

ANNUAL REPORT

E FUND (HK) GREATER CHINA LEADERS FUND

(A Sub-Fund of Selection Investment Series, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)

Year ended 31 December 2021

E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

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E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

ADMINISTRATION AND MANAGEMENT

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

CHEN Liyuan
CHEN Rong
HUANG Gaohui
LOU Lizhou
MA Jun
WU Xinrong
YANG Dongmei (appointed on 28 July 2021)

RQFII CUSTODIAN

China Construction Bank Corporation
No. 25, Financial Street
Xicheng District
Beijing, China

LEGAL COUNSEL TO THE MANAGER

Simmons & Simmons
30/F One Taikoo Place
979 King's Road Queensway
Hong Kong

TRUSTEE

ICBC (Asia) Trustee Company Limited
33/F, ICBC Tower
3 Garden Road
Central, Hong Kong

CUSTODIAN

Industrial and Commercial Bank of China (Asia) Limited
33/F, ICBC Tower
3 Garden Road
Central, Hong Kong

AUDITOR

Ernst & Young
27/F, One Taikoo Place,
979 King's Road,
Quarry Bay, Hong Kong

REGISTRAR AND TRANSFER AGENT

ICBC (Asia) Trustee Company Limited
33/F, ICBC Tower
3 Garden Road
Central, Hong Kong

E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

REPORT OF THE MANAGER TO THE UNITHOLDERS

Introduction

E Fund (HK) Greater China Leaders Fund is a sub-fund of Selection Investment Series. The inception day of the Fund was on 16 November 2016. The manager of E Fund (HK) Greater China Leaders Fund is E Fund Management (Hong Kong) Co., Ltd. and the trustee is ICBC (Asia) Trustee Company Limited.

Fund Performance

E Fund (HK) Greater China Leaders Fund seeks to achieve medium to long-term capital appreciation primarily through equity-based investments in equity and equity-related securities of “leading” companies which are incorporated in, have their area of primary activity in or are related to the growth of the PRC economy. As of 31 December 2021, the Net Asset Value per unit of E Fund (HK) Greater China Leaders Fund for USD Class A (distribution) was USD 157.16, USD Class A (accumulation) was USD 161.67, HKD Class A (accumulation) was HKD 82.08, USD Class I (accumulation) was USD 181.03 and USD Class I (distribution) was USD 57.33. The total size of the fund was approximately USD 25.28 million.

As of 31 December 2021, a summary of the performance of E Fund (HK) Greater China Leaders Fund is given below.

Historical Performance#

	Since Launch ¹	YTD	1 Month	3 Months	6 Months	1 Year	2021 Annual Cumulative	2020 Annual Cumulative	2019 Annual Cumulative	2018 Annual Cumulative	2017 Annual Cumulative
USD Class A (Acc)	61.7%	-33.2%	-7.9%	-10.1%	-28.5%	-33.2%	-33.2%	87.9%	22.7%	-21.5%	-
USD Class A (Dis)	57.2%	-33.2%	-7.9%	-10.1%	-28.5%	-33.2%	-33.2%	87.9%	22.7%	-21.5%	-
HKD Class A (Acc)	-17.9%	-32.8%	-7.9%	-9.9%	-28.3%	-32.8%	-32.8%	-	-	-	-
USD Class I (Acc)	81.0%	-32.8%	-7.8%	-9.9%	-28.3%	-32.8%	-32.8%	88.8%	23.3%	-21.1%	49.8%
USD Class I (Dis)**	-45.9%	-45.9%	-7.8%	-9.9%	-28.3%	-	-	-	-	-	-

Source: Bloomberg

NAV-to-NAV return, total return with dividend (if any) reinvested; [1] The total return for the period from its inception date. No performance data can be displayed until 6 months from inception date.

**USD Class I (Dis) was fully redeemed on 11 June 2018, and was subscribed again on 10 Feb 2021.

¹Launch date: USD Class A (Acc): 6 Mar 2017; USD Class A (Dis): 19 Apr 2017; USD Class I (Acc): 16 Nov 2016; USD Class I (Dis): 21 Nov. 2017; HKD Class A (Acc): 3 Aug 2020.

Note: Past performance information is not indicative of future performance. Investors may not get back the full amount invested.

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

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

E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

REPORT OF THE TRUSTEE TO THE UNITHOLDERS

We hereby confirm that, in our opinion, the Manager, E Fund Management (Hong Kong) Co., Limited has, in all material aspects, managed E Fund (HK) Greater China Leaders Fund for the year ended 31 December 2021 in accordance with the provisions of the Trust Deed dated 22 December 2014, as amended by the first supplemental deed dated 13 August 2015, the second supplemental deed dated 13 August 2015, the third supplemental deed dated 24 August 2016, the fourth supplemental deed dated 11 June 2018 and the amended and restated trust deed dated 31 December 2019.

A handwritten signature in Chinese characters, appearing to be '王敏' (Wang Min), written in black ink.

For and on behalf of
ICBC (Asia) Trustee Company Limited
29 April 2022



Ernst & Young
27/F, One Taikoo Place
979 King's Road
Quarry Bay, Hong Kong

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INDEPENDENT AUDITOR'S REPORT

To the Trustee and the Manager of
E Fund (HK) Greater China Leaders Fund
(A Sub-Fund of Selection Investment Series, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of E Fund (HK) Greater China Leaders Fund (a Sub-Fund of Selection Investment Series and referred to as the "Sub-Fund") set out on pages 7 to 35, which comprise the statement of financial position as at 31 December 2021, the statement of profit or loss and other comprehensive income, the statement of changes in net assets attributable to unitholders and statement of cash flows for the for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements present fairly, in all material respects, the financial position of the Sub-Fund as at 31 December 2021, and of its financial performance and its 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 are independent of the Sub-Fund in accordance with the *Code of Ethics for Professional Accountants* (the "Code") issued by the Hong Kong Institute of Certified Public Accountants, and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information other than the financial statements and auditor's report thereon

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

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

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



INDEPENDENT AUDITOR'S REPORT (continued)

To the Trustee and the Manager of
E Fund (HK) Greater China Leaders Fund
(A Sub-Fund of Selection Investment Series, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)

Responsibilities of Manager for the financial statements

The Manager of the Sub-Fund is responsible for the preparation and fair presentation of the financial statements in accordance with IFRSs, 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 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 Manager either intends to liquidate the Sub-Fund or to cease operations, or has no realistic alternative but to do so.

In addition, the Manager 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 22 December 2014 and as amended and supplemented from time to time (collectively, the "Trust Deeds") and the relevant disclosure provisions of Appendix E of the Code on Unit Trusts and Mutual Funds (the "SFC Code") issued by the Hong Kong Securities and Futures Commission.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Our report is made solely to you, as a body, 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 Deeds and the relevant disclosure provisions of Appendix E of the SFC Code.

