

Principal China Direct Opportunities Fund

Interim Report

For the Six Months Financial Period Ended 31 August 2020

PRINCIPAL CHINA DIRECT OPPORTUNITIES FUND

INTERIM REPORT

FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2020

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INVESTORS' LETTER

Dear Valued Investor,

The equity market is still riding high with economies around the globe standing stronger than anticipated. We're now getting into a time when we're going to see how strong the economy really is and market drivers such as - the upcoming US election, US-China relations, and traditional economic trends are slowly coming back to the fore. Investors should start to look for opportunities in sectors that will benefit as the economic recovery gains momentum.

We continue to prefer equities over fixed income and remain Positive on Asian equities favouring China and more developed Asian economies on a 12-month basis. For our:

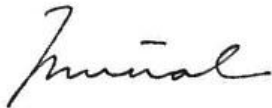
- **Conservative investors, we recommend:** Malaysia focus bond funds and regional balanced funds that are income focused.
- **More aggressive investors, we recommend:** Growth-oriented funds that offer exposure to growth areas in China, Asia-Pacific, ASEAN, Global Technology and Malaysian aggressive funds.

Do make time to check out our website (www.principal.com.my) and Facebook account (@PrincipalAssetMY) to obtain our latest insights and investment articles.

We are pleased to share that we have won awards for Best International Equity Fund Manager, Best 3-Year ROI International Equity Fund Manager, Best Domestic Sukuk Fund Manager and Best 3-Year ROI Domestic Sukuk Fund Manager at the EPF 2020 External Fund Manager Awards. Meanwhile, Principal Islamic was named as the Best Islamic Asia Pacific Asset Management House at The Asset Triple A Islamic Finance Awards 2020.

We appreciate your continuous support and the trust you place in us.

Yours faithfully,
for **Principal Asset Management Berhad**



Munirah Khairuddin
Chief Executive Officer

MANAGER'S REPORT**FUND OBJECTIVE AND POLICY****What is the investment objective of the Fund?**

The Fund seeks opportunities through investment primarily in China A-Shares with the aim to provide capital appreciation.

Has the Fund achieved its objective?

For the financial period under review, the Fund has performed in line with its objective as stated under the Fund Performance section.

What are the Fund investment policy and principal investment strategy?

The Fund will invest at least 70% of its Net Asset Value ("NAV") (both inclusive) in equities that are listed on the Shanghai Stock Exchange or the Shenzhen Stock Exchange ("China A-Shares") directly via Renminbi Qualified Foreign Institutional Investor ("RQFII") quota. Under general market conditions, the Fund will seek opportunities within the China A-Shares universe by focusing mainly in mid-capitalization and/or small-capitalization companies which we believe will exhibit good growth potential when compared against its peers or the overall market. The Fund may also opt to seek investment exposure via collective investment scheme that is in line with the Fund's objective, subject to the requirements of the Securities Commission Malaysia ("SC") Guidelines. The Fund may invest the remaining of its NAV in liquid assets, i.e. Deposits and money market instruments for liquidity purpose.

We have appointed CCB Principal Asset Management Co. Ltd. ("CCBPAM"), a company incorporated in China, as the Sub-Adviser of the Fund ("Sub-Adviser"). CCBPAM will provide investment research and stock recommendation to us in accordance with the investment objective and within the investment restrictions of the Fund. The Sub-Adviser utilizes CCBPAM's in-house developed proprietary multi-factor model as a tool for the stock selection and portfolio construction. The multiple factors embedded within the model act as the criteria in the stock selection and portfolio construction by taking into account the elements that will affect the investment returns, ranging from fundamental, technical to sentimental aspect. The factors are actively revised, where they can be adjusted continuously in accordance with changes in the market.

Asset Allocation

- at least 70% of the Fund's NAV (both inclusive) will be invested in equities; and
- up to 30% of the Fund's NAV may be invested in liquid assets.

Base Currency

Chinese Yuan Renminbi ("RMB")

Fund category/type

Equity/Growth

When was the Fund launched?

Class MYR, Class SGD & Class USD

8 March 2018

What was the size of the Fund as at 31 August 2020?

RMB519.75 million (242.47 million units)

What is the Fund's benchmark?

China Securities Index ("CSI") 500 Index

Note: The Fund's benchmark is for performance comparison purpose only. You are cautioned that the risk profile of the Fund is different from the benchmark.

FUND OBJECTIVE AND POLICY (CONTINUED)

What is the Fund distribution policy?

The Fund Manager have the discretion to make income distribution on an ad-hoc basis, taking into consideration the level of its realised income and/or realised gains, as well as the performance of the Fund. We also have the right to make provisions for reserves in respect of distribution of the Class.

What was the net income distribution for the six months financial period ended 31 August 2020?

There was no distribution made for the six months financial period ended 31 August 2020.

PERFORMANCE DATA

Details of portfolio composition of the Fund for the last two unaudited financial periods are as follows:

	31.08.2020	31.08.2019
	%	%
Quoted securities		
- Communication Services	2.84	5.26
- Consumer Discretionary	8.02	11.48
- Consumer Staples	9.73	4.63
- Energy	1.95	2.77
- Financials	5.16	3.80
- Health Care	13.27	9.86
- Industrials	19.17	17.46
- Information Technology	14.05	18.31
- Materials	14.21	13.30
- Real Estate	4.83	4.27
- Utilities	4.92	3.36
Cash and other net assets	1.85	5.51
	<u>100.00</u>	<u>100.00</u>

PERFORMANCE DATA (CONTINUED)

Performance details of the Fund for the last two unaudited financial periods are as follows:

	01.03.2020 to 31.08.2020	01.03.2019 to 31.08.2019
NAV (RMB Million)		
- Class MYR	414.69	637.61
- Class SGD	15.67	25.94
- Class USD	89.39	196.71
Units in circulation (Million)		
- Class MYR	227.03	474.58
- Class SGD	2.89	6.50
- Class USD	12.55	37.55
NAV per unit (RMB)		
- Class MYR	1.8266	1.3435
- Class SGD	5.4233	3.9888
- Class USD	7.1227	5.2388
Highest NAV per unit (RMB)		
- Class MYR	1.8646	1.5479
- Class SGD	5.5358	4.5955
- Class USD	7.2706	6.0356
Lowest NAV per unit (RMB)		
- Class MYR	1.3164	1.2807
- Class SGD	3.9082	3.8023
- Class USD	5.1330	4.9938
Total return (%)		
- Class MYR	29.45	(2.98)
- Class SGD	27.63	(3.82)
- Class USD	31.03	(6.20)
Capital growth (%)		
- Class MYR	29.45	(2.98)
- Class SGD	27.63	(3.82)
- Class USD	31.03	(6.20)
Income distribution (%)		
- Class MYR	-	-
- Class SGD	-	-
- Class USD	-	-
Management Expense Ratio ("MER") (%)	1.38	1.39
Portfolio Turnover Ratio ("PTR") (times) #	2.30	2.64

^ For the financial year under review, the Fund's MER decreased from 1.39% to 1.38% as expenses of the Fund has decreased during the financial period under review.

For the financial year under review, the Fund's PTR decreased to 2.30 times from 2.64 times as there were less investment activities on the back of inflow of creations during the period under review.

PERFORMANCE DATA (CONTINUED)

	31.08.2020	31.08.2019	Since inception to 31.08.2018
		%	%
Annual total return			
- Class MYR	40.76	(1.11)	(20.03)
- Class SGD	39.43	(2.09)	(21.00)
- Class USD	42.18	(3.40)	(24.09)

(Launch date of Class MYR, Class SGD & Class USD: 8 March 2018)

Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up. All performance figures for the financial period have been extracted from Lipper.

MARKET REVIEW (1 MARCH 2020 TO 31 AUGUST 2020)

In March 2020, A-share market encountered huge fluctuations and revealed a downward trend overall. CSI 300 Index, CSI 500 Index and CSI 1000 Index dropped by 6.44%, 7.52% and 7.56% respectively. Only 6 out of 28 sectors went up, with the leading sector of agricultural sector, which increased by 11.30%. The electronics sector witnessed the largest decline, with the rate of 20.44%. The market decline was mainly impacted by the epidemic, especially the overseas spread of the epidemic, which led to the market aversion sentiment heat up. The USD liquidity problem triggered foreign capital outflows, which also contributed to A-share market decline.

In April 2020, A-share market has rebounded as CSI 300 Index, CSI 500 Index and CSI 1000 Index went up by 6.14%, 6.20% and 4.62% respectively. 25 out of 28 sectors performed well, with the leading sector of Service, which increased by 21.71%. The Textiles and Apparel sector witness the largest decline, with the rate of 5.23%.

In May 2020, Shanghai Stock Exchange Composite Index fluctuated mildly. CSI 500 Index and CSI 1000 Index went up by 0.98% and 2.43% respectively, while CSI 300 Index dropped by 1.16%. In the short term, the market may still be suppressed by risk preferences related to the China-US trade tension. However, the earnings performances of companies will bottom out and recover gradually, improving the recovery of mid- and long-term risk preferences.

In June 2020, the overall A-share market surged, with the CSI 300 Index, CSI 500 Index and CSI 1000 Index all rising more than 7%. CSI 500 Index went up by 8.47%. 24 out of 28 sectors performed well, the leading sectors include Service, Electronics and Health Care, which increased by 25.36%, 19.61% and 16.88% respectively. Main momentum for economic recovery in second quarter of 2020 includes those domestic demands that can be recovered quickly, such as infrastructure and real estate investment, non-discretionary consumer goods and durable consumer goods, and some export demands such as backlog orders and anti-epidemic supplies. The core driving force of the market is that in the current macro liquidity environment without marginal relaxation, liquidity was transferred to the micro market, and ultimately reflected by the profits of market entities.

In July 2020, the overall A-share market surged, with the CSI 300 Index, CSI 500 Index and CSI 1000 Index all rising more than 10%. CSI 300 Index went up by 12.75%, CSI 500 Index went up by 12.2%, while CSI 1000 Index went up by 13.01%. All 28 sectors posted gains, of which the top three sectors were Service, National Defense and Materials, which increased by 41.39%, 27.80% and 23.92% respectively.

In August 2020, the overall A-share market rose slightly, with the CSI 300 Index, CSI 500 Index and CSI 1000 Index all rising more than 1%. CSI 300 Index went up by 2.58%, CSI 500 Index went up by 1.35%, while CSI 1000 Index went up by 1.15%. 19 out of all 28 sectors posted gains, of which the top three sectors were Food and Beverage, National Defense and Transportation, which increased by 12.04%, 6.96% and 5.31% respectively.

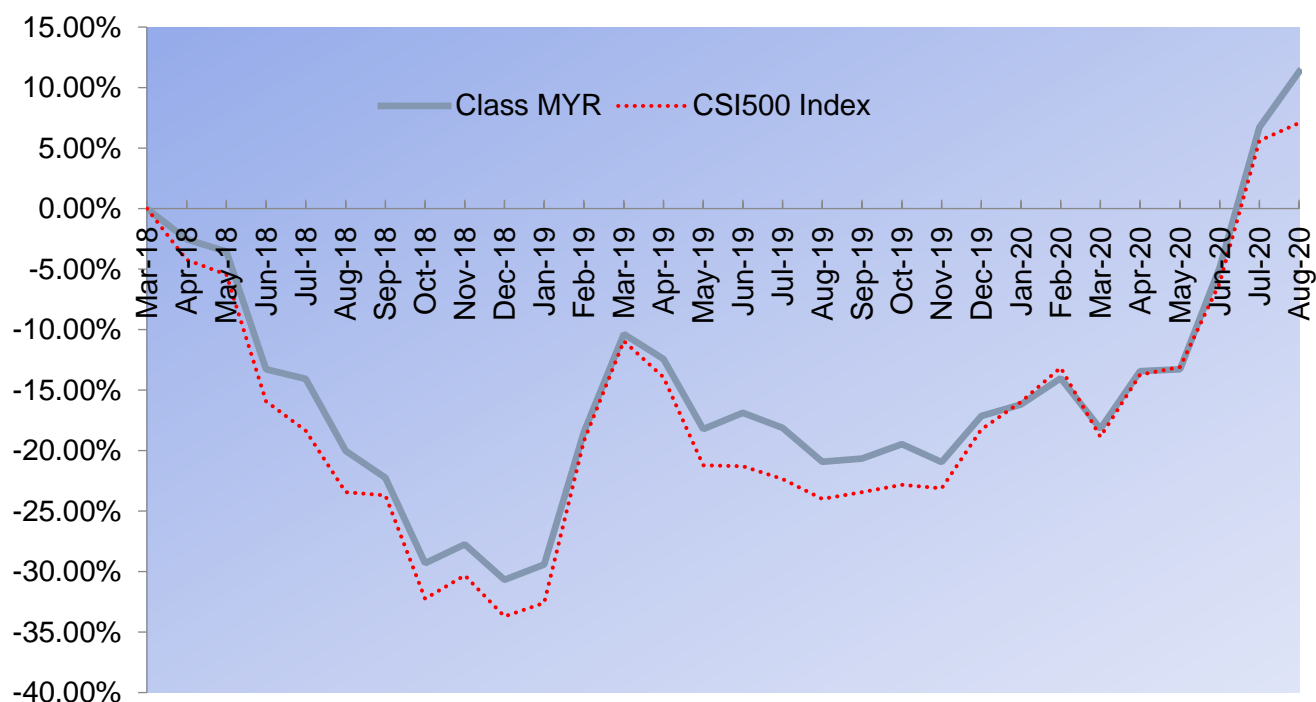
FUND PERFORMANCE

	6 months to 31.08.2020			1 year to 31.08.2020		
	Class MYR	Class SGD	Class USD	Class MYR	Class SGD	Class USD
	%	%	%	%	%	%
Income	-	-	-	-	-	-
Capital	29.45	27.63	31.03	40.76	39.43	42.18
Total Return	29.45	27.63	31.03	40.76	39.43	42.18
Benchmark	23.28	21.51	24.74	40.90	39.42	42.25
Average Total Return	N/A	N/A	N/A	40.90	39.42	42.25

	Since inception to 31.08.2020		
	Class MYR	Class SGD	Class USD
	%	%	%
Income	-	-	-
Capital	11.31	7.85	4.26
Total Return	11.31	7.85	4.26
Benchmark	7.07	3.65	0.46
Average Total Return	4.40	3.08	1.69

