7.5
Ba1	1.7	4.0
Ba2	4.1	5.3
Ba3	4.9	2.3
B1	5.9	4.3
B2	2.3	3.0
B3	0.2	-
Unrated	29.7	28.1
Accrued interest on debt securities	1.2	1.2
Total debt securities	100.0	99.3

All transactions in listed securities are settled/paid upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

Credit risk also arises from cash and cash equivalents and assets held with financial institutions.

The Fund may also enter into derivatives to manage its exposures to currency risk and price risk, including foreign exchange forward contracts and options. Hence, the Fund is also exposed to the risk that its derivatives held with counterparties may not be recoverable in the event of any default by the parties concerned. The Manager minimises the Fund's credit risk by undertaking transactions with banks that are part of banking groups with good credit ratings assigned by international credit rating agencies.

11. FINANCIAL RISK MANAGEMENT (continued)

(c) Credit risk (continued)

The tables below summarise the credit rating of banks and custodian in which the Fund's assets are held as at 30 June 2020 and 2019.

	Credit rating ^{##}	Source of credit rating
As at 30 June 2020		

Custodian

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
-------------------------------------------------------	-----	-----

Bank

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
UBS AG	A+	S&P

	Credit rating ^{##}	Source of credit rating
As at 30 June 2019		

Custodian

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
-------------------------------------------------------	-----	-----

Bank

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
-------------------------------------------------------	-----	-----

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

The credit ratings are based on the Long-Term Issuer Ratings published by the rating agency.

^{##} Group credit ratings are presented for unrated subsidiaries.

11. FINANCIAL RISK MANAGEMENT (continued)

(d) Capital management

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholders' redemptions.

(e) Fair value estimation

The 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 following tables analyse within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at 30 June 2020 and 30 June 2019:

As at 30 June 2020	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Portfolio of investments				
- Quoted debt securities	868,694	139,423,035	-	140,291,729
Liability				
Financial derivatives				
at fair value	36,032	231,451	-	267,483

11. FINANCIAL RISK MANAGEMENT (continued)

 (e) Fair value estimation (continued)

As at 30 June 2019	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Portfolio of investments				
- Quoted debt securities	887,119	114,483,178	-	115,370,297
Financial derivatives				
at fair value	-	200,406	-	200,406
	887,119	114,683,584	-	115,570,703

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, comprise actively traded government bonds. The Fund does not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include investment-grade corporate bonds and over-the-counter derivatives.

Except for cash and cash balances and margin deposits which are classified as Level 1, the Fund's assets and liabilities not measured at fair value at 30 June 2020 and 2019 have been classified as Level 2. The carrying amounts of these assets and liabilities approximate their fair values as at the reporting date.

 (f) Offsetting financial assets and financial liabilities

There are no financial assets or liabilities subject to offsetting, enforceable master netting arrangement and similar arrangements.

12. RELATED PARTY TRANSACTIONS

Management fees are paid to the Manager, while trustee fee is paid to the Trustee. These fees paid or payable by the Fund shown in the Statement of Total Return and in the respective notes to the financial statements are on terms set out in the Trust Deed.

In addition to the related party information shown elsewhere in the financial statements, the following significant transactions took place during the financial year between the Fund and related parties at terms agreed between the parties and within the provisions of the Trust Deed:

	2020	2019
	\$	\$
Interest income earned from a bank which is a related company of the Trustee	2,734	6,178
Interest expenses incurred with a bank which is a related company of the Trustee	108	249
Transaction fees charged by the Trustee	15,896	2,517
Registration fees charged by a related company of the Trustee	17,514	17,126
Custodian fees charged by a related company of the Trustee	17,589	15,859
Valuation and administration fees charged by the Trustee	49,584	43,862
Bank service fees charged by a bank which is a related company of the Trustee	2,366	2,048
Cash transfer fees charged by a related company of the Trustee	<u>3,201</u>	<u>2,300</u>

13. FINANCIAL RATIOS

	2020	2019
	%	%
Expense ratio ¹		
- SGD Class	1.16	1.17
- USD Class	1.16	1.17
- SGD-Hedged Class	1.16	1.17
Portfolio turnover ratio ²	115	58

¹ The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio at 30 June 2020 was based on total operating expenses divided by the average net asset value for the year. The total operating expenses do not include (where applicable) brokerage and other transaction costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. Expenses which are common to all Classes are apportioned based on the proportion of NAV of respective Class. The Fund does not pay any performance fee. The average net asset values are based on the daily balances.

The following table presents the total operating expenses and average net asset values of the Fund for the financial year ended 30 June 2020 and 2019.

	2020	2019
	\$	\$
Total operating expenses		
- SGD Class	308,220	342,245
- USD Class	289,206	269,443
- SGD-Hedged Class	838,287	669,230
Average net asset value		
- SGD Class	26,545,838	29,320,894
- USD Class	24,898,229	23,054,216
- SGD-Hedged Class	72,036,802	57,144,417

² The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being sales of \$141,993,855 (2019: sales of \$63,808,738) divided by the average daily net asset value of \$123,480,869 (2019: \$109,519,527).

DISCLAIMER

This publication is for information only. It is not a recommendation, offer or solicitation for the purchase or sale of any securities or investments and does not have regard to your specific investment objectives, financial situation, tax position or needs. Applications for units in our funds must be made on forms accompanying the prospectus. You should read the prospectus and Product Highlights Sheet which is available and may be obtained from Lion Global Investors Limited ("LGI") or any of its distributors, consider if a fund is suitable for you and seek such advice from a financial adviser if necessary, before deciding whether to invest in the fund. Investments in our funds are not obligations of, deposits in, guaranteed or insured by LGI or any of its affiliates and are subject to investment risks including the possible loss of the principal amount invested. The performance of a fund is not guaranteed and the value of units in a fund and the income accruing to the units, if any, may rise or fall. Past performance, as well as any predictions, projections, or forecasts are not necessarily indicative of the future or likely performance of a fund. Dividend distributions, which may be either out of income and/or capital, are not guaranteed and subject to LGI's discretion. Any such dividend distributions will reduce the available capital for reinvestment and may result in an immediate decrease in the net asset value of the fund. Any information (which includes opinions and estimates) is subject to change or correction at any time without notice and is not to be relied on as advice. You are advised to conduct your own independent assessment and investigation of the relevance, accuracy, adequacy and reliability of any information contained herein and no warranty is given and no liability is accepted for any loss arising directly or indirectly as a result of you acting on such information. The fund may, where permitted by the prospectus, invest in financial derivative instruments for hedging purposes or for the purpose of efficient portfolio management. LGI, its related companies, their directors and/or employees may hold units of a fund and be engaged in purchasing or selling units of a fund for themselves or their clients. Lion Global Investors® Limited (UEN/ Registration No. 198601745D) is a Singapore incorporated company, and is not related to any asset or fund management entity that is domiciled in Europe or the United States.

This publication may be translated into the Chinese language. In the event of any ambiguity, discrepancy or omission between the English and Chinese versions, the English version shall apply and prevail. In the event of any ambiguity, discrepancy or omission between this publication and the prospectus, the contents of the prospectus shall apply and prevail.



Lion Global Investors Ltd

65 Chulia Street #18-01

OCBC Centre, Singapore 049513

For more information, visit: lionglobalinvestors.com or email: ContactUs@lionglobalinvestors.com

Co Reg No:198601745D