INDEPENDENT AUDITOR'S REPORT (continued)

To the Trustee and the Manager of
E Fund (HK) Greater China Leaders Fund
(A Sub-Fund of Selection Investment Series, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)

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

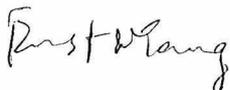
As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- 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 Sub-Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- 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 Sub-Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Sub-Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

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

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

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



Certified Public Accountants
Hong Kong
29 April 2022

E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

For the year ended 31 December 2021

	Notes	2021 USD	2020 USD
INCOME			
Dividend income		183,973	59,892
Interest income on bank deposits		807	204
Net (losses)/gains on financial assets at fair value through profit or loss	6	<u>(17,320,967)</u>	<u>14,088,917</u>
		<u>(17,136,187)</u>	<u>14,149,013</u>
EXPENSES			
Management fees	4	(505,058)	(227,618)
Trustee and custodian fees	4	(64,711)	(60,498)
Auditor's remuneration		(35,100)	(34,607)
Foreign exchange differences		(34,429)	(4,120)
Administration fees		(4,000)	-
Transaction costs		(326,636)	(127,484)
Bank charges		(4,133)	(254)
Legal fees		(30,548)	(21,338)
Other expenses		(48,515)	(28,968)
		<u>(1,053,130)</u>	<u>(504,887)</u>
(LOSS)/PROFIT BEFORE TAX		(18,189,317)	13,644,126
Withholding taxes		<u>(2,503)</u>	<u>(1,001)</u>
(DECREASE)/INCREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>(18,191,820)</u>	<u>13,643,125</u>

E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

STATEMENT OF FINANCIAL POSITION

As at 31 December 2021

	Notes	2021 USD	2020 USD
ASSETS			
Financial assets at fair value through profit or loss	6	23,533,454	45,747,053
Subscription receivable		68,905	2,418,431
Dividend receivable		-	8,239
Prepayments		835	2,138
Cash at bank	7	1,785,345	1,159,989
TOTAL ASSETS		<u>25,388,539</u>	<u>49,335,850</u>
LIABILITIES			
Management fees payable	4	27,044	35,460
Trustee fees payable	4	5,800	7,011
Redemption payable		42,859	-
Amounts due to brokers	8	-	2,114,033
Other payables		42,860	43,967
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS		<u>118,563</u>	<u>2,200,471</u>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	9	<u>25,269,976</u>	<u>47,135,379</u>
TOTAL LIABILITIES		<u>25,388,539</u>	<u>49,335,850</u>
		2021 Number of units	2020 Number of units
NUMBER OF UNITS IN ISSUE			
Class A (distribution) - USD		715.94	468.93
Class A (accumulation) – USD		35,620.15	13,291.61
Class A (accumulation) – HKD		196,935.35	72,353.72
Class I (distribution) - USD		5,207.54	-
Class I (accumulation) - USD		<u>94,051.88</u>	<u>158,322.22</u>
NET ASSET VALUE PER UNIT			
Class A (distribution) - USD		USD157.16	USD235.15
Class A (accumulation) – USD		USD161.67	USD241.89
Class A (accumulation) – HKD		HKD82.08	HKD122.18
Class I (distribution) - USD		USD57.33	-
Class I (accumulation) - USD		<u>USD181.03</u>	<u>USD269.51</u>

王振宇

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)

Manager

Trustee

E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

For the year ended 31 December 2021

	Note	Class A (distribution) - USD USD	Class A (accumulation) - USD USD	Class A (accumulation) - HKD USD	Class I (distribution) - USD USD	Class I (accumulation) - USD USD	Total USD
At 1 January 2020		233,770	1,879,060	-	-	9,106,481	11,219,311
Subscription of units	9	-	3,588,221	1,047,910	-	22,320,000	26,956,131
Redemption of units	9	(223,281)	(4,142,400)	-	-	(317,507)	(4,683,188)
		(223,281)	(554,179)	1,047,910	-	22,002,493	22,272,943
Increase in net assets attributable to unitholders during the year		99,779	1,890,234	92,167	-	11,560,945	13,643,125
At 31 December 2020 and 1 January 2021		110,268	3,215,115	1,140,077	-	42,669,919	47,135,379
Subscription of units	9	81,608	9,680,051	3,161,384	536,638	10,679,533	24,139,214
Redemption of units	9	(14,415)	(3,769,185)	(942,472)	-	(23,086,725)	(27,812,797)
		67,193	5,910,866	2,218,912	536,638	(12,407,192)	(3,673,583)
Decrease in net assets attributable to unitholders during the year		(64,942)	(3,367,286)	(1,285,357)	(238,100)	(13,236,135)	(18,191,820)
At 31 December 2021		112,519	5,758,695	2,073,632	298,538	17,026,592	25,269,976
		Units	Units	Units	Units	Units	
At 1 January 2020		1,865.73	14,578.84	-	-	63,729.81	
Subscription of units		-	17,994.56	72,353.72	-	95,790.41	
Redemption of units		(1,396.80)	(19,281.79)	-	-	(1,198.00)	
At 31 December 2020 and 1 January 2021		468.93	13,291.61	72,353.72	-	158,322.22	
Subscription of units		310.26	38,293.59	192,429.67	5,207.54	38,421.53	
Redemption of units		(63.25)	(15,965.05)	(67,848.04)	-	(102,691.87)	
At 31 December 2021		715.94	35,620.15	196,935.35	5,207.54	94,051.88	

E FUND (HK) GREATER CHINA LEADERS FUND

(A Sub-Fund of Selection Investment Series)

STATEMENT OF CASH FLOWS

For the year ended 31 December 2021

	Notes	2021 USD	2020 USD
CASH FLOWS FROM OPERATING ACTIVITIES			
(Loss)/Profit before tax		(18,189,317)	13,644,126
Adjustments for:			
Dividend Income		(183,973)	(59,892)
Interest income on bank deposits		(807)	(204)
Working capital adjustments:			
Decrease/(Increase) in financial assets at fair value through profit or loss	6	22,213,599	(34,534,648)
Decrease/(increase) in prepayments		1,303	(1,763)
(Decrease)/increase in amounts due to brokers		(2,114,033)	2,114,033
(Decrease)/increase in management fees payable		(8,416)	25,118
(Decrease)/increase in trustee fees payable		(1,211)	4,688
(Decrease)/increase in other payables		(1,107)	7,299
Cash flows generated from/(used in) operations		1,716,038	(18,801,243)
Dividend received		192,212	56,158
Interest received		807	204
Tax paid		(2,503)	(1,001)
Net cash flows generated from/(used in) operations		1,906,554	(18,745,882)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from subscription of units		26,488,740	24,545,281
Payments on redemption of units		(27,769,938)	(4,706,078)
Net cash flows (used in)/generated from financing activities		(1,281,198)	19,839,203
NET INCREASE IN CASH AND CASH EQUIVALENTS			
Cash and cash equivalents at beginning of the year		1,159,989	66,668
CASH AND CASH EQUIVALENTS AT END OF YEAR	7	<u>1,785,345</u>	<u>1,159,989</u>
ANALYSIS OF BALANCE OF CASH AND CASH EQUIVALENTS			
Cash at bank		<u>1,785,345</u>	<u>1,159,989</u>

E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

1. THE FUND AND THE SUB-FUND

Selection Investment Series (the "Fund") was constituted as an open-ended unit trust established as an umbrella fund under the laws of Hong Kong pursuant to a trust deed dated 22 December 2014 and as amended and supplemented from time to time. E Fund (HK) Greater China Leaders Fund (the "Sub-Fund") is a Sub-Fund under the Fund. The Sub-Fund has changed its name from E Fund Greater China Leaders Fund to E Fund (HK) Greater China Leaders Fund with effect from 15 June 2018.

The manager of the Fund is E Fund Management (Hong Kong) Co., Limited (the "Manager") and the trustee is ICBC (Asia) Trustee Company Limited (the "Trustee"). The Custodian is Industrial and Commercial Bank of China (Asia) Limited (the "Custodian") and the Renminbi Qualified Foreign Institutional Investors (the "RQFII") custodian is China Construction Bank Corporation (the "RQFII Custodian").

The Fund and the Sub-Fund have been authorised by the Securities and Futures Commission of Hong Kong (the "SFC") under section 104(1) of the Hong Kong Securities and Futures Ordinance and are required to comply with the SFC Code. Authorisation by the SFC does not imply official approval or recommendation. The Sub-Fund was launched on 16 November 2016. As at 31 December 2021, the Fund has one Sub-Fund namely E Fund (HK) Greater China Leaders Fund, in respect of which separate class of unit was issued.