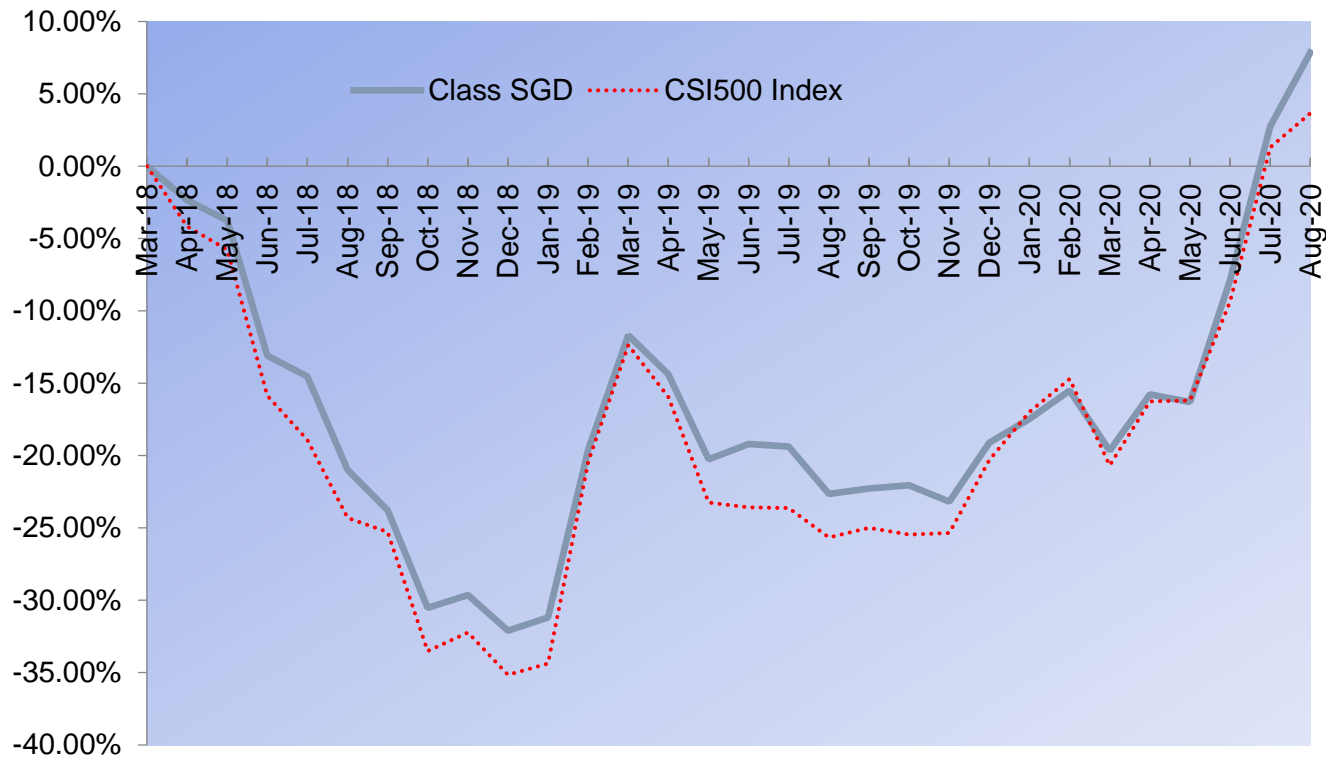
During the 6-months financial period under review, Class MYR, Class SGD and Class USD increased by 29.45%, 27.63% and 31.03% respectively and outperformed their benchmark which increased 23.28%, 21.51% and 24.74% respectively within the same reporting period.

Class MYR

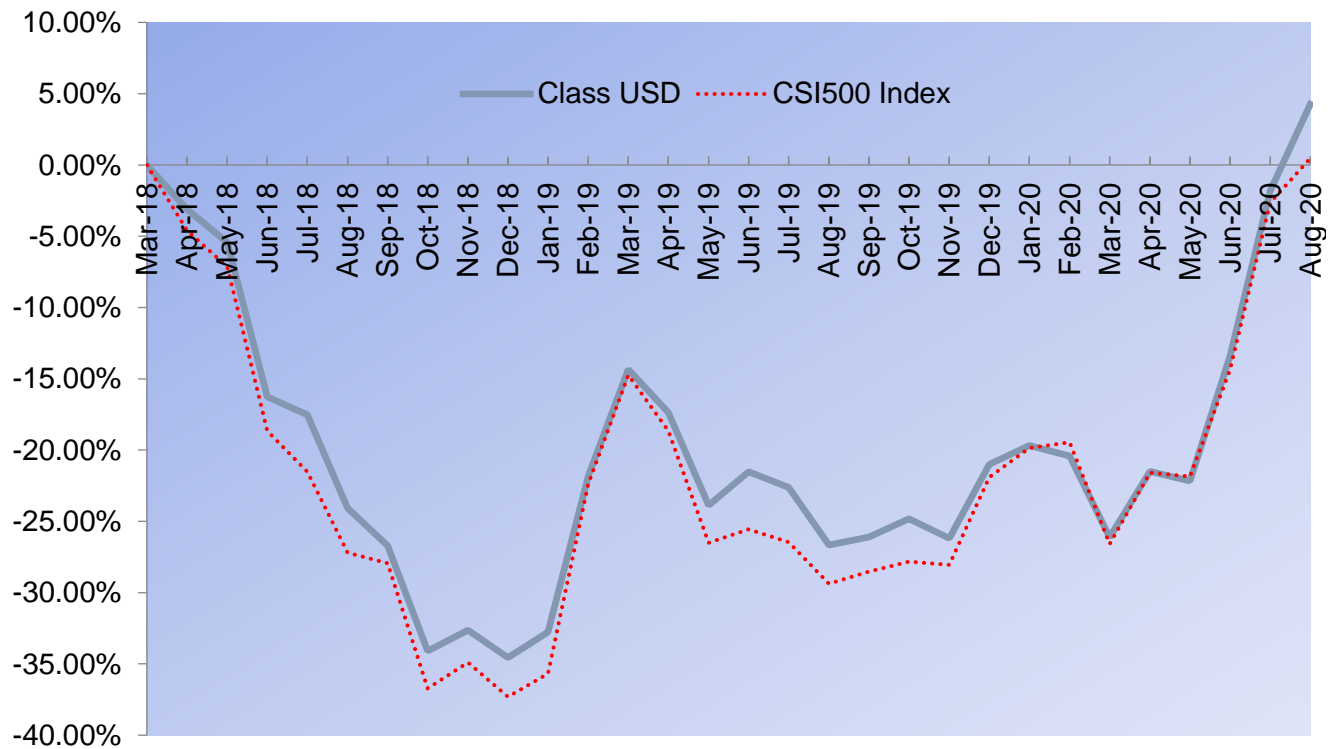


FUND PERFORMANCE (CONTINUED)

Class SGD



Class USD



FUND PERFORMANCE (CONTINUED)**Changes in NAV**

	31.08.2020	28.02.2020 Audited	Changes %
Class MYR			
NAV (RMB Million)	414.69	593.63	(30.14)
NAV/Unit (RMB)	1.8266	1.4264	28.06
Class SGD			
NAV (RMB Million)	15.67	22.17	(29.32)
NAV/Unit (RMB)	5.4233	4.2350	28.06
Class USD			
NAV (RMB Million)	89.39	110.86	(19.37)
NAV/Unit (RMB)	7.1227	5.5622	28.06

For the financial period under review, the Fund's NAV for Class MYR, Class SGD and Class USD all in fell by 30.14%, 29.32% and 19.37% respectively. The lower NAV for all classes was mainly due to net redemptions. Meanwhile, the NAV per unit of the Fund saw an increase across all classes mainly due to positive investment performance during the period.

At the time of reporting, Class MYR has the largest total NAV which stood at RMB414.69 million

Performance data represents the combined income and capital return as a result of holding units in the Fund for the specified length of time, based on NAV to NAV price. The performance data assumes that all earnings from the Fund are reinvested and are net of management and trustee fees. Past performance is not reflective of future performance and income distributions are not guaranteed. Unit prices and income distributions, if any, may fall and rise. All performance figures for the financial period have been extracted from Lipper.

PORTFOLIO STRUCTURE**Asset allocation**

(% of NAV)	31.08.2020	28.02.2020 Audited
Quoted securities	98.15	97.00
Cash and other net assets	1.85	3.00
TOTAL	100.00	100.00

During the financial period under review, the Fund was fully invested with minimal level of liquid assets maintained primarily for redemption purposes.

MARKET OUTLOOK*

Economic fundamentals are about to enter a period of secondary acceleration. We remain cautiously optimistic on the market. The market is expected to stabilize after the prolonged decline. Long-term projections now rely on development of the risk events such as Huawei, TikTok, and the US Presidential election.

* This market outlook does not constitute an offer, invitation, commitment, advice or recommendation to make a purchase of any investment. The information given in this article represents the views of Principal Malaysia or based on data obtained from sources believed to be reliable by Principal Malaysia. Whilst every care has been taken in preparing this, Principal Malaysia makes no guarantee, representation or warranty and is under no circumstances liable for any loss or damage caused by reliance on, any opinion, advice or statement made in this market outlook.

INVESTMENT STRATEGY

The Fund will continue to remain fully invested primarily in China A-Shares stocks with minimal cash kept for liquidity purposes

UNIT HOLDINGS STATISTICS

Breakdown of unit holdings by size as at 31 August 2020 are as follows:

Class MYR

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	135	0.33	0.15
5,001 - 10,000	91	0.65	0.29
10,001 - 50,000	231	5.46	2.40
50,001 - 500,000	93	10.62	4.68
500,001 and above	8	209.97	92.48
Total	558	227.03	100.00

Class SGD

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	2	0.04	1.38
50,001 - 500,000	2	0.34	11.77
500,001 and above	1	2.51	86.85
Total	6	2.89	100.00

UNIT HOLDINGS STATISTICS (CONTINUED)

Class USD

Size of unit holdings (units)	No. of unit holders	No. of units held (million)	% of units held
5,000 and below	1	0.00	0.00
5,001 - 10,000	-	-	-
10,001 - 50,000	-	-	-
50,001 - 500,000	2	0.19	1.51
500,001 and above	3	12.36	98.49
Total	6	12.55	100.00

SOFT COMMISSIONS AND REBATES

Principal Asset Management Berhad (the “Manager”) and the Trustee will not retain any form of rebate or soft commission from, or otherwise share in any commission with, any broker in consideration for directing dealings in the investments of the Funds unless the soft commission received is retained in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds. All dealings with brokers are executed on best available terms.

During the financial period under review, the Manager and Trustee did not receive any rebates from the brokers or dealers but the Manager has retained soft commission in the form of goods and services such as financial wire services and stock quotations system incidental to investment management of the Funds.

**STATEMENT BY MANAGER TO THE UNIT HOLDERS OF
PRINCIPAL CHINA DIRECT OPPORTUNITIES FUND**

We, being the Directors of Principal Asset Management Berhad (the “Manager”), do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statements set out on pages 13 to 62 are drawn up in accordance with the provisions of the Deeds and give a true and fair view of the financial position of the Fund as at 31 August 2020 and of its financial performance, changes in net assets attributable to unit holders and cash flows for the financial period then ended in accordance with Malaysian Financial Reporting Standards (“MFRS”) 134 - Interim Financial Reporting and International Accounting Standards (“IAS”) 34 - Interim Financial Reporting.

For and on behalf of the Manager

Principal Asset Management Berhad (Company No.: 199401018399 (304078-K))

MUNIRAH KHAIRUDDIN

Chief Executive Officer/Executive Director

JUAN IGNACIO EYZAGUIRRE BARAONA

Director

Kuala Lumpur

14 October 2020

**TRUSTEE'S REPORT TO THE UNITHOLDERS OF
PRINCIPAL CHINA DIRECT OPPORTUNITIES FUND**

We have acted as Trustee of Principal China Direct Opportunities Fund ("the Fund") for the financial period ended 31 August 2020. To the best of our knowledge, Principal Asset Management Berhad ("the Manager"), has operated and managed the Fund in accordance with the following:-

- a) limitations imposed on the investment powers of the Manager and the Trustee under the Deeds, the Securities Commission's Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- b) valuation/pricing is carried out in accordance with the Deeds and any regulatory requirements; and
- c) creation and cancellation of units are carried out in accordance with the Deeds and any regulatory requirements.

For HSBC (Malaysia) Trustee Berhad

Tan Bee Nie
Manager, Investment Compliance Monitoring

Kuala Lumpur
14 October 2020

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2020**

	Note	01.03.2020 to 31.08.2020 RMB	01.03.2019 to 31.08.2019 RMB
INCOME			
Dividend income		7,771,020	12,003,629
Interest income from deposits with licensed financial institutions at amortised cost		130,947	355,477
Net gain on financial assets at fair value through profit or loss	7	177,222,937	2,427,833
Net foreign exchange (loss)/gain		(370,026)	1,825,627
		<u>184,754,878</u>	<u>16,612,566</u>
EXPENSES			
Management fee	4	5,882,986	7,066,046
Trustee's and custodian fee	5	2,270,346	2,499,216
Audit fee		13,500	14,742
Tax agent's fee		4,050	4,423
Transaction costs		4,333,970	5,666,102
Other expenses		796,097	1,214,232
		<u>13,300,949</u>	<u>16,464,761</u>
PROFIT BEFORE TAXATION		171,453,929	147,805
Taxation	6	<u>27,641</u>	<u>30,739</u>
INCREASE IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>171,426,288</u>	<u>117,066</u>
Increase in net assets attributable to unit holders are made up as follows:			
Realised amount		122,712,923	74,214,864
Unrealised amount		48,713,365	(74,097,798)
		<u>171,426,288</u>	<u>117,066</u>

The accompanying notes to the financial statements form an integral part of the unaudited financial statements.

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 AUGUST 2020**

		31.08.2020	28.02.2020
	Note	RMB	Audited RMB
ASSETS			
Cash and cash equivalents	8	30,815,883	42,007,101
Financial assets at fair value through profit or loss	7	510,123,148	704,865,528
Amount due from stockbrokers		-	44,686,813
Amount due from Manager		5,908,945	17,369,793
Clearing reserve fund	9	394,533	392,000
TOTAL ASSETS		<u>547,242,509</u>	<u>809,321,235</u>
LIABILITIES			
Amount due to stockbrokers		-	20,161,756
Amount due to Manager		26,578,476	61,303,963
Accrued management fee		845,887	1,122,692
Amount due to Trustee		28,196	37,423
Other payables and accruals		38,760	30,595
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS)		<u>27,491,319</u>	<u>82,656,429</u>
NET ASSET VALUE OF THE FUND		<u>519,751,190</u>	<u>726,664,806</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS		<u>519,751,190</u>	<u>726,664,806</u>

The accompanying notes to the financial statements form an integral part of the unaudited financial statements.

UNAUDITED STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 AUGUST 2020

	31.08.2020	28.02.2020
		Audited
Note	RMB	RMB
REPRESENTED BY:		
FAIR VALUE OF OUTSTANDING UNITS (RMB)		
- Class MYR	414,694,832	593,630,451
- Class SGD	15,666,768	22,173,417
- Class USD	89,389,590	110,860,938
	<u>519,751,190</u>	<u>726,664,806</u>
NUMBER OF UNITS IN CIRCULATION (UNITS)		
- Class MYR	227,029,308	416,161,558
- Class SGD	2,888,815	5,235,729
- Class USD	12,550,034	19,931,020
10	<u>242,468,157</u>	<u>441,328,307</u>
NET ASSET VALUE PER UNIT (RMB)		
- Class MYR	1.8266	1.4264
- Class SGD	5.4233	4.2350
- Class USD	<u>7.1227</u>	<u>5.5622</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- Class MYR	MYR1.1104	MYR0.8598
- Class SGD	SGD1.0774	SGD0.8450
- Class USD	<u>USD1.0401</u>	<u>USD0.7957</u>

The accompanying notes to the financial statements form an integral part of the unaudited financial statements.

**UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2020**

	01.03.2020 to 31.08.2020 RMB	01.03.2019 to 31.08.2019 RMB
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE BEGINNING OF THE FINANCIAL PERIOD	726,664,806	737,077,800
Movement due to units created and cancelled during the financial period:		
Creation of units from applications		
- Class MYR	242,480,271	222,191,349
- Class SGD	9,382,293	6,922,762
- Class USD	37,409,336	123,767,478
	<u>289,271,900</u>	<u>352,881,589</u>
Cancellation of units		
- Class MYR	(559,010,512)	(154,640,348)
- Class SGD	(22,597,843)	(1,675,061)
- Class USD	(86,003,449)	(73,505,214)
	<u>(667,611,804)</u>	<u>(229,820,623)</u>
Increase in net assets attributable to unit holders during the financial period	<u>171,426,288</u>	<u>117,066</u>
NET ASSETS ATTRIBUTABLE TO UNIT HOLDERS AT THE END OF THE FINANCIAL PERIOD	<u>519,751,190</u>	<u>860,255,832</u>

The accompanying notes to the financial statements form an integral part of the unaudited financial statements.

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2020**

	01.03.2020 to 31.08.2020	01.03.2019 to 31.08.2019
Note	RMB	RMB
CASH FLOWS FROM OPERATING ACTIVITIES		
Proceeds from disposal of quoted securities	1,673,422,338	2,004,691,376
Purchase of quoted securities	(1,280,171,137)	(2,116,625,210)
Dividend income received	7,771,020	12,003,629
Interest income received from deposits with licensed financial institutions	130,947	23,767,795
Management fee paid	(6,159,791)	(6,767,448)
Trustee's and custodian fee paid	(2,279,573)	(2,489,263)
Payments for other fees and expenses	(808,015)	(1,235,650)
Net realised exchange loss	(596,651)	(424,261)
Tax paid	(804,743)	(30,739)
Net cash generated from/(used in) operating activities	<u>390,504,395</u>	<u>(87,109,771)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash proceeds from units created	300,732,747	354,500,635
Payments for cancellation of units	(702,337,290)	(248,769,482)
Net cash (used in)/generated from financing activities	<u>(401,604,543)</u>	<u>105,731,153</u>
Net (decreased)/increase in cash and cash equivalents	(11,100,148)	18,621,382
Effect of foreign exchange differences	(91,070)	2,249,485
Cash and cash equivalents at the beginning of the financial period	<u>42,007,101</u>	<u>38,470,583</u>
Cash and cash equivalents at the end of the financial period	8 <u>30,815,883</u>	<u>59,341,450</u>
Cash and cash equivalents comprised of:		
Deposits with licensed financial institutions	19,047,500	35,189,226
Bank balance	<u>11,768,383</u>	<u>24,152,224</u>
Cash and cash equivalents at the end of the financial period	8 <u>30,815,883</u>	<u>59,341,450</u>

The accompanying notes to the financial statements form an integral part of the unaudited financial statements.

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE SIX MONTHS FINANCIAL PERIOD ENDED 31 AUGUST 2020**

1. THE FUND, THE MANAGER AND ITS PRINCIPAL ACTIVITIES

Principal China Direct Opportunities Fund (the “Fund”) is governed by Principal Deed dated 22 January 2018 and First Supplemental Deed dated 7 November 2019 (the “Deed”), made between Principal Asset Management Berhad (the “Manager”) and HSBC (Malaysia) Trustee Berhad (the “Trustee”).

The Fund will invest at least 70% of its NAV (both inclusive) in equities that are listed on the Shanghai Stock Exchange or the Shenzhen Stock Exchange (“China A-Shares”) directly via RQFII quota. Under general market conditions, the Fund will seek opportunities within the China A-Shares universe by focusing mainly in mid-capitalization and/or small-capitalization companies which we believe will exhibit good growth potential when compared against its peers or the overall market. The Fund may also opt to seek investment exposure via collective investment scheme that is in line with the Fund’s objective, subject to the requirements of the SC Guidelines. The Fund may invest the remaining of its NAV in liquid assets, i.e. Deposits and money market instruments for liquidity purpose.

We have appointed CCBPAM, a company incorporated in China, as the Sub-Adviser of the Fund (“Sub-Adviser”). CCBPAM will provide investment research and stock recommendation to us in accordance with the investment objective and within the investment restrictions of the Fund. The Sub-Adviser utilizes CCBPAM’s in-house developed proprietary multi-factor model as a tool for the stock selection and portfolio construction. The multiple factors embedded within the model act as the criteria in the stock selection and portfolio construction by taking into account the elements that will affect the investment returns, ranging from fundamental, technical to sentimental aspect. The factors are actively revised, where they can be adjusted continuously in accordance with changes in the market.

Asset Allocation

- at least 70% of the Fund’s NAV (both inclusive) will be invested in equities; and
- up to 30% of the Fund’s NAV may be invested in liquid assets.

All investments are subjected to the SC Guidelines on Unit Trust Funds, SC requirements, the Deed, except where exemptions or variations have been approved by the SC, internal policies and procedures and the Fund’s objective.

The Manager, is a joint venture between Principal Financial Group®, a member of the FORTUNE 500® and a Nasdaq-listed global financial services and CIMB Group Holdings Berhad, one of Southeast Asia’s leading universal banking groups. The principal activities of the Manager are the establishment and management of unit trust funds and fund management activities.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial statements:

(a) Basis of preparation

The financial statements have been prepared in accordance with the provisions of the MFRS and International Financial Reporting Standards (“IFRS”).

The financial statements have been prepared under the historical cost convention, as modified by financial assets at fair value through profit or loss.

The preparation of financial statements in conformity with MFRS and IFRS requires the use of certain critical accounting estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reported year.

It also requires the Manager to exercise their judgement in the process of applying the Fund’s accounting policies. Although these estimates and assumptions are based on the Manager’s best knowledge of current events and actions, actual results may differ.

The areas involving a higher degree of judgement or complexity, or areas where estimates and assumptions are significant to the financial statements are disclosed in Note 2(k).

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 September 2020 that have a material effect on the financial statements of the Fund.

(b) Financial assets and financial liabilities

Classification

The Fund classifies its financial assets in the following measurement categories:

- those to be measured subsequently at fair value through profit or loss, and
- those to be measured at amortised cost.

The Fund classifies its investments based on both the Fund’s business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets’ performance and to make decisions. The Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income (“OCI”).

The Fund classifies cash and cash equivalents, amount due from stockbrokers, amount due from Manager and clearing reserve fund as financial assets at amortised cost as these financial assets are held to collect contractual cash flows consisting of the amount outstanding.

The Fund classifies amount due to stockbrokers, amount due to Manager, accrued management fee, amount due to Trustee and other payables and accruals as other financial liabilities measured at amortised cost.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)Recognition and measurement

Regular purchases and sales of financial assets are recognised on the trade-date, the date on which the Fund commits to purchase or sell the asset. Investments are initially recognised at fair value.

Financial liabilities are recognised in the statement of financial position when, and only when, the Fund becomes a party to the contractual provisions of the financial instrument.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or have been transferred and the Fund has transferred substantially all risks and rewards of ownership.

Financial liabilities are derecognised when it is extinguished, i.e. when the obligation specified in the contract is discharged or cancelled or expired.

Unrealised gains or losses arising from changes in the fair value of the financial assets at fair value through profit or loss are presented in the statement of comprehensive income within net gain or loss on financial assets at fair value through profit or loss in the financial year which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income as part of gross dividend income when the Fund's right to receive payments is established.

Foreign quoted securities are valued based on the last traded market price quoted on the respective foreign stock exchange at the close of the business day of the respective foreign stock exchanges.

If a valuation based on the market price does not represent the fair value of the quoted securities, for example during abnormal market conditions or when no market price is available, including in the event of a suspension in the quotation of the quoted securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee, then the quoted securities are valued as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

Deposits with licensed financial institutions are stated at cost plus accrued interest calculated on the effective interest method over the period from the date of placement to the date of maturity of the respective deposits.

Financial assets at amortised cost and other financial liabilities are subsequently carried at amortised cost using the effective interest method.

Impairment for assets carried at amortised costs

The Fund measures credit risk and expected credit losses ("ECL") using probability of default, exposure at default and loss given default. The Manager considers both historical analysis and forward looking information in determining any ECL. The Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12 month ECL as any such impairment would be wholly insignificant to the Fund.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)Significant increase in credit risk

A significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due.

Definition of default and credit-impaired financial assets

Any contractual payment which is more than 90 days past due is considered credit impaired.

Write-off

The Fund writes off financial assets, in whole or in part, when it has exhausted all practical recovery efforts and has concluded there is no reasonable expectation of recovery. The assessment of no reasonable expectation of recovery is based on unavailability of debtor's sources of income or assets to generate sufficient future cash flows to repay the amount. The Fund may write-off financial assets that are still subject to enforcement activity. Subsequent recoveries of amounts previously written off will result in impairment gains. There are no write-offs/recoveries during the financial period.

(c) Income recognition

Dividend income is recognised on the ex-dividend date when the right to receive payment is established.

Interest income from deposits with licensed financial institutions is recognised on a time proportionate basis using effective interest rate method on an accrual basis.

Interest income is calculated by applying the effective interest rate to the gross carrying amount of a financial asset except for financial assets that subsequently become credit-impaired. For credit-impaired financial assets the effective interest rate is applied to the net carrying amount of the financial asset (after deduction of the loss allowance).

Realised gain or loss on disposal of quoted securities is accounted for as the difference between the net disposal proceeds and the carrying amount of investments, determined on a weighted average cost basis.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(d) Foreign currency**Functional and presentation currency

Items included in the financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates (the “functional currency”). The financial statements are presented in RMB, which is the Fund’s functional and presentation currency.

Due to mixed factors in determining the functional currency of the Fund, the Manager has used its judgement to determine the functional currency that most faithfully represents the economic effects of the underlying transactions, events and conditions and have determined the functional currency to be in RMB primarily due to the following factors:

- i) The Fund’s investments are denominated in RMB;
- ii) Significant portion of the cash is denominated in RMB for the purpose of making settlement of the foreign trades; and
- iii) Significant portion of the Fund’s expenses are denominated in RMB.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions or valuation where items are remeasured. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in statement of comprehensive income.

(e) Cash and cash equivalents

For the purpose of statement of cash flows, cash and cash equivalents comprise bank balance and deposits held in highly liquid investments with original maturities of three months or less that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value.

(f) Taxation

Current tax expense is determined according to Malaysian tax laws at the current rate based upon the taxable profit income earned during the financial year/period.

Tax on dividend income from foreign quoted securities is based on the tax regime of the respective countries that the Fund invests in.

(g) Increase/decrease in net assets attributable to unit holders

Income not distributed is included in net assets attributable to unit holders.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**(h) Unit holder's contributions**

The unit holders' contributions to the Fund meet the definition of puttable instruments classified as financial liability under MFRS 132 "Financial Instruments: Presentation".

The Fund issues cancellable units, in three classes of units, known respectively as the Class MYR, Class SGD and Class USD, which are cancelled at the unit holder's option. The units are classified as financial liabilities. Cancellable units can be put back to the Fund at any time for cash equal to a proportionate share of the Fund's NAV of respective classes. The outstanding units are carried at the redemption amount that is payable at the date of the statement of financial position if the member exercises the right to put back the unit to the Fund.

Units are created and cancelled at the unit holders' option at prices based on the Fund's NAV per unit of respective classes at the close of business on the relevant dealing day. The Fund's NAV per unit of respective classes is calculated by dividing the net assets attributable to unit holders of respective classes with the total number of outstanding units of respective classes.

(i) Amount due from/to stockbrokers

Amounts due from and to stockbrokers 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. The due from stockbrokers balance is held for collection.

These amounts are subsequently measured at amortised cost. At each reporting date, the Fund measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required.

If the credit risk increases to the point that it is considered to be credit impaired, interest income will be calculated based on the gross carrying amount adjusted for the loss allowance. A significant increase in credit risk is defined by management as any contractual payment which is more than 30 days past due.

Any contractual payment which is more than 90 days past due is considered credit impaired.

(j) Realised and unrealised portions of increase/decrease in net assets attributable to unit holders.

The analysis of realised and unrealised portions of increase/decrease in net assets attributable to unit holders as presented on the statement of comprehensive income is prepared in accordance with SC Guidelines on Unit Trust Funds

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

(k) Critical accounting estimates and judgements in applying accounting policies

The Fund makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, rarely equal the related actual results. To enhance the information content of the estimates, certain key variables that are anticipated to have material impact to the Funds' results and financial position are tested for sensitivity to changes in the underlying parameters.