The investment objective of the Sub-Fund is to achieve medium to long-term capital appreciation primarily through equity-based investments in equity and equity-related securities of "leading" companies which are incorporated in, have their area of primary activity in or are related to the growth of the People's Republic of China ("PRC") economy.

2.1 BASIS OF PREPARATION

The financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs") which comprise standards and interpretations approved by the International Accounting Standard Board ("IASB"), and interpretations issued by the International Accounting Standards Committee of the IASB.

The financial statements of the Sub-Fund have been prepared in accordance with IFRSs issued by the IASB and the relevant disclosure provisions of the Trust Deeds and the relevant disclosure provisions specified in Appendix E to the SFC Code.

The financial statements have been prepared on a historical basis, except for financial assets at fair value through profit or loss ("FVPL") that have been measured at fair value. These financial statements are presented in United States dollars ("USD") and all values are rounded to the nearest USD except where otherwise indicated.

E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

2.2 CHANGES IN ACCOUNTING POLICIES AND DISCLOSURES

There are no standards and interpretations that are effective for annual periods beginning on or after 1 January 2021 which, in the opinion of the Board clearly impacted the Sub-Fund and applied by the Fund for the first-time. The Fund also has not early adopted any other standard, interpretation or amendment that has been issued but is not yet effective.

2.3 ISSUED BUT NOT YET EFFECTIVE IFRSs

The Sub-Fund has not applied any new and revised IFRSs that have been issued but are not yet effective for the accounting period ended 31 December 2021, in these financial statements. Among the new and revised IFRSs, the following is expected to be relevant to the Sub-Fund's financial statements upon becoming effective:

Annual Improvements to IFRSs 2018-2020	<i>Amendments to IFRS 1, IFRS 9, Illustrative Examples accompanying HFRS16, and HKAS 41¹</i>
Amendments to HKAS 1 and IFRS Practice Statement 2	<i>Disclosure of Accounting Policies²</i>
Amendments to HKAS 8	<i>Definition of Accounting Estimates²</i>

¹ Effective for annual periods beginning on or after 1 January 2022

² Effective for annual periods beginning on or after 1 January 2023

Further information about those IFRSs that are expected to be applicable to the Sub-Fund is described below.

IFRS 9 Financial Instruments – Fees in the '10 per cent' test for derecognition of financial liabilities

As part of its 2018-2020 annual improvements to IFRS standards process the IASB issued amendment to IFRS 9. The amendment clarifies the fees that an entity includes when assessing whether the terms of a new or modified financial liability are substantially different from the terms of the original financial liability. These fees include only those paid or received between the borrower and the lender, including fees paid or received by either the borrower or lender on the other's behalf. An entity applies the amendment to financial liabilities that are modified or exchanged on or after the beginning of the annual reporting period in which the entity first applies the amendment.

The amendment is effective for annual reporting periods beginning on or after 1 January 2022 with earlier adoption permitted. The Sub-Fund will apply the amendments to financial liabilities that are modified or exchanged on or after the beginning of the annual reporting period in which the entity first applies the amendment.

The amendments are not expected to have a material impact on the Sub-Fund.

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

2.3 ISSUED BUT NOT YET EFFECTIVE IFRSs (continued)

Definition of Accounting Estimates - Amendments to IAS 8

In February 2021, the IASB issued amendments to IAS 8, in which it introduces a definition of 'accounting estimates'. The amendments clarify the distinction between changes in accounting estimates and changes in accounting policies and the correction of errors. Also, they clarify how entities use measurement techniques and inputs to develop accounting estimates.

The amendments are effective for annual reporting periods beginning on or after 1 January 2023 and apply to changes in accounting policies and changes in accounting estimates that occur on or after the start of that period. Earlier application is permitted as long as this fact is disclosed.

The amendments are not expected to have a material impact on the Sub-Fund.

Disclosure of Accounting Policies - Amendments to IAS 1 and IFRS Practice Statement 2

In February 2021, the IASB issued amendments to IAS 1 and IFRS Practice Statement 2 *Making Materiality Judgements*, in which it provides guidance and examples to help entities apply materiality judgements to accounting policy disclosures. The amendments aim to help entities provide accounting policy disclosures that are more useful by replacing the requirement for entities to disclose their 'significant' accounting policies with a requirement to disclose their 'material' accounting policies and adding guidance on how entities apply the concept of materiality in making decisions about accounting policy disclosures.

The amendments to IAS 1 are applicable for annual periods beginning on or after 1 January 2023 with earlier application permitted. Since the amendments to the Practice Statement 2 provide non-mandatory guidance on the application of the definition of material to accounting policy information, an effective date for these amendments is not necessary.

The Sub-Fund is currently assessing the impact of the amendments to determine the impact they will have on the Sub-Fund's accounting policy disclosures.

2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Financial instruments

In the current period, the Sub-Fund has adopted IFRS 9 *Financial Instruments*.

(i) *Classification*

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

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

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

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

(i) *Classification* (continued)

Financial assets

The Sub-Fund classifies its financial assets as subsequently measured at amortised cost or measured at FVPL on the basis of both:

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

Financial assets measured at FVPL

A financial asset is measured at FVPL if:

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

The Sub-Fund includes in this category:

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

Financial assets measured at amortised cost

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

Financial liabilities

Financial liabilities measured at FVPL

A financial liability is measured at FVPL if it meets the definition of held for trading. The Sub-Fund doesn't hold any financial liabilities measured at FVPL.

Financial liabilities measured at amortised cost

This category includes all financial liabilities, other than those measured at FVPL. The Sub-Fund includes in this category management fee payable, trustee fee payable, redemption payable, amounts due to brokers and other short-term payables.

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

(ii) *Recognition*

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

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

(iii) *Initial measurement*

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

Financial assets and liabilities (other than those classified at fair value through profit or loss) are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue.

(iv) *Subsequent measurement*

After initial measurement, the Sub-Fund measures financial instruments which are classified as at FVPL at fair value. Subsequent changes in the fair value of those financial instruments are recorded in net gains on financial assets at FVPL. Bank interest and dividend earned on these instruments are recorded separately in 'interest income on bank deposits' and 'dividend income'.

Debt instruments other than those classified at fair value through profit or loss are carried at amortised cost using the effective interest method less any allowance for impairment. Gains and losses are recognised in statement of profit or loss and other comprehensive income when the debt instruments are derecognised or impaired, as well as through the amortisation process.

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

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

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Financial instruments (continued)

(v) *Derecognition*

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired or the Sub-Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass-through arrangement and either:

- the Sub-Fund has transferred substantially all the risks and rewards of the asset, or
- the Sub-Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

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

Determination of fair value

The Sub-Fund measures its financial assets at FVPL at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to the Sub-Fund.

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

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

For all other financial instruments not traded in an active market, the fair value is determined by using appropriate valuation techniques, such as recent arm's length market transactions, quotes from brokers and market makers, deemed to be appropriate in the circumstances.

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

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Determination of fair value (continued)

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

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

An analysis of fair values of financial instruments and further details as to how they are measured are provided in Note 6 to the financial statements.

Impairment of financial assets

For financial assets measured at amortised cost, impairment allowances are recognised under the general approach where ECL are recognised in two stages. For credit exposures where there has not been a significant increase in credit risk since initial recognition, the Sub-Fund is required to provide for credit losses that result from possible default events within the next 12 months. For those credit exposures where there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure irrespective of the timing of the default.

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

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

Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if, and only if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

Functional and presentation currency

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

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2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Foreign currency transactions

Transactions during the period, including purchases and sales of securities, income and expenses, are translated at the rate of exchange prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are retranslated at the functional currency rate of exchange ruling at the reporting date.