Estimates and judgements are continually evaluated by the Manager and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

In undertaking any of the Fund's investment, the Manager will ensure that all assets of the Fund under management will be valued appropriately, that is at fair value and in compliance with the SC Guidelines on Unit Trust Funds.

However, the Manager is of the opinion that in applying these accounting policies, no significant judgement was required.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES

The investment objective of the Fund to seek opportunities through investment primarily in China A-Shares with the aim to provide capital appreciation.

The Fund is exposed to a variety of risks which include market risk (inclusive of price risk and interest rate risk), credit risk and liquidity risk.

Financial risk management is carried out through internal control process adopted by the Manager and adherence to the investment restrictions as stipulated in the Deed and SC Guidelines on Unit Trust Funds.

(a) Market risk

(i) Price risk

Price risk is the risk that the fair value of an investment in quoted securities will fluctuate because of changes in market prices (other than those arising from interest rate risk). The value of quoted securities may fluctuate according to the activities of individual companies, sector and overall political and economic conditions. Such fluctuation may cause the Fund's NAV and prices of units to fall as well as rise, and income produced by the Fund may also fluctuate.

The price risk is managed through diversification and selection of quoted securities and other financial instruments within specified limits according to the Deed.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

(ii) Interest rate risk

Interest rate is a general economic indicator that will have an impact on the management of the Fund.

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

The Fund's exposure to fair value interest rate risk arises from investment in money market instruments. The interest rate risk is expected to be minimal as the Fund's investments comprise mainly short term deposits with approved licensed financial institutions.

Cash flow interest rate risk is the risk that the future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The Fund is not exposed to cash flow interest rate risk as the Fund does not hold any financial instruments at variable interest rate.

As at the financial period, the Fund is not exposed to a material level of interest rate risk.

(iii) Currency risk

Currency risk of the Fund is associated with investments that are quoted and/or priced in foreign currency denomination. Foreign currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Manager will evaluate the likely directions of a foreign currency versus RMB based on considerations of economic fundamentals such as interest rate differentials, balance of payments position, debt levels, and technical chart considerations.

(b) Credit risk

Credit risk refers to the risk that counterparty will default on its contractual obligation resulting in financial loss to the Fund.

The credit risk arising from placements of deposits in licensed financial institutions is managed by ensuring that the Fund will only place deposits in reputable licensed financial institutions.

For the amount due from Manager, the settlement terms of the proceeds from the creation of units receivable from the Manager are governed by the SC Guidelines on Unit Trust Funds.

For amount due from stockbrokers, the settlement terms are governed by the relevant rules and regulations as prescribed by respective stock exchanges. The credit risk is minimal as all transactions in quoted securities are settled/paid upon delivery using approved stockbrokers.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)**(c) Liquidity risk**

Liquidity risk is the risk that the Fund will encounter difficulty in meeting its financial obligations.

The Manager manages this risk by maintaining sufficient level of liquid assets to meet anticipated payments and cancellations of the units by unit holders. Liquid assets comprise bank balances and deposits with licensed financial institutions, which are capable of being converted into cash within 7 business days. Generally, all investments are subject to a certain degree of liquidity risk depending on the nature of the investment instruments, market, sector and other factors. For the purpose of the Fund, the Manager will attempt to balance the entire portfolio by investing in a mix of assets with satisfactory trading volume and those that occasionally could encounter poor liquidity. This is expected to reduce the risks for the entire portfolio without limiting the Fund's growth potentials.

(d) Capital risk management

The capital of the fund is represented by net assets attributable to unit holders. The amount of capital can change significantly on a daily basis as the Fund is subject to daily subscriptions and redemptions at the discretion of unit holders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns to unit holders and benefits for other stakeholders and to maintain a strong capital base to support the development of the investment activities of the Fund.

(e) Fair value estimation

Fair value is defined as 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 (i.e. an exit price).

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

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

The fair value of financial assets that are not traded in an active market is determined by using valuation techniques.

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy

The table below analyses financial instruments carried at fair value. The different levels have been defined as follows:

- Quoted prices (unadjusted) in active market 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 and liability that are not based on observable market data (that is, unobservable inputs) (Level 3)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety.

If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement.

Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

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

3. FINANCIAL INSTRUMENTS AND RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Fair value estimation (continued)

(i) Fair value hierarchy (continued)

	Level 1 RMB	Level 2 RMB	Level 3 RMB	Total RMB
31.08.2020				
Financial assets at fair value through profit or loss:				
- Quoted securities	<u>510,123,148</u>	<u>-</u>	<u>-</u>	<u>510,123,148</u>
28.02.2020				
Audited				
Financial assets at fair value through profit or loss:				
- Quoted securities	<u>704,865,528</u>	<u>-</u>	<u>-</u>	<u>704,865,528</u>

Investments whose values are based on quoted market prices in active markets, and are therefore classified within Level 1, include active listed equities. The Fund does not adjust the quoted prices for these instruments. The Fund's policies on valuation of these financial assets are stated in Note 2(b).

- (ii) The carrying values of cash and cash equivalents, amount due from stockbrokers, amount due from Manager, dividends receivable, clearing reserve fund and all current liabilities are a reasonable approximation of their fair values due to their short term nature.

4. MANAGEMENT FEE

In accordance with Deed, the Manager is entitled to a maximum management fee of 3.00% per annum for each unit class, calculated daily based on the NAV of the Fund.

For the six months financial period ended 31 August 2020 and 31 August 2019, the management fee for the respective classes is recognised at the following rates:

Class MYR	Class SGD	Class USD
1.80%	1.80%	1.80%

There is no further liability to the Manager in respect of management fee other than amounts recognised above.

5. TRUSTEE'S AND CUSTODIAN FEES

In accordance with the Deed, the Trustee is entitled to a maximum fee of 0.06% per annum, (including local custodian fee but excluding foreign sub-custodian fee and charges) on the NAV of the Fund. The foreign sub-custodian fee and charges is dependent on the country invested and is charged monthly in arrears.

For the six months financial period ended 31 August 2020 the Trustee's fee is recognised at the rate of 0.06% per annum (31.08.2019: 0.06% per annum).

There is no further liability to the Trustee in respect of Trustee's fee other than the amount recognised above.

6. TAXATION

	01.03.2020 to 31.08.2020	01.03.2019 to 31.08.2019
	RMB	RMB
Tax charged for the financial period:		
- Foreign tax duties	27,641	30,739
	<u>27,641</u>	<u>30,739</u>

A numerical reconciliation between the profit before taxation multiplied by the Malaysian statutory income tax rate and tax expense of the Fund is as follows:

	01.03.2020 to 31.08.2020	01.03.2019 to 31.08.2019
	RMB	RMB
Profit before taxation	171,453,929	147,805
Taxation at Malaysian statutory rate of 24%	41,148,943	35,473
Tax effects of:		
Income not subject to tax	(44,341,171)	(3,987,016)
Expenses not deductible for tax purposes	1,777,071	2,252,153
Restriction on tax deductible expenses for Unit Trust Fund	1,415,157	1,699,390
Foreign tax duties	27,641	30,739
Taxation	<u>27,641</u>	<u>30,739</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	31.08.2020	28.02.2020
	RMB	Audited RMB
At fair value through profit or loss at inception:		
- Quoted securities	<u>510,123,148</u>	<u>704,865,528</u>
	01.03.2020 to 31.08.2020 RMB	01.03.2019 to 31.08.2019 RMB
Net gain on financial assets at fair value through profit or loss:		
- Realised gain on disposals	129,597,330	78,775,116
- Unrealised fair value gain/(loss)	<u>47,625,607</u>	<u>(76,347,283)</u>
	<u>177,222,937</u>	<u>2,427,833</u>

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020				
QUOTED SECURITIES				
Communication Services				
Beging Enlight Media Co Ltd - A ¹	18,300	210,044	296,460	0.06
Beijing Bewinner Communication Co Ltd - A ¹	251,800	1,179,154	1,384,900	0.27
Beijing Kunlun Tech Co Ltd - A ¹	114,500	2,394,630	3,188,825	0.61
Bluefocus Intelligent Communication Co Ltd - A ¹	71,200	511,066	546,816	0.11
Citic Guoan Information Co Ltd - A ¹	1,900	12,876	5,358	0.00
Ourpalm Co Ltd - A ¹	171,000	1,138,443	1,515,060	0.29
Perfect World Pictures Co Ltd	59,400	1,729,877	2,174,634	0.42
Shandong Publishing & Media Co Ltd	5	36	34	0.00
Youzu Interactive Co Ltd	169,100	3,707,123	3,491,915	0.67
Zhejiang Huace Film & Tv Co Ltd - A ¹	247,100	1,969,743	2,055,872	0.39
Zhong Fu Tong Group Co Ltd - A ¹	5,200	101,551	111,852	0.02
	<u>1,109,505</u>	<u>12,954,543</u>	<u>14,771,726</u>	<u>2.84</u>
Consumer Discretionary				
Ahthgc Co Ltd	1,600	17,733	21,152	0.01
Anhui Xinhua Media Co Ltd	350,800	1,769,577	2,146,896	0.41
Bear Electric Appliance Co Ltd - A ¹	7,880	970,896	1,096,108	0.21
Ccoop Group Co Ltd	52,000	214,921	176,280	0.03
Changzhou Tenglong Auto Parts	91,600	2,043,709	1,949,248	0.38
Chengdu Fusen Noble-House Industrial Co Ltd	65,500	801,543	1,057,170	0.20
Chongqing Changan Automobile Co Ltd - A ¹	98,000	1,037,591	1,147,580	0.22
Chongqing Landai Powertrai Co Ltd - A ¹	257,000	1,270,891	1,362,100	0.26