Foreign currency transaction gains and losses on financial instruments classified as at FVPL are included in profit or loss in the statement of profit or loss and other comprehensive income as part of the net losses or gains on financial assets at FVPL. Exchange differences on other financial instruments are included in profit or loss in the statement of profit or loss and other comprehensive income as foreign exchange differences.

Redeemable units

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

Redeemable participating shares are redeemable at the unitholder's option and are classified as financial liabilities as they do not meet the conditions to be classified as equity. Redeemable participating shares are measured at the redemption amount.

Distributions to unitholders

Distributions to unitholders are recognised as a liability in the period in which it is approved by the Manager.

Cash and cash equivalents

Cash and cash equivalents in the statement of financial position comprise cash at banks and short-term deposits in banks that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, with original maturities of three months or less.

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

Interest income

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

Dividend income

Dividend income is recognised on the date on which the investments are quoted ex-dividend or, where no ex-dividend date is quoted when the Sub-Fund's right to receive the payment is established. Dividend income is presented gross of any non-recoverable withholding taxes, which are disclosed separately in the statement of comprehensive income.

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Year ended 31 December 2021

2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Net losses or gains on financial assets at FVPL

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

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

Realised gains and losses on disposals of financial instruments classified as at FVPL are calculated using the weighted average method. They represent the difference between an instrument's initial carrying amount and disposal amount.

Withholding taxes

In some jurisdictions, investment income and capital gains are subject to withholding tax deducted at the source of the income. Withholding tax is a generic term used for the amount of withholding tax deducted at the source of income. The Sub-Fund presents the withholding tax separately from the gross investment income in the statement of profit or loss and other comprehensive income.

For the purpose of the statement of cash flows, cash inflows from investments are presented net of withholding taxes, when applicable.

Amounts due to and due from brokers

Amounts due to broker is payable for securities purchased (in a regular way transaction) that have been contracted for, but not yet delivered, on the reporting date. Refer to the accounting policy for financial liabilities, other than those classified as at FVPL, for recognition and measurement.

Amounts due from brokers include receivables for securities sold (in a regular way transaction) that have been contracted for, but not yet delivered, on the reporting date. Refer to the accounting policy for recognition and measurement of financial liabilities, other than those classified as at FVPL.

Transaction costs

Transaction costs are costs incurred to acquire financial assets at FVPL. They include fees and commissions paid to agents, advisors, brokers and dealers. Transaction costs, when incurred, are immediately recognised as an expense.

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

2.4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Related parties

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

- (a) the party is a person or a close member of that person's family and that person
 - (i) has control or joint control over the Sub-Fund;
 - (ii) has significant influence over the Sub-Fund; or
 - (iii) is a member of the key management personnel of the Sub-Fund or of a parent of the Sub-Fund;

or

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

Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. A structured entity often has some or all of the following features or attributes; (a) restricted activities, (b) a narrow and well-defined objective, such as to provide investment opportunities for investors, (c) insufficient equity to permit the structured entity to finance its activities without subordinated financial support and (d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

The Sub-Fund does not hold any investments in unconsolidated structure entities as at 31 December 2021 and 2020.

NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

3. SIGNIFICANT ACCOUNTING JUDGEMENTS AND ESTIMATES

The preparation of the Sub-Fund's financial statements requires the Manager to make judgements, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, their accompanying disclosures and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amounts of the assets or liabilities affected in future.

Judgements

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

Estimation uncertainty

No significant estimation uncertainty at the end of the reporting period, that has a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

4. FEES

Management fees

The Manager is entitled to receive a management fee from the Sub-Fund, at a rate of 1.5% per annum for Class A units and 1% per annum for Class I units with respect to the net asset value of the Sub-Fund calculated and accrued on each dealing day and are paid monthly in arrears.

The management fees for the year ended 31 December 2021 were USD505,058 (2020: USD227,618). As at 31 December 2021, management fees of USD27,044 (2020: USD35,460) were payable to the Manager.

Trustee fees, custodian and RQFII custodian fees

The Trustee is entitled to receive trustee fees and transactions handling fees from the Sub-Fund, at current rates up to 0.11% (with a maximum of 0.5%) per annum based on the net asset value. The amounts are inclusive of fees to the registrar and the transfer agent. The Custodian is entitled to receive safekeeping fees from the Sub-Fund, at 0.08% per annum of net asset value of the Sub-Fund and a transaction fee (per transaction). The fees vary based on the market in which the security is traded. The fees are calculated and paid monthly in arrears.

The trustee fees, custodian fees and RQFII custodian fees are collectively subject to a minimum monthly fee of USD5,000.

The trustee and custodian fees for the year ended 31 December 2021 were USD64,711 (2020: USD60,498). Transactions handling fees were USD12,690 (2020: USD9,905). As at 31 December 2021, trustee fees of USD5,800 (2020: USD7,011) and transactions handling fee USD1,875 (2020: USD1,620) were payable to the Trustee. There were no custodian fees were outstanding as at 31 December 2021 (2020: Nil).

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Year ended 31 December 2021

5. WITHHOLDING TAXES

Hong Kong tax

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

PRC tax

Under PRC laws and regulations, foreign investors (such as the Sub-Fund) may be subject to a 10% withholding tax on income (such as dividend/interest) imposed on securities issued by PRC tax resident enterprises.

Distribution tax

A 10% PRC withholding tax has been levied on dividend and interest payments from PRC companies to foreign investors. As such, the Sub-Fund is subject to a distribution tax of 10%. There is no assurance that the rate of the distribution tax will not be charged by the PRC tax authorities in the future. For the year ended 31 December 2021, the Sub-Fund's dividend income of USD25,026 (2020: USD10,011) is exposed to 10% PRC withholding tax of approximately USD2,503 (2020: USD1,001).

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	2021 USD	2020 USD
Financial assets at FVPL:		
- Listed equity securities	23,533,454	45,747,053
	<u>23,533,454</u>	<u>45,747,053</u>
	2021 USD	2020 USD
Net (losses)/gains on financial assets at FVPL:		
Net realised (losses)/gains	(2,884,138)	3,162,415
Net change in unrealised (losses)/gains	(14,436,829)	10,926,502
	<u>(17,320,967)</u>	<u>14,088,917</u>

The fair value of financial assets traded in active markets are based on quoted market prices at the close of trading on the year end date. An active market is a market in which transactions for the asset take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

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Year ended 31 December 2021

6. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)

The following table analyses within the fair value hierarchy the Sub-Fund's financial assets measured at fair value at 31 December 2021 and 2020:

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
31 December 2021				
Financial assets at FVPL				
- Listed equity securities	<u>23,533,454</u>	<u>-</u>	<u>-</u>	<u>23,533,454</u>
	<u>23,533,454</u>	<u>-</u>	<u>-</u>	<u>23,533,454</u>
31 December 2020				
Financial assets at FVPL				
- Listed equity securities	<u>45,747,053</u>	<u>-</u>	<u>-</u>	<u>45,747,053</u>
	<u>45,747,053</u>	<u>-</u>	<u>-</u>	<u>45,747,053</u>

There are no investments classified within Level 2 and Level 3 and no transfers between levels during the year ended 31 December 2021 and 2020.

7. CASH AT BANK

	2021 USD	2020 USD
Cash at bank	<u>1,785,345</u>	<u>1,159,989</u>

The bank balances are held in interest bearing accounts with Industrial and Commercial Bank of China (Asia) Limited, an affiliate company of the Trustee. The carrying amount of bank balances approximates to their fair value. At the end of the reporting period, the cash and bank balance of the Sub-Fund denominated in RMB is USD744,075 (2020: USD10). The RMB is not freely convertible into other currencies, however, under Mainland China's Foreign Exchange Control Regulations and Administration of Settlement, Sale and Payment of Foreign Exchange Regulations, the Sub-Fund is permitted to exchange RMB for other currencies through banks authorised to conduct foreign exchange business.