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Consumer Discretionary				
(continued)				
Dongfeng Automobile Co Ltd - A ¹	700	2,716	3,227	0.00
Global Top E-Commerce Co Ltd	58,100	297,198	433,426	0.08
Guangdong Chant Group Inc - A ¹	120,600	1,338,431	1,456,848	0.28
Guangdong Xinbao Electrical Co Ltd - A ¹	25,900	994,532	1,140,895	0.22
Hamaton Automotive Technology	12,700	176,580	205,740	0.04
Hangzhou Nbond Nonwovens Co Ltd	80,300	2,605,503	3,226,454	0.62
Healthcare Co Ltd Ord	25,100	767,872	855,910	0.17
Hisense Home Appliances Group	1,000	11,786	14,020	0.00
Hisense Visual Technology Co Ltd - A ¹	216,200	2,526,396	3,182,464	0.61
Huizhou Desay Sv Automotive Co Ltd	23,100	1,731,248	1,609,146	0.31
Jiangsu Xinmin Textile Science & Technology Co Ltd - A ¹	129,300	1,288,301	2,395,929	0.46
Lao Feng Xiang Co Ltd - A ¹	12,900	628,611	694,020	0.13
Leo Group Co Ltd Ord	191,800	608,997	586,908	0.11
Liaoning Cheng Da Co Ltd	86,200	2,326,868	2,259,302	0.44
Ningbo Tuopu Group Co Ltd	2,100	34,890	87,318	0.02
Ningbo Xusheng Auto Technology	23,700	975,701	973,122	0.19
Sante Cableways	93,000	968,202	1,196,910	0.23
Shandong Linglong Tyre Co Ltd	54,800	1,339,205	1,310,268	0.25
Shenzhen Overseas Chinese Town Holdings Co Ltd - A ¹	116,800	808,627	835,120	0.16
Sichuan Jiuzhou Electrical Co Ltd - A ¹	30,500	185,657	202,215	0.04
Visual China Group Co Ltd Ord	18,200	301,306	318,136	0.06
Weifu High Technology Group Co Ltd - A ¹	128,300	2,964,482	3,197,236	0.62
Wh Zhongshang Commercial Co Ltd - A ¹	42,200	341,865	409,340	0.08
Xiamen Intratech Inc	3,700	205,676	217,930	0.04
Xiamen Yanjan New Material Co	8,800	260,938	288,376	0.06
Xinlong Holding Group Co Ltd	41,600	410,767	405,184	0.08
Yantai Tayho Advanced Materials Co Ltd - A ¹	290	3,515	4,420	0.00
Zhejiang Noblelift Equipment Co Ltd - A ¹	90,900	1,935,254	1,980,711	0.38
Zhejiang Shibao Co Ltd - A ¹	521,900	2,653,653	2,807,822	0.54
Zhejiang Yinlun Machinery - A ¹	30,800	449,939	433,048	0.08
	<u>3,115,870</u>	<u>37,271,577</u>	<u>41,687,979</u>	<u>8.02</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Consumer Staples				
Angel Yeast Co Ltd	22,800	1,422,504	1,584,600	0.30
Anhui Kouzi Distillery Co Ltd	10	553	601	0.00
Beijing Hualian Hypermarket - A ¹	355,200	1,652,230	1,648,128	0.32
C&S Paper Co Ltd - A ¹	49,900	1,231,722	1,223,548	0.24
Chongqing Brewery Co Ltd - A ¹	10,200	870,025	928,710	0.18
Chongqing Fuling Zhacai Group Co Ltd - A ¹	73,600	2,660,969	3,764,640	0.72
Guangdong By-Health Biotechnology Co Ltd - A ¹	41,580	751,768	1,019,957	0.20
Guangdong Guanghong Holdings - A ¹	117,800	918,931	1,119,100	0.22
Hbei Chengde Lolo Co Ltd - A ¹	110,300	995,347	936,447	0.18
Heilongjiang Agriculture - A ¹	25,500	402,969	514,080	0.10
Hunan New Wellful Co Ltd - A ¹	54,900	615,116	607,194	0.12
Jiajiayue Group Co Ltd	8,400	369,508	363,804	0.07
Jiangsu Yanghe Brewery Joint Stock Company Ltd - A ¹	14,000	1,554,870	1,975,260	0.38
Jiangxi Zhengbang Technology - A ¹	61,700	1,229,673	1,533,245	0.30
Muyuan Foodstuff Co Ltd - A ¹	29,070	2,332,410	2,552,346	0.49
Ningbo Tech-Bank Co Ltd	316,700	4,243,496	6,337,167	1.22
Sanquan Food Co Ltd - A ¹	29,300	776,473	1,044,545	0.20
Shandong Longda Meat Foodstuff Co Ltd - A ¹	288,400	2,835,548	4,236,596	0.82
Shanghai Jahwa United Co Ltd - A ¹	21,600	832,766	897,696	0.17
Shenyang Toly Bread Co Ltd Ord	35,100	2,064,073	2,215,512	0.43
Shenzhen Agricultural Products Co Ltd - A ¹	62,600	376,621	508,312	0.10
Sichuan Teway Food Group Co Ltd	20,900	1,221,726	1,466,762	0.28
Three Squirrels Inc - A ¹	1,400	92,634	93,814	0.02
Visionox Technology Inc	42,200	559,402	675,200	0.13
Wens Foodstuff Group Co Ltd	106,200	2,472,139	2,621,016	0.50
Yibin Wuliangye Co Ltd - A ¹	19,000	2,646,965	4,560,000	0.88
Yifeng Pharmacy Chain Co Ltd - A ¹	12,300	1,010,441	1,239,840	0.24
Yonghui Superstores Co Ltd - A ¹	370,400	3,395,042	3,289,152	0.63
Yujiahui Co Ltd Ord	14,600	256,979	300,760	0.06
Yunnan Hongxiang Yixintang Pharmaceutical Co Ltd	29,200	1,022,485	1,210,632	0.23
	<u>2,344,860</u>	<u>40,815,385</u>	<u>50,468,664</u>	<u>9.73</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
Energy				
China Merchants Energy Co Ltd - A ¹	261,800	1,650,089	1,691,228	0.33
Huolinhe Opencut Coal Industry Corp Ltd - A ¹	137,898	1,607,320	1,427,244	0.27
Jinneng Science & Technology Co Ltd	126,100	1,664,758	1,738,919	0.33
Oriental Energy Co Ltd Ord	228,100	1,893,301	2,233,099	0.43
Xinjiang International Industries Co Ltd - A ¹	128,800	835,075	833,336	0.16
Yantai Jereh Oilfield Services Group Co Ltd - A ¹	64,500	2,019,789	2,209,125	0.43
Yanzhou Coal Mining Co Ltd - A ¹	1,200	16,551	11,136	0.00
	<u>948,398</u>	<u>9,686,883</u>	<u>10,144,087</u>	<u>1.95</u>
Financials				
Bank of Jiangsu Co Ltd	617,500	3,759,367	3,964,350	0.76
Bank of Ningbo Co Ltd - A ¹	35,200	860,612	1,249,600	0.24
China Great Wall Securities Co	22,400	309,216	312,032	0.06
China Merchants Bank Co Ltd - A ¹	97,800	3,477,757	3,686,082	0.71
China Pacific Insurance Group Co Ltd - A ¹	46,400	1,373,259	1,430,048	0.28
First Capital Securities Co Ltd - A ¹	29,900	301,365	321,425	0.06
Guangzhou Yuexiu Financial Holdings Group Co Ltd - A ¹	166,800	2,116,203	3,501,132	0.67
Haitong Securities Co Ltd - A ¹	20	259	303	0.00
Industrial Bank Co Ltd A - A ¹	263,200	4,718,107	4,253,312	0.82
Jiangsu Financial Leasing Co Ltd	136,600	741,132	818,234	0.16
New China Life Insurance Co Ltd - A ¹	38,900	2,074,401	2,328,165	0.45
Sealand Securities Co Ltd - A ¹	185,100	1,023,837	1,032,858	0.20
Shaanxi Intl Trust Co Ltd - A ¹	139,700	559,219	565,785	0.11
Shanxi Securities Co Ltd - A ¹	293,800	2,309,683	2,415,036	0.46
Tianfeng Securities Co Ltd	136,700	1,082,240	944,597	0.18
	<u>2,210,020</u>	<u>24,706,657</u>	<u>26,822,959</u>	<u>5.16</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Health Care				
Allmed Medical Products Co Ltd - A ¹	40,800	1,190,337	1,157,904	0.22
Anke Biotechnology Co Ltd	77,300	1,153,099	1,353,523	0.26
Apeloa Pharmaceutical Co Ltd - A ¹	82,000	2,134,776	2,332,900	0.45
Asymchem Laboratories Tian Jin Co Ltd - A ¹	5,500	701,451	1,507,000	0.29
Beijing Tiantan Biological Co Ltd - A ¹	28,360	1,014,552	1,200,479	0.23
Betta Pharmaceuticals Co Ltd	15,617	1,921,328	2,043,328	0.39
Bgi Genomics Co Ltd Ord	8,500	1,351,272	1,245,250	0.24
Blue Sail Medical Co Ltd Ord	110,500	2,608,884	3,024,385	0.58
Da An Gene Company Ltd - A ¹	63,560	2,360,862	2,440,704	0.47
Dashenlin Pharmaceutical Group	36,700	2,261,201	3,126,473	0.60
Dian Diagnostics Group Co Ltd - A ¹	33,022	977,773	1,415,323	0.27
Edan Instruments Inc Ord - A ¹	59,600	1,461,678	1,401,792	0.27
Guangdong HybriBio Biotech Co Ltd	10,200	554,397	518,262	0.10
Guangdong Transtek Medical Co Ltd - A ¹	85,400	1,554,789	1,811,334	0.35
Guangdong Zhongsheng Pharmaceutical Industry Co Ltd - A ¹	10,900	175,599	172,329	0.03
Guangzhou Kingmed Diagnostics Group Co Ltd - A ¹	39,000	3,392,381	4,199,520	0.81
Guangzhou Wondfo Biotech Co Ltd	32,300	3,194,243	3,191,240	0.62
Guizhou Xinbang Pharmaceutical Co Ltd - A ¹	147,900	755,089	844,509	0.16
Hainan Poly Pharm Co Ltd	18,759	804,562	907,185	0.17
Haisco Pharmaceutica Co Ltd	45,840	1,151,612	1,210,634	0.23
Huadong Medicine Co Ltd - A ¹	33,140	896,836	926,594	0.18
Jiangsu Yuyue Medical Equipment & Supply Co Ltd - A ¹	170,390	5,934,830	6,272,056	1.21
Jiangxi Fushine Pharmaceutical Co Ltd - A ¹	36,200	725,770	743,548	0.14
Jinyu Bio-Technology Co Ltd - A ¹	61,815	1,479,516	1,780,272	0.34
Jointown Pharmaceutical Co Ltd - A ¹	43,600	806,609	772,592	0.15
Livzon Pharmaceutical Group - A ¹	16,480	730,612	881,680	0.17
Nanjing Pharmaceutical Co Ltd - A ¹	200	1,075	982	0.00
Pulike Biological Engineer Co Ltd - A ¹	19,600	537,511	557,620	0.11
Shandong Pharmaceutical Glass Co Ltd	8,600	458,962	435,160	0.08

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Health Care (Continued)				
Shandong Shanda Wit Science & Technology Co Ltd	30,000	947,152	892,500	0.17
Shanghai Fosun Pharmaceutical Co Ltd - A ¹	300	11,548	16,446	0.00
Shanghai Tofflon Science & Technology Co Ltd	52,800	904,867	1,120,416	0.22
Shenzhen Hepalink Pharmaceutical Co Ltd - A ¹	41,900	1,003,119	1,024,455	0.20
Shenzhen Mindray Bio-Medical Electronic Co Ltd - A ¹	3,600	1,207,014	1,232,820	0.24
Shijiazhuang Yiling Pharmaceutical Co Ltd	82,300	2,531,193	2,352,134	0.45
Sunflower Pharmaceutical Co Ltd - A ¹	53,300	778,217	879,450	0.17
Tianjin Chase Sun Pharma Co Ltd - A ¹	44,500	245,974	252,315	0.05
Tianjin Zhongxin Pharmaceutical Co Ltd	43,789	804,246	793,019	0.15
Wuhan Humanwell Hi-Technology Industry Co Ltd - A ¹	4,700	64,033	175,827	0.03
Xinhua Pharmaceutical Co Ltd	37,800	450,914	396,522	0.08
Yantai Dongcheng Pharmaceutical Co Ltd	72,094	1,414,174	1,831,188	0.35
Yifan Xinfu Pharmaceutical Co Ltd	115,400	2,476,101	3,459,692	0.67
Zhejiang Garden Bio-Chemical High-Tech Co Ltd	16,500	283,916	278,190	0.05
Zhejiang Huahai Pharmaceutical Co Ltd - A ¹	63,410	1,999,442	2,781,797	0.54
Zhejiang Nhu Co Ltd - A ¹	77,300	2,255,382	2,533,121	0.49
Zhejiang Zhenyuan Co Ltd - A ¹	16,400	127,720	153,340	0.03
Zhuhai Rundu Pharmaceutical Co Ltd	63,600	1,369,296	1,338,780	0.26
	<u>2,161,476</u>	<u>61,165,914</u>	<u>68,986,590</u>	<u>13.27</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Industrials				
Aecc Aero-Engine Control Co Ltd	41,800	783,503	906,224	0.18
Aecc Aviation Power Co Ltd - A ¹	400	10,705	17,856	0.00
Avic Aviation High-Technology Co Ltd - A ¹	33,100	763,541	809,626	0.16
Avic Electromechanical System Co Ltd - A ¹	197,300	1,553,956	2,038,109	0.39
Beijing Career International Co Ltd	18,700	1,193,503	1,260,567	0.24
Changchai Co Ltd - A ¹	258,600	1,329,411	1,352,478	0.26
Changjiang & Jingong Steel Building Group Co Ltd	276,400	1,088,389	1,846,352	0.36
Changsha Zoomlion Heavy Industry Science & Technology Development Co Ltd - A ¹	150,100	1,225,206	1,278,852	0.25
China Baoan Group Co Ltd - A ¹	162,100	1,063,615	1,240,065	0.24
China Railway Tielong Container Logistic Co Ltd - A ¹	1,476,000	7,950,804	8,398,440	1.62
Citic Heavy Industries Co Ltd - A ¹	896,600	3,542,467	3,595,366	0.69
Cosco Shipping Co Ltd - A ¹	944,000	3,242,674	3,219,040	0.62
Dalian Zhiyun Automation Co Ltd - A ¹	49,200	565,730	743,412	0.14
Eternal Asia Supply Chain Management Ltd	125,300	568,248	662,837	0.13
Guangzhou Port Co Ltd Ord	864,400	2,908,735	2,913,028	0.56
Guizhou Yongji Printing Co Ltd	130,200	1,386,521	1,288,980	0.25
Hangzhou Boiler Group Co Ltd	147,460	1,053,694	1,384,649	0.27
Hangzhou Innover Technology Co Ltd	143,900	2,006,539	2,039,063	0.39
Hangzhou Zhongheng Electric Co Ltd - A ¹	119,300	1,291,792	1,305,142	0.25
Henan Pinggao Electric Co Ltd- A ¹	154,100	1,093,842	1,188,111	0.23
Hongfa Technology Co Ltd - A ¹	54,100	1,726,786	2,525,388	0.49
Hunan Zhongke Electric Co Ltd	10,100	92,138	87,163	0.02
Hwa Create Corporation Ltd	401	2,948	6,151	0.00
Jiangsu Dongyuan Electronic Technology Co Ltd	44,500	958,975	1,127,630	0.22
Jiangsu Guotai Int Group Co Ltd - A ¹	115,100	724,382	746,999	0.15
Jihua Group Corp Ltd	607,700	2,034,631	2,145,181	0.41
Jinlong Machinery & Electronics Co Ltd - A ¹	3,700	16,622	18,241	0.00
Ligong Environment & Energy Co Ltd	300	4,343	4,704	0.00
Metallurgical Corporation of China Ltd - A ¹	143,100	403,911	403,542	0.08

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Industrials (Continued)				
Ming Yang Smart Energy Group Ltd	119,800	1,774,106	1,892,840	0.37
Nanfeng Zhongjin Environment Co Ltd - A ¹	2,400	15,748	8,928	0.00
Nanjing Kangni Mechanical Co Ltd - A ¹	1,500	12,590	10,500	0.00
Nanyang Holding Ltd	29,200	677,577	637,728	0.12
Ningbo Orient Wires & Cables Co Ltd	57,900	1,436,760	1,381,494	0.27
Orient Group Inc - A ¹	295,800	1,126,065	1,416,882	0.27
Riyue Heavy Industry Co Ltd - A ¹	51,700	1,065,304	1,061,401	0.20
Shandong Himile Mechanical Science & Technology Co Ltd - A ¹	205,601	4,380,249	5,164,697	0.99
Shandong Laiwu Jinlei Wind Power Technology Co Ltd - A ¹	6,100	173,729	158,966	0.03
Shanghai Guangdian Electric Co Ltd - A ¹	102,400	352,200	370,688	0.07
Shanghai Huaming Intelligent Terminal Equipment Co Ltd	54,000	1,388,772	1,452,600	0.28
Shanghai Nar Industrial Co Ltd - A ¹	207,460	3,093,641	3,545,492	0.68
Shanghai Pudong Road & Bridge Co Ltd	36,900	243,020	246,123	0.05
Shenzhen Click Technology Co Ltd	129,600	1,816,274	1,861,056	0.36
Shenzhen Colibri Technology Co Ltd - A ¹	4,200	104,606	112,770	0.02
Shenzhen Comix Group Co Ltd - A ¹	70,000	1,180,158	1,148,000	0.22
Shenzhen Envicool Technology Co Ltd - A ¹	10,400	275,303	263,848	0.05
Shenzhen Frd Science & Technology Co Ltd - A ¹	45,316	1,331,146	1,326,853	0.26
Shenzhen Inovance Technology Co Ltd	23,600	1,220,247	1,316,880	0.25
Shenzhen Tegen Group Co Ltd	666,300	4,299,690	5,203,803	1.00
Shenzhen Tongyi Industry Co Ltd	40,100	933,989	946,360	0.18
Shenzhen V&T Technologies Co Ltd - A ¹	49,800	577,814	661,842	0.13
Shenzhen Yinghe Technology Co Ltd - A ¹	3,150	99,250	100,454	0.02
Sichuan Huati Lighting Technology Co Ltd	43,820	1,309,942	1,221,263	0.23
Sichuan Monarch Sanitary Ware Co Ltd	5,400	166,934	163,242	0.03