8. AMOUNTS DUE TO BROKERS

	2021 USD	2020 USD
Amounts due to brokers:		
Payables for securities purchased but not yet settled	<u>-</u>	<u>2,114,033</u>

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Year ended 31 December 2021

9. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

The consideration received or paid for units issued or re-purchased respectively is based on the value of the Sub-Fund's net asset value per unit at the date of the transaction. In accordance with the provisions of the Trust Deeds, Sub-Fund investment positions are valued based on the last traded market price or closing price for the purpose of determining the trading net asset value per unit for subscriptions and redemptions. The Sub-Fund's net asset value per unit is calculated by dividing the Sub-Fund's net assets with the total number of outstanding units.

To subscribe for Units, an applicant should complete the application form supplied with this Explanatory Memorandum and return the original form, together with the required supporting documents, to the Transfer Agent.

Applications for Units during the relevant Initial Offer Period, together with cleared funds, must be received by no later than 4:00 pm (Hong Kong time) on the last day of the relevant Initial Offer Period. After the Initial Offer Period, applications must be received by the relevant Dealing Deadline.

Unless otherwise agreed by the Manager or the Trustee, application forms that are faxed to the Transfer Agent must always be followed by their original. Applicants who choose to send an application form by fax bear the risk of the form not being received by the Transfer Agent. Applicants should therefore, for their own benefit, confirm with the Transfer Agent safe receipt of an application form. Neither the Manager, the Trustee nor the Transfer Agent (nor any of their respective officers, employees, agents or delegates) will be responsible to an applicant for any loss resulting from non-receipt or illegibility of any application form sent by fax means or for any loss caused in respect of any action taken as a consequence of such application believed in good faith to have originated from properly authorised persons.

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9. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

Unless the Manager otherwise determines, payment for Units shall be due in cleared funds in the relevant currency within 3 Business Days following the relevant Dealing Day on which an application was received by the Dealing Deadline. If payment in cleared funds is not received prior to such time as aforesaid, the application may, at the discretion of the Manager, be considered void and cancelled. In such event the Manager may require the applicant to pay to the Trustee, for the account of the relevant Sub-Fund, in respect of each Unit cancelled, the amount (if any) by which the Issue Price on the relevant Dealing Day exceeds the applicable Redemption Price on the date of cancellation and the Trustee shall be entitled to charge the applicant a cancellation fee for the administrative costs involved in processing the application and subsequent cancellation.

Unitholders who wish to redeem their Units in a Sub-Fund may do so on any Dealing Day by submitting a redemption request to the Transfer Agent.

Redeemable units can be issued and redeemed on each valuation day, i.e. every business day of the calendar year. The holders of redeemable units may subscribe or redeem the redeemable units on any business day by no later than 4:00p.m. (Hong Kong time) on the relevant business day. Both subscription and redemption prices are calculated by reference to the net asset value per unit of the relevant class as at the valuation day.

Redemption proceeds will normally be paid in the Base Currency of the relevant Sub-Fund by telegraphic transfer, within 7 Business Days after the relevant Dealing Day and in any event within one calendar month of the relevant Dealing Day or (if later) receipt of a properly documented redemption request, unless the markets in which a substantial portion of the relevant Sub-Fund's investments is made is subject to legal or regulatory requirements (such as foreign currency controls) thus rendering the payment of redemption proceeds within the aforesaid time period not practicable.

With a view to protecting the interests of all unitholders, the Manager may limit the number of units of any Sub-Fund redeemed on any redemption day to 10% of the total number of units of the relevant Sub-Fund in issue. In this event, the limitation will apply pro rata so that all unitholders of the relevant Sub-Fund who have validly requested to redeem units of the Sub-Fund on that redemption day will redeem the same proportion of such units of the Sub-Fund.

Capital management

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

A reconciliation of the net assets attributable to unitholders as reported in the statement of financial position to the net assets attributable to unitholders determined for the purposes of processing unit subscriptions and redemptions is provided below:

	2021 USD	2020 USD
Published net assets attributable to unitholders (calculated in accordance with Sub-Fund's Trust Deeds)	25,283,827	46,930,228
Subscription after 31 December published NAV	179	198,931
Redemption after 31 December published NAV	(14,030)	-
Adjustment for unamortised establishment costs	-	6,220
Net assets attributable to unitholders (calculated in accordance with IFRSs)	<u>25,269,976</u>	<u>47,135,379</u>

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9. NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (continued)

The published net asset value per unit issued is calculated in accordance with the explanatory memorandum of the Sub-Fund while the net asset value per unit as reported in the statement of financial position included audit adjustment for subscription of units after net assets attributable to unitholders is published on 31 December 2021 and 2020 and recognition of all establishment costs incurred in profit or loss for the year ended 31 December 2021 and 2020.

	2021	2020
Number of units in issue (units)		
Class A (distribution) – USD units	715.94	468.93
Class A (accumulation) – USD units	35,620.15	13,291.61
Class A (accumulation) – HKD units	196,935.35	72,353.72
Class I (distribution) – USD units	5,207.54	-
Class I (accumulation) – USD units	94,051.88	158,322.22
	31 December 2021	
	Unit price (per financial statements)	Published unit price:
Class A (distribution) – USD units		
Net assets attributable to unitholders per unit	<u>USD157.16</u>	<u>USD157.16</u>
Class A (accumulation) – USD units		
Net assets attributable to unitholders per unit	<u>USD161.67</u>	<u>USD161.67</u>
Class A (accumulation) – HKD units		
Net assets attributable to unitholders per unit	<u>HKD82.08</u>	<u>HKD82.08</u>
Class I (distribution) – USD units		
Net assets attributable to unitholders per unit	<u>USD57.33</u>	<u>USD57.33</u>
Class I (accumulation) – USD units		
Net assets attributable to unitholders per unit	<u>USD181.03</u>	<u>USD181.03</u>
	31 December 2020	
	Unit price (per financial statements)	Published unit price:
Class A (distribution) – USD units		
Net assets attributable to unitholders per unit	<u>USD235.15</u>	<u>USD235.12</u>
Class A (accumulation) – USD units		
Net assets attributable to unitholders per unit	<u>USD241.89</u>	<u>USD241.86</u>
Class A (accumulation) – HKD units		
Net assets attributable to unitholders per unit	<u>HKD122.18</u>	<u>HKD122.16</u>
Class I (accumulation) – USD units		
Net assets attributable to unitholders per unit	<u>USD269.51</u>	<u>USD269.48</u>

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10. FINANCIAL RISK AND MANAGEMENT OBJECTIVE AND POLICIES

Investment in the Sub-Fund is subject to market fluctuations and other risks inherent in investing in securities and there can be no assurance that any appreciation in value will occur. The performance of the Sub-Fund will be affected by a number of risk factors, including the following:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market variables such as interest rates, foreign exchange rates and equity prices. The maximum risk resulting from financial instruments equals their fair value.

The Sub-Fund assumes market risk in trading activities. The Sub-Fund distinguishes market risk as price risk, interest rate risk and foreign exchange risk.

Price risk

The Sub-Fund's market price risk is managed through diversification of the investment portfolio as well as investing in securities with strong fundamentals. The Manager considers that the table below summarises the overall market exposures of the Sub-Fund and the impact of increases/decreases from the Sub-Fund's financial assets at FVPL on the Sub-Fund's net asset value as at 31 December 2021 and 2020. The analysis is based on the assumption that the underlying investments in listed equity securities increased/decreased by a reasonable possible shift, with all other variables held constant. However, this does not represent a prediction of the future movement in the corresponding key markets.