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Industrials (Continued)				
Sichuan Zhongguang Lightning Protection echnology Co Ltd - A ¹	64,200	831,575	908,430	0.17
Sieyuan Electric Co Ltd - A ¹	115,600	2,815,295	2,965,140	0.57
Tangshan Port Group Co Ltd	1,077,400	2,629,940	2,812,014	0.54
Topstar Co Ltd	33,900	1,574,159	1,724,493	0.33
Wuxi Boton Technology Co Ltd - A ¹	48,400	1,188,143	1,165,472	0.23
Xi'anTian He Defense Technology Co Ltd - A ¹	2,600	59,690	64,922	0.01
Xinjiang Machinery Research Institute Co Ltd - A ¹	146,600	636,751	816,562	0.16
Xj Electric Co Ltd - A ¹	77,600	1,235,020	1,219,872	0.23
Yantai Eddie Precision Machine Co Ltd	12,630	799,908	775,987	0.15
Zhejiang Henglin Chair Industry Co Ltd	5,500	332,502	481,965	0.09
Zhejiang Materials Development Co Ltd - A ¹	135,100	875,759	887,607	0.17
Zhejiang Southeast Space Frame Co.Ltd	36,000	338,008	302,760	0.06
Zhejiang Wanliyang Co Ltd	208,300	1,948,823	2,045,506	0.39
Zhongji Innolight Co Ltd - A ¹	71,400	4,529,422	4,227,594	0.81
Zhongshan Broad Ocean Motor Co Ltd	718,400	2,957,524	2,916,704	0.56
Zhongyuan Environment Protection Co Ltd - A ¹	13,500	101,420	101,925	0.02
Zhuzhou Tianqiao Crane Co Ltd	4,000	12,630	10,760	0.00
	<u>12,201,538</u>	<u>92,509,294</u>	<u>99,655,619</u>	<u>19.17</u>
Information Technology				
Addsino Co Ltd Ord	89,900	1,803,141	1,823,172	0.35
Beijing Interact Technolog Co Ltd - A ¹	115,200	692,029	815,616	0.16
Beijing Jingyuntong Technology Co Ltd - A ¹	108,800	522,730	520,064	0.10
Beijing Ultrapower Software Co Ltd - A ¹	167,000	968,686	1,100,530	0.21
Beijing Venustech Inc - A ¹	165,300	5,836,514	6,304,542	1.21
Cctech Co Ltd	104,100	3,125,123	3,087,606	0.59
Changsha Jingjia Microelectronics Co Ltd - A ¹	4,100	305,632	299,997	0.06
Chengdu Jiafaantai Education Technology Co Ltd	21,050	446,929	453,207	0.09
China Shipping Network Technology Co Ltd - A ¹	156,201	2,495,814	2,536,704	0.49

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Information Technology				
(Continued)				
Eastern Communications Co Ltd	200	1,229	2,986	0.00
Eoptolink Technology Inc Ltd Ord	16,160	1,210,369	1,084,174	0.21
Fenghua Co Ltd	20,600	593,059	667,646	0.13
Fujian Torch Electron Technology Co Ltd	13,200	501,970	555,720	0.11
Gigadevice Semiconductor Beijing Co Ltd	1,800	489,378	359,154	0.07
Gsafety Co Ltd	9,300	409,938	452,724	0.09
Guangzhou Haige Communication Co Ltd - A ¹	68,700	1,016,389	908,214	0.17
Guangzhou Sie Consulting Co Ltd - A ¹	59,730	1,115,094	1,388,723	0.27
Guomai Technologies Inc - A ¹	41,400	374,848	371,772	0.07
Hangzhou Dptech Technologies Co Ltd - A ¹	35,300	1,604,858	1,563,790	0.30
Hangzhou Hikvision Digital Technology Co Ltd - A ¹	8,200	313,464	306,844	0.06
Hanwang Technology Co Ltd	17,100	323,918	364,059	0.07
Hna Technology Co Ltd	407,800	1,174,216	1,484,392	0.29
Holitech Technology Co Ltd - A ¹	192,800	1,113,600	1,012,200	0.19
Hytera Communications Co Ltd - A ¹	413,200	3,129,976	3,603,104	0.69
Join. In (Holding) Co Ltd - A ¹	8,400	1,216,295	1,159,704	0.22
Jones Tech PLC - A ¹	6,700	230,860	217,482	0.04
Konfoong Materials International Co Ltd	5,800	357,713	356,526	0.07
Maxscend Microelectronics Co Ltd - A ¹	2,200	931,461	864,600	0.17
Nantong Fujitsu Microelectronics Co Ltd - A ¹	48,500	1,135,057	1,154,785	0.23
Olympic Circuit Technology Co Ltd	5,500	134,128	127,325	0.02
Shanghai Baosight Software Co Ltd	19,568	1,375,595	1,360,367	0.26
Shanghai Wangsu Science & Technology Co Ltd - A ¹	283,200	2,901,999	2,594,112	0.50
Shenzhen Aisidi Co Ltd - A ¹	193,600	2,041,224	1,914,704	0.37
Shenzhen Das Intellitech Co Ltd - A ¹	407,600	1,752,348	1,752,680	0.34
Shenzhen Evenwin Precision Technology Co Ltd - A ¹	100,300	2,075,589	2,433,278	0.47
Shenzhen Fastprint Circuit Technology Co Ltd	47,400	599,918	594,870	0.11
Shenzhen Kaifa Technology Co Ltd - A ¹	52,800	1,235,377	1,343,760	0.26

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Information Technology				
(Continued)				
Shenzhen Kexin Communication Co Ltd	69,800	774,379	1,208,238	0.23
Shenzhen Kingdom Sci-Tech Co Ltd - A ¹	98,700	1,975,940	1,983,870	0.39
Shenzhen Kinwong Electronic Co Ltd	3,840	139,696	130,637	0.03
Shenzhen Laibao Hi-Tech Co Ltd - A ¹	64,900	780,529	1,054,625	0.20
Shenzhen Sunlord Electronic Co Ltd	55,000	1,491,078	1,316,150	0.25
Sichuan Huiyuan Optical Communications Co Ltd	1,300	13,478	12,155	0.00
Suzhou TFC Optical Communication Co Ltd - A ¹	18,500	1,090,163	1,231,730	0.24
Taiji Computer Corp Ltd - A ¹	7,378	253,630	224,365	0.04
Tatwah Smartech Co Ltd	10	45	57	0.00
Thunder Software Technology Co Ltd - A ¹	32,800	3,178,209	3,017,600	0.58
Tianshui Huatian Technology Co Ltd - A ¹	49,600	902,055	785,664	0.15
Victory Giant Technology Huizhou Co Ltd	26,300	629,043	619,102	0.12
Wonders Information Co Ltd - A ¹	16,100	325,841	427,455	0.08
Wuhan Guide Infrared Co Ltd	78,980	2,003,053	3,030,463	0.58
Wuhu Token Science Co Ltd	276,100	2,913,748	3,255,219	0.63
XGD Inc - A ¹	800	11,829	12,800	0.00
Xiamen Meiya Pico Information Co Ltd - A ¹	56,100	1,186,728	1,156,782	0.23
Yangzhou Yangjie Electronic Technology Co Ltd	37,700	1,215,471	1,210,547	0.23
Yusys Technologies Co Ltd	3,600	186,749	180,000	0.03
Zhejiang Dali Technology Co Ltd - A ¹	53,700	1,451,087	1,402,107	0.27
Zhejiang Jiemei Electronic & Technology Co Ltd	72,100	2,055,302	2,072,875	0.40
Zhejiang Jingsheng Mechanical Co Ltd - A ¹	72,700	1,749,842	1,894,562	0.36
	<u>4,514,717</u>	<u>69,884,363</u>	<u>73,168,136</u>	<u>14.08</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Materials				
Shandong Sinocera Function Material Co Ltd - A ¹	13,300	309,357	546,497	0.11
Aba Chemicals Co Ltd - A ¹	450	2,368	3,362	0.00
Anhui Annada Titanium Industry Co Ltd	1,200	13,490	11,412	0.00
Bluestar Adisseo Co Ltd - A ¹	40,400	595,581	611,252	0.12
Chengdu Guibao Science & Technology Co Ltd - A ¹	4,800	74,526	75,168	0.01
China Nonferrous Metal Industry Co Ltd - A ¹	37,100	168,690	185,871	0.04
Chongqing Zaisheng Technology Co Ltd	83,600	1,393,194	1,257,344	0.24
CSG Holding Co Ltd - A ¹	23,200	142,432	135,952	0.03
Dalian Baiao Chemicals Co Ltd - A ¹	3,400	71,550	61,608	0.01
Dongguan Golden Sun Abrasives Co Ltd - A ¹	6,000	133,725	155,160	0.03
Fujian Kuncai Material Technology Co ITd	37,300	992,545	1,186,140	0.23
Gem Co Ltd	250,400	1,580,395	1,357,168	0.26
Guangdong Hoshion Aluminium Co Ltd	6,700	181,814	135,273	0.03
Guangdong Tapai Group Co Ltd	338,238	4,259,983	5,334,013	1.03
Guangzhou Tinci Materials Technology Co Ltd - A ¹	35,200	1,254,057	1,420,672	0.27
Hengli Petrochemical Co Ltd	185,200	2,742,756	3,894,756	0.75
Huapont Life Science Co Ltd - A ¹	69,300	393,333	382,536	0.07
Huaxin Cement Co Ltd - A ¹	63,500	1,726,329	1,775,460	0.34
Hubei Huitian New Materials Co Ltd	83,000	1,240,847	1,191,880	0.23
Hunan Valin Steel Co Ltd - A ¹	1,367,960	5,404,503	6,661,965	1.28
Jiangsu Shagang Co Ltd	140,400	1,712,462	1,670,760	0.32
Jiangsu Sopo Chemical Co Ltd - A ¹	265,200	1,956,368	1,731,756	0.33
Jiangsu Yangnong Chemical Co Ltd - A ¹	13,658	1,248,515	1,249,844	0.24
Jiangsu Yuxing Film Technology Co Ltd	102,300	1,087,674	1,172,358	0.23
Jiangxi Guotai Industrial Co Ltd - A ¹	83,100	682,600	721,308	0.14
Lier Chemical Co Ltd - A ¹	30,900	745,466	707,610	0.14
Limin Chemical Co Ltd - A ¹	178,200	2,844,957	2,999,106	0.58

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES				
(CONTINUED)				
Materials (Continued)				
Nanjing Hanrui Cobalt Co Ltd - A ¹	9,500	485,701	700,055	0.13
Nanjing Redsun Co Ltd	600	12,064	4,896	0.00
Ningbo Exciton Technology Co Ltd	4,500	128,094	173,295	0.03
Ningxia Building Materials Group Co Ltd	200	1,894	3,402	0.00
North Huajin Chemical Industrial Co Ltd - A ¹	1,900	14,942	9,804	0.00
Qingdao Gon Technology Co Ltd	17,700	664,642	683,574	0.13
Rongsheng Petro Chemical Co Ltd - A ¹	198,886	2,580,324	3,937,943	0.76
SGIS Songshan Co Ltd	508,700	1,991,740	2,228,106	0.43
Shandong Hualu Hengsheng Co Ltd - A ¹	79,800	1,490,149	2,145,024	0.41
Shandong Rike Chemical Co Ltd - A ¹	210,200	1,779,536	1,975,880	0.38
Shandong Sunpaper Co Ltd	115,700	1,122,102	1,615,172	0.31
Shanghai Haishun New Pharmaceutical Co Ltd	50	649	1,207	0.00
Shanghai Kangda New Materials Co Ltd	168,100	3,016,612	3,197,262	0.62
Shanghai Putailai New Energy Technology Co Ltd	1,000	81,789	99,040	0.02
Shenzhen Capchem Technology Co Ltd - A ¹	17,200	830,730	991,236	0.19
Shenzhen Senior Technology Material Co Ltd	5,100	96,183	100,113	0.02
Shenzhen Yuto Packaging Technology Co Ltd - A ¹	8,800	205,014	324,984	0.06
Sinomatech Co Ltd	7,400	115,683	147,482	0.03
Tangshan Jidong Cement Co Ltd - A ¹	87,500	1,665,284	1,568,000	0.30
West Construction Co Ltd	203,840	2,260,158	2,264,662	0.44
Xiamen Tungsten Co Ltd - A ¹	170,100	2,387,450	2,500,470	0.48
Yintai Gold Co Ltd - A ¹	219,900	3,562,159	3,553,584	0.68
Yunnan Aluminium Co Ltd - A ¹	589,200	2,789,268	3,600,012	0.69
Yunnan Bowin Technology Industry Co Ltd - A ¹	127,500	1,274,873	1,180,650	0.23
Zhejiang Jiuli Hi-Technology Co Ltd - A ¹	143,200	1,226,680	1,267,320	0.24
Zhejiang Satellite Petrochemical Co Ltd - A ¹	80,300	1,249,348	1,577,092	0.30
Zibo Qixiang Tengda Chemical Co Ltd - A ¹	161,200	940,927	1,421,784	0.27
Zijin Mining Group Co Ltd - A ¹	400	1,697	2,876	0.00
	<u>6,602,482</u>	<u>64,935,209</u>	<u>73,911,156</u>	<u>14.21</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
Real Estate				
Beijing Electronic Zone Investment & Development Co Ltd - A ¹	95,700	599,991	594,297	0.11
Cinda Real Estate Co Ltd	1,343,700	5,291,651	6,637,878	1.28
Everbright Jiabao Co Ltd	559	2,520	2,359	0.00
Hangzhou Binjiang Real Estate Group Co Ltd - A ¹	430,100	2,013,388	2,154,801	0.41
L&T City Co Ltd	151,400	484,986	516,274	0.10
Shanghai Industrial Development Co Ltd	303,800	1,547,306	1,780,268	0.34
Shanghai Jinqiao Export Processing Zone Development Co Ltd	404,200	6,131,465	5,739,640	1.10
Sichuan Languang Development Co Ltd	386,800	2,401,791	2,127,400	0.41
Suning Universal Co Ltd - A ¹	807,900	2,939,603	2,763,018	0.53
Tianjin Tianbao Infrastructure Co Ltd	378,400	1,186,533	1,384,944	0.27
Youngor Group Co Ltd - A ¹	126,700	841,757	974,323	0.19
Zhejiang China Commodities Co Ltd - A ¹	81,100	321,302	487,411	0.09
	<u>4,510,359</u>	<u>23,762,293</u>	<u>25,162,613</u>	<u>4.83</u>
Utilities				
Beijing Jingneng Power Co Ltd - A ¹	445,000	1,418,235	1,428,450	0.28
Chengdu Xingrong Environment Co Ltd - A ¹	202,700	1,018,730	1,070,256	0.21
Chongqing Fuling Electric Power Industrial Co Ltd	84	1,045	1,584	0.00
Guangdong Baolihua New Stock Co Ltd - A ¹	349,800	2,460,156	2,448,600	0.47
Guangzhou Development Group Inc	39,000	225,412	234,780	0.05
Guangzhou Hengyun Enterprise Holdings Ltd - A ¹	143,800	1,086,832	1,515,652	0.30
Huaneng Power International Inc - A ¹	760,700	3,229,818	4,191,457	0.81
Hubei Energy Group Co Ltd	526,700	2,005,552	2,054,130	0.40
Jiangsu Guoxin Corp Ltd	239,700	1,659,284	1,725,840	0.34
Jiangsu New Energy Development - A ¹	40,000	598,632	558,000	0.11
Jointo Energy Investment Co Ltd - A ¹	958,800	4,979,658	5,235,048	1.01

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
31.08.2020 (CONTINUED)				
QUOTED SECURITIES (CONTINUED)				
Utilities (Continued)				
Luenmei Holding Co Ltd	74,600	997,581	1,010,084	0.19
Shanghai Electric Power Co Ltd - A ¹	13,800	106,804	103,914	0.02
Zhongmin Energy Co Ltd - A ¹	50,500	194,233	194,930	0.04
Zhongshan Public Utilities Group Co Ltd - A ¹	410,920	3,515,548	3,570,894	0.69
	<u>4,256,104</u>	<u>23,497,520</u>	<u>25,343,619</u>	<u>4.92</u>
TOTAL QUOTED SECURITIES	<u>43,975,329</u>	461,189,638	<u>510,123,148</u>	<u>98.15</u>
ACCUMULATED UNREALISED LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>48,933,510</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>510,123,148</u>		

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020				
Audited				
QUOTED SECURITIES				
Communication Services				
Beging Enlight Media Co Ltd	472,700	5,425,556	5,124,068	0.71
Beijing Jetsen Technology Co Ltd	330,800	1,973,983	1,534,912	0.21
Beijing Kunlun Tech Co Ltd	81,000	1,968,324	1,891,350	0.26
BJCT	636,600	6,734,169	6,270,510	0.86
Citic Guoan Information Co Ltd	1,900	12,843	6,574	0.00
Guangdong Advertising Group Co Ltd	3,100	13,289	8,928	0.00
Hubei Century Network Technology Co Ltd	1,000	15,888	14,830	0.00
Jiangsu Xinmin Textile Science & Technology Co Ltd	428,700	4,289,849	4,188,399	0.58
Shandong Publishing & Media Co Ltd	5	36	33	0.00
Shanghai New Culture Media Group Co Ltd	39,600	235,244	217,404	0.03
Visual China Group Co Ltd	146,600	2,598,654	2,477,540	0.34
Zhejiang Huace Film & Tv Co Ltd	315,600	2,682,576	2,486,928	0.34
Zhejiang Jinke Peroxides Co Ltd	150,300	660,268	617,733	0.09
	<u>2,607,905</u>	<u>26,610,679</u>	<u>24,839,209</u>	<u>3.42</u>
Consumer Discretionary				
Aerospace Hi-Tech Holdings Grp	1,452	17,736	18,615	0.00
Anhui Korrin Co Ltd	43,200	1,448,267	1,416,960	0.20
Beijing Career International Co Ltd	9,400	371,347	343,194	0.05
BiemLFdlkk Garment Co Ltd	40,800	1,035,807	946,968	0.13
Centre Testing International Group Co Ltd	270,000	4,074,046	4,395,600	0.60
Changbai Mountain Tourism Co Ltd	38,400	323,274	313,728	0.04
Changzhou Tenglong Auto Parts Co Ltd	24,100	351,361	558,397	0.08
Chongqing Changan Automobile Co Ltd	163,000	1,749,602	1,657,710	0.23
Chongqing Sokon Industry Group	40,100	460,725	402,604	0.06
DongFeng Automobile Co Ltd	700	2,731	2,828	0.00
Guangdong Chant Group Inc	172,100	1,439,909	1,356,148	0.19
Guangzhou Jinyi Media Corp	75,500	1,018,537	992,825	0.14
Guangzhou Restaurant Group Co Ltd	46,100	1,365,528	1,327,219	0.18
Guangzhou Seagull Kitchen And Bath Products Co Ltd	248,800	1,345,386	1,331,080	0.18
Hainan Drinda Automotive Trim Co Ltd	167,400	2,394,423	2,172,852	0.30

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Consumer Discretionary				
(Continued)				
Hang Zhou Great Star Industrial Co Ltd	318,400	3,600,214	3,591,552	0.49
Harbin Dongan Auto Engine Co Ltd	103,900	505,525	453,004	0.06
Hisense Kelon Electrical Holdings Co Ltd	1,000	11,768	9,950	0.00
Guoxuan High-Tech Co Ltd	3,100	70,348	69,068	0.01
Jiangsu Huaxicun Co Ltd	232,400	2,161,064	2,126,460	0.29
KingClean Electric Co Ltd	51,700	1,211,936	1,153,427	0.16
Lao Feng Xiang Co Ltd	43,200	2,108,285	1,909,440	0.26
Mianyang Fulin Precision Machining Co Ltd	75,900	772,451	780,252	0.11
Nanhua Instruments Co Ltd	3,100	135,009	124,930	0.02
Ninestar Corp	3,900	177,603	162,162	0.02
Ningbo Huaxiang Electronic Co Ltd	5,500	99,321	127,490	0.02
Guangdong Qunxing Toys Joint Stock Co Ltd	37,600	259,779	251,168	0.03
Rastar Group	198,100	1,089,908	962,766	0.13
Ribo Fashion Group Co Ltd	10,500	84,891	78,015	0.01
SAIC Motor Corp Ltd	282,100	6,615,640	6,265,441	0.86
Sailun Jinyu Group Co Ltd	118,600	523,476	538,444	0.07
Shandong Linglong Tyre Co Ltd	592,900	13,010,983	13,488,475	1.86
Shandong Tongda Island New Materials Co Ltd	36,900	666,868	631,359	0.09
Shanghai Aiyingshi Co Ltd	49,100	2,059,229	1,667,436	0.23
Shanghai Baolong Automotive Co Ltd	24,200	941,904	846,032	0.12
Shanghai Lansheng Corp	8,800	101,524	88,352	0.01
Shanghai Lisheng Racing Co Ltd	47,800	739,275	624,268	0.09
Shanghai M&G Stationery Inc	107,600	4,892,959	4,777,440	0.66
Shanghai Xin Nanyang Co Ltd	28	585	611	0.00
Shenzhen Ellassay Fashion Co Ltd	101,000	1,291,174	1,245,330	0.17
D&O Home Collection Co Ltd	15,600	348,432	387,816	0.05
Spring Airlines Co Ltd	91,000	3,919,123	3,239,600	0.45
Weifu High-Technology Group Co Ltd	192,300	3,819,040	3,772,926	0.52
Xingye Leather Technology Co Ltd	60,800	681,932	534,432	0.07
Xinhua Winshare Publishing and Media Co Ltd	179,000	2,528,739	2,038,810	0.28

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Consumer Discretionary				
(continued)				
Yantai Tayho Advanced Material Co Ltd	290	3,537	3,697	0.00
Zhejiang Bangjie Digital Knitting Share Co Ltd	441,300	2,829,454	2,215,326	0.31
	<u>4,778,670</u>	<u>74,660,655</u>	<u>71,402,207</u>	<u>9.83</u>
Consumer Staples				
Anhui Kouzi Distillery Co Ltd	10	553	448	0.00
Anhui Yingjia Distillery Co Ltd	234,800	4,736,343	3,820,196	0.53
Anji Foodstuff Co Ltd	233,180	2,203,139	1,751,182	0.24
CCOOP Group Co Ltd	287,800	672,589	572,722	0.08
Chongqing Brewery Co Ltd	126,700	6,267,755	5,772,452	0.79
Chongqing Fuling Electric Power Industrial Co Ltd	60	1,046	1,047	0.00
DaShenLin Pharmaceutical Group Co Ltd	11,900	659,217	638,435	0.09
Fujian Yanjing Huiquan Brewery Co Ltd	160,700	1,037,252	933,667	0.13
Laobaixing Pharmacy Chain JSC	57,700	4,061,703	3,958,220	0.54
Liaoning Wellhope Agri-Tech JSC Ltd	409,300	5,000,747	4,588,253	0.63
Muyuan Foodstuff Co Ltd	15,100	1,364,033	1,759,150	0.24
Nanjing Pharmaceutical Co Ltd	200	1,074	910	0.00
New Hope Liuhe Co Ltd	235,900	4,913,392	5,708,780	0.79
Ningbo Tech-Bank Co Ltd	117,600	1,139,877	1,146,600	0.16
Orient Group Inc	63,100	213,675	200,027	0.03
Shanghai Bailian Group Co Ltd	156,200	1,490,871	1,185,558	0.16
Shenzhen Agricultural Products Co Ltd	294,300	1,647,022	1,901,178	0.26
Sichuan Swellfun Co Ltd	102,100	4,894,790	4,592,458	0.63
Tangrenshen Group Co Ltd	107,800	988,736	813,890	0.11
Guangdong Wens Foodstuffs Group Co Ltd	312,700	10,882,494	10,172,131	1.40
Tecon Biology Co Ltd	79,200	1,047,563	928,224	0.13
Yantai China Pet Foods Co Ltd	134,000	3,141,588	3,264,240	0.45
Wuliangye Yibin Co Ltd	32,600	4,324,233	3,931,560	0.54
Yifeng Pharmacy Chain Co Ltd	6,900	572,022	563,730	0.08
	<u>3,179,850</u>	<u>61,261,714</u>	<u>58,205,058</u>	<u>8.01</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Energy				
China Oilfield Services Ltd	65,000	1,049,657	981,500	0.14
China Petroleum Engineering Co Ltd	1,309,000	3,749,761	3,599,750	0.50
Citic Offshore Helicopter Co Ltd	291,900	2,222,992	1,868,160	0.26
Eve Energy Co Ltd	76,400	4,195,798	5,084,420	0.70
Foshan Gas Group Co Ltd	74,800	1,168,174	1,018,776	0.14
Guangzhou Development Group Inc	435,300	2,685,544	2,607,447	0.36
Anhui Leimingkehua Co Ltd	352,400	3,508,980	2,931,968	0.40
Jizhong Energy Resources Co Ltd	552,400	2,037,583	1,773,204	0.24
Oriental Energy Co Ltd	251,100	1,987,120	2,651,616	0.37
PetroChina Co Ltd	257,300	1,379,377	1,304,511	0.18
Shandong Laiwu Jinlei Wind Power Technology Co Ltd	37,500	501,473	520,500	0.07
Shandong Shuangyi Technology Co Ltd	55,500	1,341,351	1,315,350	0.18
Shandong Xinchao Energy Corp Ltd	964,800	2,036,700	1,842,768	0.25
Shanghai Taisheng Wind Power Equipment Co Ltd	735,300	3,376,140	3,352,968	0.46
Shanxi Xishan Coal & Electricity Power Co Ltd	767,300	4,447,968	3,882,538	0.53
Yantai Jereh Oilfield Services Group Co Ltd	54,400	1,710,188	1,882,240	0.26
Yanzhou Coal Mining Co Ltd	1,200	16,552	10,644	0.00
	<u>6,281,600</u>	<u>37,415,358</u>	<u>36,628,360</u>	<u>5.04</u>
Financials				
Black Peony Group Co Ltd	56,800	484,356	429,408	0.06
China Life Insurance Co Ltd	137,285	4,151,134	4,043,043	0.56
East Money Information Co Ltd	71,500	1,260,645	1,240,525	0.17
First Capital Securities Co Ltd	492,700	4,028,709	3,749,447	0.52
Haitong Securities Co Ltd	20	259	284	0.00
Jiangsu Changshu Rural Commercial Bank Co Ltd	1,018,600	8,949,855	8,087,684	1.11
Jiangsu Financial Leasing Co Ltd	15,800	94,274	84,846	0.01
Jiangsu Jiangyin Rural Commercial Bank Co Ltd	596,700	2,640,577	2,506,140	0.35
Jilin Yatai Group Co Ltd	316,300	1,003,272	999,508	0.14
Shanghai AJ Group Co Ltd	221,400	1,973,515	1,848,690	0.25
Shanghai Tongji Science & Technology Industrial Co Ltd	424,401	3,976,567	3,692,289	0.51
Shanxi Securities Co Ltd	675,300	5,279,451	5,307,858	0.73

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Financials (continued)				
Shenzhen Overseas Chinese Town Co Ltd	1,416,600	9,818,928	9,250,398	1.27
Wuxi Rural Commercial Bank Co Ltd	459,300	2,611,552	2,356,209	0.32
Xishui Strong Year Co Ltd Inner Mongolia	212,500	1,862,829	1,549,125	0.21
	<u>6,115,206</u>	<u>48,135,923</u>	<u>45,145,454</u>	<u>6.21</u>
Health care				
Aier Eye Hospital Group Co Ltd	48,500	1,956,218	1,940,000	0.27
Asymchem Laboratories Tianjin Co Ltd	5,500	699,111	984,940	0.14
Autek China Inc	88,398	4,484,714	4,985,647	0.69
Beijing Strong Biotechnologies Inc	129,700	2,521,744	2,594,000	0.36
Betta Pharmaceuticals Co Ltd	24,168	1,840,631	1,950,358	0.27
Shandong Buchang Pharmaceuticals Co Ltd	17,200	363,665	366,360	0.05
Changchun High & New Technology Industry Group Inc	6,900	3,248,055	3,339,600	0.46
China National Accord Medicine Corp Ltd	98,900	4,599,041	4,312,040	0.59
China Resources Sanjiu Medical & Pharmaceutical Co Ltd	47,700	1,572,693	1,564,560	0.21
Dian Diagnostics Group Co Ltd	95,722	2,461,355	2,447,612	0.34
Guangdong Transtek Medical Electronics Co Ltd	39,700	634,589	761,843	0.10
Guangzhou Kingmed Diagnostics Group Co Ltd	86,200	4,690,812	4,665,144	0.64
Guizhou Xinbang Pharmaceutical Co Ltd	57,400	311,193	301,924	0.04
Hangzhou Tigermed Consulting Co Ltd	5,000	312,390	382,500	0.05
Harbin Pharmaceutical Group Co Ltd	298,500	1,118,275	1,361,160	0.19
Huadong Medicine Co Ltd	240	9,034	4,632	0.00
Hualan Biological Engineering Co Ltd	92,800	3,110,562	3,851,200	0.53
Jiangsu Kanion Pharmaceutical Co Ltd	168,500	2,612,603	2,294,970	0.32
Jiangsu Nhwa Pharmaceutical Co Ltd	397,600	4,475,108	4,417,336	0.61
Jinyu Bio-Technology Co Ltd	28,500	648,119	621,015	0.09