	Carrying value of financial assets at fair value through profit or loss USD	% of net assets %	Shift in underlying securities increase/ (decrease) %	Estimated possible change in net asset value increase/ (decrease) USD
As at 31 December 2021 Financial assets at FVPL	23,533,454	93.13	30/(30)	7,060,036/ (7,060,036)
As at 31 December 2020 Financial assets at FVPL	45,747,053	97.05	10/(10)	4,574,705/ (4,574,705)

Interest rate risk

Interest rate risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The Sub-Fund has interest-bearing bank deposits. As the bank deposits are on demand, the Manager considers the movement in interest rates will not have significant cash flow impact on the net assets attributable to unitholders for the year ended 31 December 2021 and 2020, therefore no sensitivity analysis on bank deposit is presented.

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

10. FINANCIAL RISK AND MANAGEMENT OBJECTIVE AND POLICIES (continued)

Market risk (continued)

Foreign exchange risk

Foreign exchange risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Since HKD are pegged with USD, the foreign currency risk of financial assets and liabilities denominated in HKD is minimal.

The Sub-Fund holds assets and liabilities mainly denominated in USD, HKD and RMB, other than the HKD, the table below summarizes the Sub-Fund's exposure to RMB:

	2021 USD equivalent	2020 USD equivalent
RMB	3,699,310	3,302,672

The table below summarizes the impact on net assets attributable to unitholders as a result of increases/decreases of foreign exchange rates on the exposures tabled above, to which the Sub-Fund is exposed. The analysis is based on the assumption that the foreign exchange rates had increased/decreased by the respective percentage with all other variables held constant.

	2021		2020	
	Change in foreign exchange rates % +/-	Impact on net assets attributable to unitholders USD +/-	Change in foreign exchange rates % +/-	Impact on net assets attributable to unitholders USD +/-
RMB	5	184,965	5	165,134

The Manager has used their view of what would be a "reasonable shift" in the foreign exchange rates, having regard to historical volatility of those rates, to estimate the change for use in the currency risk sensitivity analysis above.

Disclosures above are shown in absolute terms, changes and impacts could be positive or negative. Changes in foreign exchange rates % are revised annually depending on the Manager's current view of market volatility and other relevant factors.

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Year ended 31 December 2021

10. FINANCIAL RISK AND MANAGEMENT OBJECTIVE AND POLICIES (continued)

Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities that are settled by delivering cash or another financial asset.

As at 31 December 2021 and 2020, the Sub-Fund's exposure to liquidity risk is considered to be relatively small as the investment portfolio was predominantly equity securities listed in stock exchanges which were considered to be highly liquid. Also, if sizable redemption requests are received, the Manager may need to liquidate the investment at a substantial discount and the Sub-Fund may suffer losses as a result.

The following table summarises the maturity profile of the Sub-Fund's financial liabilities. The table also analyses the maturity profile of the Sub-Fund's financial assets (undiscounted where appropriate) in order to provide a complete view of the Sub-Fund's contractual commitments and liquidity.

31 December 2021	On demand USD	Less than 3 months USD	Others USD	Total USD
<u>Financial Assets</u>				
Financial assets at FVPL	-	23,533,454	-	23,533,454
Subscription receivable	-	68,905	-	68,905
Cash at bank	1,785,345	-	-	1,785,345
Total financial assets	<u>1,785,345</u>	<u>23,602,359</u>	<u>-</u>	<u>25,387,704</u>
<u>Financial Liabilities</u>				
Management fees payable	-	27,044	-	27,044
Trustee fees payable	-	5,800	-	5,800
Redemption payable	-	42,859	-	42,859
Other payables	-	42,860	-	42,860
Net assets attributable to unitholders*	-	-	25,269,976	25,269,976
Total financial liabilities	<u>-</u>	<u>118,563</u>	<u>25,269,976</u>	<u>25,388,539</u>

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

10. FINANCIAL RISK AND MANAGEMENT OBJECTIVE AND POLICIES (continued)

Liquidity risk (continued)

31 December 2020	On demand USD	Less than 3 months USD	Others USD	Total USD
<u>Financial Assets</u>				
Financial assets at FVPL	-	45,747,053	-	45,747,053
Dividend receivable	-	8,239	-	8,239
Subscription receivable	-	2,418,431	-	2,418,431
Cash at bank	1,159,989	-	-	1,159,989
Total financial assets	<u>1,159,989</u>	<u>48,173,723</u>	<u>-</u>	<u>49,333,712</u>
<u>Financial Liabilities</u>				
Management fees payable	-	35,460	-	35,460
Trustee fees payable	-	7,011	-	7,011
Amounts due to brokers	-	2,114,033	-	2,114,033
Other payables	-	43,967	-	43,967
Net assets attributable to unitholders*	-	-	47,135,379	47,135,379
Total financial liabilities	<u>-</u>	<u>2,200,471</u>	<u>47,135,379</u>	<u>49,335,850</u>

*Subject to redemption terms detailed in the explanatory memorandum of the Sub-Fund.

Credit and counterparty risk

Credit risk

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

The Sub-Fund considered the credit risk as minimal as the Sub-Fund invests primarily in listed equities on stock exchanges which no credit risk was exposed.

All transactions in securities are settled/paid for 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 disclosures are segmented into two sections based on whether the underlying financial investment is subject to IFRS 9's impairment disclosure or not.

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

10. FINANCIAL RISK AND MANAGEMENT OBJECTIVE AND POLICIES (continued)

Credit and counterparty risk (continued)

Credit risk (continued)

Financial assets subject to IFRS 9's impairment requirements

The Sub-Fund's financial assets subject to the ECL model within IFRS 9 are only cash at bank, and dividend receivable. As at 31 December 2021, the total of cash at bank, dividend receivable and subscription receivable was USD1,854,250 on which no loss allowance had been provided (2020: total of USD3,586,659 on which no loss allowance had been provided). There is not considered to be any concentration of credit risk within these assets. No assets are considered impaired and no amounts have been written off in the year.

In calculating the loss allowance, the Sub-Fund measures credit risk and ECL using probability of default, exposure at default and loss given default. The Manager and the Trustee of the Sub-Fund consider both historical analysis and forward-looking information in determining any ECL. None of the assets is impaired nor past due but not impaired. Items have been grouped by their nature into the following categories: cash at bank and dividend receivable. All the Sub-Fund's cash at bank is held in major financial institutions located in Hong Kong, which the Manager believes are of high credit quality. The Manager considers the Sub-Fund is not exposed to significant credit risk and no loss allowance has been made.

Maximum exposure and year-end staging as at 31 December 2021

The table below shows the credit quality and the maximum exposure to credit risk based on the Sub-Fund's credit policy, which is mainly based on past due information unless other information is available without undue cost or effort, and year-end staging classification as at 31 December 2021.

	<u>12-month expected credit losses</u>	<u>Lifetime expected credit losses</u>			<u>Simplified Approach</u>	<u>Total</u>
	Stage 1 USD	Stage 2 USD	Stage 3 USD	USD	USD	
<u>Financial assets</u>						
Subscription receivable						
- Not yet past due	68,905	-	-	-	68,905	
Cash at bank						
- Not yet past due	1,785,345	-	-	-	1,785,345	
Total	<u>1,854,250</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,854,250</u>	

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

10. FINANCIAL RISK AND MANAGEMENT OBJECTIVE AND POLICIES (continued)

Credit and counterparty risk (continued)

Credit risk (continued)

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

Maximum exposure and year-end staging as at 31 December 2020

The table below shows the credit quality and the maximum exposure to credit risk based on the Sub-Fund's credit policy, which is mainly based on past due information unless other information is available without undue cost or effort, and year-end staging classification as at 31 December 2020.

	<u>12-month expected credit losses</u>	<u>Lifetime expected credit losses</u>			<u>Simplified Approach</u>	<u>Total</u>
	Stage 1 USD	Stage 2 USD	Stage 3 USD	USD	USD	
<u>Financial assets</u>						
Subscription receivable						
- Not yet past due	2,418,431	-	-	-	2,418,431	
Dividend receivable						
- Not yet past due	8,239	-	-	-	8,239	
Cash at bank						
- Not yet past due	1,159,989	-	-	-	1,159,989	
Total	3,586,659	-	-	-	3,586,659	

Financial assets not subject to IFRS 9's impairment requirements

The Sub-Fund is exposed to credit risk on financial assets at FVPL. These classes of financial assets are not subject to IFRS 9's impairment requirements as they are measured at FVPL. The carrying value of these assets, under IFRS 9 represents the Sub-Fund's maximum exposure to credit risk on financial instruments not subject to the IFRS 9 impairment requirements on the respective reporting dates. Hence, no separate maximum exposure to credit risk disclosure is provided for these instruments.

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

10. FINANCIAL RISK AND MANAGEMENT OBJECTIVE AND POLICIES (continued)

Credit and counterparty risk (continued)

Counterparty risk

The Sub-Fund's financial assets which are potentially subject to concentrations of counterparty risk consist principally of bank deposits and assets held with the Custodian and the RQFII Custodian.

The table below summarises the credit rating of custodian and brokers with which the Sub-Funds' assets are held.

	USD	Credit rating	Source of credit rating
As at 31 December 2021			
<u>Custodian</u>			
Industrial and Commercial Bank of China (Asia) Limited		A1	Moody's
- Financial assets at FVPL	23,533,454		
- Cash at bank	1,785,345		
As at 31 December 2020	USD	Credit rating	Source of credit rating
<u>Custodian</u>			
Industrial and Commercial Bank of China (Asia) Limited		A1	Moody's
- Financial assets at FVPL	45,747,053		
- Cash at bank	1,159,989		

The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of financial position.

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

11. TRANSACTIONS WITH THE TRUSTEE AND MANAGER AND THEIR CONNECTED PERSONS

Connected persons of the Manager are those as defined in the SFC Code. All transactions entered into during the period between the Sub-Fund and the Trustee, and the Manager and its connected persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager's knowledge, the Sub-Fund does not have any other transactions with connected persons except for those disclosed in Note 2.4 and Note 4 to the financial statements and below.

Bank deposits and investments held by the affiliate companies of the Trustee

The Sub-Fund's bank deposits and investments were held by Industrial and Commercial Bank of China (Asia) Limited, an affiliate company of the Trustee, with interest income amounted to USD807 (2020: USD204). Further details of the balances held are described in Note 9 to the financial statements.

Foreign currency transactions executed through the affiliate of the Trustee

During the year ended 31 December 2021, the Sub-Fund has executed foreign currency contracts amounting to USD16,476,960 (2020: USD25,225,376) through Industrial and Commercial Bank of China (Asia) Limited, an affiliate company of the Trustee.

Holdings of units

As at 31 December 2021, E Fund International Holdings Limited, the parent company of the Manager, holds 17,047.95 units (2020: 32,989.23 units) Class I (accumulation) – USD units of the Sub-Fund.

Connected Person	Units outstanding as at 31 December	
	2021	2020
E Fund Management Co., Ltd.		
- a group company of a beneficial owner of the Manager	17,047.95	32,989.23
GF Securities (Hong Kong) Brokerage Limited		
- a connected person of the Manager	67,690.48	21,353.33
Client mandate accounts managed by the Manager	31,627.07	67,926.47
Directors and Officers of the Manager	23,697.34	18,418.21

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NOTES TO THE FINANCIAL STATEMENTS

Year ended 31 December 2021

12. SOFT COMMISSION ARRANGEMENTS

The Manager and its connected persons may enter into soft commission arrangements with brokers under which certain goods and services used to support investment decision making will be received. The Manager and its connected persons will not make direct payment for these services but will transact an agreed amount of business with the brokers on behalf of the Sub-Fund and commission will be paid on these transactions.

The goods and services must be of demonstrable benefit to the Sub-Fund and may include research and advisory services, economic and political analysis, portfolio analysis including valuation and performance measurement, market analysis and data and quotation services, computer hardware and software incidental to the above goods and services, clearing and custodian services and investment-related publications.

For the year ended 31 December 2021 and 2020, the Manager had not participated in any soft dollar arrangements in respect of any transactions for the accounts of the Sub-Fund.

13. EVENTS AFTER THE REPORTING PERIOD

During the period between the year end and the date of authorisation of these financial statements, total subsequent subscription and redemptions of Class A (accumulation) (USD) units of the Sub-Fund amounted to USD169,679 and USD257,549. Total subsequent subscription and redemptions of Class A (accumulation) (HKD) units of the Sub-Fund amounted to HKD2,497,865 and HKD810,920. Total subsequent subscriptions and redemptions of Class I (accumulation) (USD) units of the Sub-Fund amounted to USD4,500,000 and USD3,480,157.

There have been no other significant events affecting the Sub-Fund since the year end.

14. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorised for issue by the Manager and the Trustee on 29 April 2022.

E FUND (HK) GREATER CHINA LEADERS FUND
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INVESTMENT PORTFOLIO (UNAUDITED)

As at 31 December 2021

<u>Listed equity securities</u>	Holding/Nominal Value	Fair value USD	% of net asset on fair value
<i>Hong Kong</i>			
BYD Co Ltd - H	23,000	786,587	3.11
China Mengniu Dairy Co Ltd	138,000	782,457	3.10
China Power International Development Ltd	828,000	557,633	2.21
China Resources Beer Holdings Co Ltd	164,000	1,343,271	5.32
Chow Tai Fook Jewellery Group Ltd	892,800	1,605,688	6.35
CIFI EVER SUNSHINE SERVICES	556,000	861,590	3.41
Country Garden Services Holdings Co Ltd	130,000	778,788	3.08
Flat Glass Group Co Ltd	143,000	726,424	2.87
Fuyao Glass Industry Group Co Ltd	115,600	597,615	2.36
Geely Automobile Holdings Ltd	294,000	803,315	3.18
Great Wall Motor Co Ltd - H	388,000	1,333,907	5.28
Li Ning Co Ltd	86,500	947,062	3.75
Meituan Dianping - Class B	20,700	598,526	2.37
NetEase Inc	70,900	1,432,471	5.67
Pop Mart International Group Ltd	106,600	611,257	2.42
Smooere International Holdings Ltd	80,000	407,930	1.61
Sunny Optical Technology Group Co Ltd	38,300	1,211,576	4.79
Tencent Holdings Ltd	32,700	1,916,165	7.58
Xinyi Solar Holdings Ltd	299,460	507,843	2.01
Zhou Hei Ya International Holdings Co Ltd	795,000	599,658	2.37
<i>People's Republic of China</i>			
Contemporary Amperex Technology Co Ltd - A	6,200	573,792	2.27
Eve Energy Co Ltd	30,100	559,881	2.22
LONGi Green Energy Technology Co Ltd	98,320	1,333,934	5.28
Sungrow Power Supply Co Ltd - A	29,700	681,553	2.70
Wuxi Lead Intelligent Equipment Co Ltd	47,000	550,150	2.18
<i>United States of America</i>			
Bilibili Inc	15,193	704,955	2.79
GDS Holdings Ltd	15,255	719,426	2.85
Total Investments (Cost: USD25,338,341)		23,533,454	93.13%
Other net assets		1,736,522	6.87%
Total net assets		<u>25,269,976</u>	<u>100.00%</u>

E FUND (HK) GREATER CHINA LEADERS FUND
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STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)

Year ended 31 December 2021

	At 1 January 2021	<u>Movement in holdings</u>		At 31 December 2021
		Additions	Disposals	
<u>LISTED EQUITY SECURITIES</u>				
Air China Ltd	-	442,000	(442,000)	-
Alibaba Group Holding Ltd	150,900	61,800	(212,700)	-
ANGELALIGN TECHNOLOGY INC	-	20,400	(20,400)	-
ANTA Sports Products Ltd	-	156,000	(156,000)	-
BEKE	750	-	(750)	-
Bilibili Inc - ADR	22,906	13,521	(21,234)	15,193
BYD Co Ltd - H	-	23,000	-	23,000
BYD Electronic International Co Ltd	-	417,000	(417,000)	-
China Feihe Ltd	-	1,436,000	(1,436,000)	-
China Meidong Auto Holdings Ltd	282,000	290,000	(572,000)	-
China Mengniu Dairy Co Ltd	-	138,000	-	138,000
China Power International Development Ltd	-	828,000	-	828,000
China Resources Beer Holdings Co Ltd	-	164,000	-	164,000
Chow Tai Fook Jewellery Group Ltd	-	892,800	-	892,800
CIFI EVER SUNSHINE SERVICES	774,000	704,000	(922,000)	556,000
Contemporary Amperex Technology Co Ltd - A	-	6,200	-	6,200
Country Garden Services Holdings Co Ltd	202,000	103,000	(175,000)	130,000
Daqo New Energy Corp	-	10,707	(10,707)	-
Eve Energy Co Ltd	-	45,000	(14,900)	30,100
Flat Glass Group Co Ltd	-	636,000	(493,000)	143,000
Full Truck Alliance Co Ltd	-	472	(472)	-
Fuyao Glass Industry Group Co Ltd	-	115,600	-	115,600
GDS Holdings Ltd	13,729	10,361	(8,835)	15,255
Geely Automobile Holdings Ltd	-	294,000	-	294,000
Great Wall Motor Co Ltd - H	-	388,000	-	388,000
Hangzhou First Applied Material Co Ltd	-	32,500	(32,500)	-
Helens International Holding	-	76,500	(76,500)	-
HUAZHU GROUP LTD-ADR	28,724	9,101	(37,825)	-
JD.com Inc	71,718	17,900	(89,618)	-
Jinxin Fertility Group Ltd	492,000	346,000	(838,000)	-

E FUND (HK) GREATER CHINA LEADERS FUND
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STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED) (continued)

Year ended 31 December 2021

<u>LISTED EQUITY SECURITIES</u> (continued)	At	<u>Movement in holdings</u>		At
	1 January 2021	Additions	Disposals	31 December 2021
Jiumaojiu International Holdings Ltd	-	621,000	(621,000)	-
JS Global Lifestyle Co Ltd	-	850,000	(850,000)	-
Kuaishou Technology	-	45,500	(45,500)	-
Li Ning Co Ltd	-	251,500	(165,000)	86,500
LONGi Green Energy Technology Co Ltd	115,100	202,820	(219,600)	98,320
Man Wah Holdings Ltd	638,800	387,200	(1,026,000)	-
Maoyan Entertainment	457,000	122,200	(579,200)	-
Meituan Dianping - Class B	62,500	22,000	(63,800)	20,700
Ming Yuan Cloud Group Holdings Ltd	161,000	-	(161,000)	-
Nayuki Holdings Ltd	-	242,500	(242,500)	-
NetEase Inc	-	70,900	-	70,900
New Oriental Education & Technology Group Inc	9,685	169,771	(179,456)	-
Nongfu Spring Co Ltd	22,000	-	(22,000)	-
Pinduoduo Inc	-	19,148	(19,148)	-
Pop Mart International Group Ltd	129,600	188,600	(211,600)	106,600
Powerlong Commercial Management Holdings Ltd	221,000	-	(221,000)	-
RLX Technology Inc	-	96,345	(96,345)	-
Smooere International Holdings Ltd	314,000	536,000	(770,000)	80,000
Sungrow Power Supply Co Ltd - A	-	29,700	-	29,700
Sunny Optical Technology Group Co Ltd	112,000	91,300	(165,000)	38,300
TAL Education Group	62,682	39,077	(101,759)	-
Tencent Holdings Ltd	59,300	37,000	(63,600)	32,700
Vipshop Holdings Ltd	-	63,703	(63,703)	-
WuXi AppTec Co Ltd	-	28,500	(28,500)	-
Wuxi Biologics Cayman Inc	-	41,500	(41,500)	-
Wuxi Lead Intelligent Equipment Co Ltd	-	47,000	-	47,000
XINTE ENERGY CO LTD-H	-	239,600	(239,600)	-
Xinyi Solar Holdings Ltd	683,460	1,210,000	(1,594,000)	299,460
Yunnan Energy New Material Co Ltd	77,200	15,900	(93,100)	-
Zhou Hei Ya International Holdings Co Ltd	-	1,751,000	(956,000)	795,000

E FUND (HK) GREATER CHINA LEADERS FUND
(A Sub-Fund of Selection Investment Series)

PERFORMANCE TABLE (UNAUDITED)

31 December 2021

Published net assets attributable to unitholders

(Calculated in accordance with the Sub-Fund's Trust Deeds)

	Net assets attributable to unitholders per unit	Net assets attributable to unitholders
31 December 2021		
- Class A (distribution) – USD units	USD157.16	USD112,519
- Class A (accumulation) – USD units	USD161.67	USD5,758,695
- Class A (accumulation) – HKD units	HKD82.08	USD2,087,482
- Class I (distribution) – USD units	USD57.33	USD298,538
- Class I (accumulation) – USD units	USD181.03	USD17,026,592
31 December 2020		
- Class A (distribution) – USD units	USD235.12	USD110,254
- Class A (accumulation) – USD units	USD241.86	USD3,214,698
- Class A (accumulation) – HKD units	HKD122.16	USD1,139,942
- Class I (accumulation) – USD units	USD269.48	USD42,664,266
31 December 2019		
- Class A (distribution) – USD units	USD125.16	USD233,511
- Class A (accumulation) – USD units	USD128.75	USD1,876,981
- Class I (accumulation) – USD units	USD142.73	USD9,096,363

E FUND (HK) GREATER CHINA LEADERS FUND
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PERFORMANCE TABLE (UNAUDITED) (continued)

31 December 2021

Highest issue price and lowest redemption price per unit

	Highest issue unit price	Lowest redemption unit price
31 December 2021		
- Class A (distribution) – USD units	USD300.30	USD152.13
- Class A (accumulation) – USD units	USD308.91	USD156.49
- Class A (accumulation) – HKD units	HKD156.00	HKD79.53
- Class I (distribution) – USD units	USD109.06	USD55.48
- Class I (accumulation) – USD units	USD344.41	USD175.21
31 December 2020		
- Class A (distribution) – USD units	USD235.12	USD108.34
- Class A (accumulation) – USD units	USD241.86	USD111.44
- Class A (accumulation) – HKD units	HKD122.16	HKD97.62
- Class I (accumulation) – USD units	USD269.48	USD123.68
31 December 2019		
- Class A (distribution) – USD units	USD125.74	USD98.85
- Class A (accumulation) – USD units	USD129.34	USD101.68
- Class I (accumulation) – USD units	USD143.39	USD112.39
31 December 2018		
- Class A (distribution) – USD units	USD143.43	USD97.98
- Class A (accumulation) – USD units	USD147.54	USD100.79
- Class I (distribution) – USD units	USD108.27	USD96.22
- Class I (accumulation) – USD units	USD162.00	USD111.08
Period from 16 November 2016 (date of inception) to 31 December 2017		
- Class A (distribution) – USD units	USD132.91	USD100.85
- Class A (accumulation) – USD units	USD136.72	USD100.17
- Class I (distribution) – USD units	USD100.24	USD93.09
- Class I (accumulation) – USD units	USD149.98	USD95.64