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Health care (continued)				
Joinn Laboratories China Co Ltd	6,600	455,593	472,758	0.06
Henan Lingrui Pharmaceutical Co Ltd	82,200	783,925	734,868	0.10
Lionco Pharmaceutical Group Co Ltd	100	770	805	0.00
Livzon Pharmaceutical Group Inc	5,580	212,470	204,061	0.03
Meinian Onehealth Healthcare Holdings Co Ltd	212,900	2,960,524	2,803,893	0.39
Nanjing King-Friend Biochemical Pharmaceutical Co Ltd	20,900	1,052,700	1,045,418	0.14
PharmaBlock Sciences Nanjing Inc	14,600	1,019,266	1,279,836	0.18
Pharmaron Beijing Co Ltd	14,700	863,942	847,749	0.12
Realcan Pharmaceutical Co Ltd	381,100	2,471,521	2,397,119	0.33
Shanghai Fosun Pharmaceutical Co Ltd	300	11,519	8,064	0.00
Shenzhen Mindray Bio-Medical Electronics Co Ltd	16,400	3,620,780	3,919,600	0.54
Sinocare Inc	77,600	1,170,064	1,196,592	0.16
Top Choice Medical Investment Co Inc	123,200	12,518,313	12,823,888	1.76
Humanwell Healthcare Group Co Ltd	27,500	374,660	378,950	0.05
WuXi Apptec Co Ltd	2,100	191,496	222,600	0.03
Shenyang Xingqi Pharmaceutical Co Ltd	24,100	2,013,432	1,791,353	0.25
Yifan Pharmaceutical Co Ltd	50,200	973,691	961,832	0.13
Zhejiang Wolvo Bio-Pharmaceutical Co Ltd	30,760	1,427,981	1,328,217	0.18
	<u>2,827,968</u>	<u>73,792,559</u>	<u>75,564,444</u>	<u>10.40</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Industrials				
AECC Aviation Power Co Ltd	400	10,708	9,240	0.00
Anhui Expressway Co Ltd	489,300	2,837,878	2,544,360	0.35
ARTS Group Co Ltd	202,999	2,240,475	1,918,340	0.26
AVIC Electromechanical Systems Co Ltd	1,102,200	8,414,488	8,542,050	1.18
Avic Heavy Machinery Co Ltd	343,800	3,529,558	3,262,662	0.45
AVIC Helicopter Co Ltd	10,200	460,779	411,264	0.06
Beijing Airport High-Tech Park Co Ltd	309,400	2,073,723	1,868,776	0.26
Beijing Oriental Jicheng Co Ltd	28,500	799,390	677,730	0.09
Beijing Sifang Automation Co Ltd	140,800	762,127	749,056	0.10
Beijing SPC Environment Protection Tech Co Ltd	57,600	402,142	343,296	0.05
Beijing Wanji Technology Co Ltd	6,800	602,589	564,740	0.08
Canny Elevator Co Ltd	240,000	1,896,590	1,852,800	0.25
Changzhou Shenli Electrical Machine Inc	56,200	662,362	684,516	0.09
Chengdu Guibao Science & Technology Co Ltd	119,800	978,838	1,219,564	0.17
China High-Speed Railway Technology Co Ltd	1,374,100	4,725,298	4,287,192	0.59
China Merchants Energy Shipping Co Ltd	496,700	3,754,820	2,513,302	0.35
China National Chemical Engineering Co Ltd	15,400	89,941	107,030	0.01
CMST Development Co Ltd	25,800	138,892	118,164	0.02
COSCO SHIPPING Specialized Carriers Co Ltd	200,100	706,973	632,316	0.09
COSCO SHIPPING Development Co Ltd	764,400	1,984,841	1,612,884	0.22
Dalian Energas Gas-System Co Ltd	113,200	1,055,648	946,352	0.13
Dalian Huarui Heavy Industry Group Co Ltd	174,100	526,426	511,854	0.07
Donghua Testing Technology Co Ltd	109,800	1,344,216	1,284,660	0.18
Suzhou Dongshan Precision Manufacturing Co Ltd	231,100	5,720,980	6,540,130	0.90
EleFirst Science & Technology Co Ltd	298,400	2,074,610	1,972,424	0.27
Fujian Expressway Development Co Ltd	752,400	2,349,104	2,114,244	0.29

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Industrials (continued)				
Fujian Nanping Sun Cable Co Ltd	73,400	471,338	463,154	0.06
Lanzhou Sanmao Industrial Co Ltd	384,500	4,508,105	3,537,400	0.49
Beijing Cisri-Gaona Materials & Technology Co Ltd	181,900	2,665,555	2,934,047	0.40
GEM Co Ltd	250,400	1,580,396	1,339,640	0.18
Guangzhou Shiyuan Electronic Technology Co Ltd	1,800	152,436	163,800	0.02
Hangzhou Boiler Group Co Ltd	128,200	980,333	933,296	0.13
Hangzhou Zhongya Machinery Co Ltd	99,000	1,147,638	1,042,470	0.14
Hefei Meiya Optoelectronic Technology Inc	23,800	913,654	858,466	0.12
Henan City Development Environent Co Ltd	41,100	470,120	429,906	0.06
Henan Pinggao Electric Co Ltd	183,700	1,226,620	1,142,614	0.16
Huaihe Energy Group Co Ltd	690,200	1,988,164	1,587,460	0.22
Infore Environment Technology Group Co Ltd	147,000	927,597	968,730	0.13
Jiangling Motors Corp Ltd	294,800	3,948,883	3,699,740	0.51
Jiangsu Huahong Technology Stock Co Ltd	12,200	110,625	124,318	0.02
Jihua Group Corp Ltd	757,200	2,509,815	3,573,984	0.49
Jinlong Machinery & Electronics Co Ltd	3,700	16,673	15,910	0.00
Shaanxi Ligeance Mineral Resources Co Ltd	400	7,410	4,544	0.00
Shenzhen Moso Power Supply Technology Co Ltd	139,300	1,165,161	1,210,517	0.17
Nanfang Zhongjin Environment Co Ltd	2,400	15,758	9,384	0.00
Nanjing Kangni Mechanical & Electrical Co Ltd	1,500	12,613	9,210	0.00
Nanyang Topsec Technologies Group Inc	62,500	1,799,652	1,737,500	0.24
Neway Valve Suzhou Co Ltd	294,200	3,369,845	3,865,788	0.53
Ningbo Orient Wires & Cables Co Ltd	248,600	2,938,029	2,766,918	0.38
Ningbo Water Meter Co Ltd	14,300	498,578	467,610	0.06
Qingdao TGOOD Electric Co Ltd	77,100	1,693,977	1,665,360	0.23
SF Holding Co Ltd	2,200	102,478	107,690	0.02
Shandong Hi-speed Co Ltd	480,400	2,326,054	1,998,464	0.28
Shandong Hi-Speed Road & Bridge Co Ltd	150,300	688,564	740,979	0.10

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Industrials (continued)				
Shanghai Chengdi Construction Corp Ltd	35,600	919,537	1,064,440	0.15
Shanghai Chuangli Group Co Ltd	109,100	849,387	775,701	0.11
Shenzhen Click Technology Co Ltd	338,250	3,534,916	3,176,168	0.44
Shenzhen FRD Science & Technology Co Ltd	10	448	555	0.00
Sichuan Zhongguang Lightning Protection Technologies Co Ltd	183,300	2,348,449	2,267,421	0.31
Sieyuan Electric Co Ltd	432,300	5,001,144	7,509,051	1.03
Sungrow Power Supply Co Ltd	104,500	1,401,303	1,193,390	0.16
Dalian Sunlight Machinery Co Ltd	32	416	339	0.00
Suzhou Kelida Building & Decoration Co Ltd	70	437	333	0.00
Tangshan Huizhong Instrumentation Co Ltd	41,000	507,535	521,930	0.07
Tederic Machinery Co Ltd	23,100	229,281	188,727	0.03
Tian Di Science & Technology Co Ltd	1,629,900	5,381,591	4,987,494	0.69
Tianjin Saixiang Technology Co Ltd	662,700	2,584,263	2,173,656	0.30
Weihai Guangtai Airport Equipment Co Ltd	66,300	932,960	1,084,005	0.15
Yantai Zhenghai Magnetic Material Co Ltd	61,800	580,141	567,942	0.08
Yingkou Port Liability Co Ltd	483,500	1,277,672	1,054,030	0.15
Zhejiang Dingli Machinery Co Ltd	36,600	2,599,041	2,570,784	0.35
Zhejiang Sanwei Rubber Item Co Ltd	100,000	2,003,578	2,175,000	0.30
Zhejiang Yasha Decoration Co Ltd	222,800	1,172,429	1,122,912	0.15
Zhongji Innolight Co Ltd	7,600	379,273	471,504	0.07
Zhuzhou Hongda Electronics Corp Ltd	16,100	439,085	455,469	0.06
Zhuzhou Tianqiao Crane Co Ltd	4,000	12,647	10,840	0.00
	<u>16,968,161</u>	<u>120,535,000</u>	<u>118,059,536</u>	<u>16.25</u>
Information Technology				
Accelink Technologies Co Ltd	10,700	311,789	319,716	0.04
Aoshikang Technology Co Ltd	43,100	2,521,277	2,581,690	0.36
Beijing Advanced Digital Technology Co Ltd	35,200	936,250	796,224	0.11
Beijing BDStar Navigation Co Ltd	151,730	3,894,781	4,451,758	0.61
Venustech Group Inc	253,000	8,595,009	10,522,270	1.45

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Information Technology				
(continued)				
China Greatwall Technology Group	126,100	1,688,480	1,764,139	0.24
China National Software & Service Co Ltd	44,600	2,750,789	3,801,258	0.52
Eastern Communications Co Ltd	200	1,226	3,620	0.00
Eoptolink Technology Inc Ltd	1,800	73,724	120,456	0.02
Shanghai Fullhan Microelectronics Co Ltd	3,200	591,526	547,200	0.08
G-bits Network Technology Xiamen Co Ltd	9,600	2,737,208	4,014,720	0.55
GCI Science & Technology Co Ltd	111,700	1,468,956	1,795,019	0.25
GoerTek Inc	1,000	11,367	22,270	0.00
GRG Banking Equipment Co Ltd	140,700	1,205,217	1,328,208	0.18
Beijing Global Safety Technology Co Ltd	1,600	81,276	75,056	0.01
Guangzhou Haige Communications Group Inc	77,200	882,998	925,628	0.13
WUS Printed Circuit Kunshan Co Ltd	221,100	5,983,419	5,770,710	0.79
Hengdian Group DMEGC Magnetic Co Ltd	24,100	308,311	282,211	0.04
Hisense Electric Co Ltd	362,900	3,341,941	4,568,911	0.63
Hundsun Technologies Inc	260	12,412	25,009	0.00
Hwa Create Co Ltd	401	2,950	4,704	0.00
Jiangsu Changjiang Electronics Technology Co Ltd	71,800	2,122,578	1,910,598	0.26
Wingtech Technology Co Ltd	70,700	4,709,540	9,853,459	1.36
Julong Co Ltd	32,200	400,713	312,984	0.04
Ningbo Ligong Environment And Energy Technology Co Ltd	300	4,338	3,171	0.00
MLS Co Ltd	546,848	7,458,028	6,748,104	0.93
NAURA Technology Group Co Ltd	21,700	2,661,930	3,211,817	0.44
Newcapec Electronics Co Ltd	50,800	727,004	660,908	0.09
Ningbo Exciton Technology Co Ltd	33,800	829,042	931,866	0.13
NSFOCUS Information Technology Co Ltd	66,500	1,280,362	1,542,800	0.21
Ourpalm Co Ltd	412,000	2,673,265	2,715,080	0.37
PCI-Suntek Technology Co Ltd	552,400	5,250,184	5,435,616	0.75
Winning Health Technology Group	298,158	4,519,116	7,668,624	1.06
Shengyi Technology Co Ltd	66,000	2,071,839	2,036,100	0.28
Shennan Circuits Co Ltd	16,900	2,323,439	3,508,102	0.48
Shenzhen Genvict Technologies Co Ltd	52,900	3,404,457	3,994,479	0.55

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Information Technology				
(continued)				
Shenzhen Hirisun Technology Inc	84,600	834,131	672,570	0.09
Shenzhen Kaifa Technology Co Ltd	49,300	859,085	858,313	0.12
Shenzhen Kingsun Science & Technology Co Ltd	43,500	625,908	1,068,360	0.15
Shenzhen Kinwong Electronic Co Ltd	34,600	1,762,206	1,613,052	0.22
Shenzhen Laibao Hi-tech Co Ltd	3,100	24,679	29,977	0.00
Shenzhen Sunway Communication Co Ltd	6,000	268,108	299,580	0.04
Shenzhen Tat Fook Technology Co Ltd	122,800	2,009,094	1,914,452	0.26
Shenzhen TVT Digital Technology Co Ltd	28,800	323,335	340,704	0.05
Easysight Supply Chain Management Co Ltd	58,800	857,057	774,984	0.11
Sichuan Huiyuan Optical Communications Co Ltd	1,300	13,467	12,649	0.00
SUNA Co Ltd	241,600	1,682,107	1,862,736	0.26
Sunwoda Electronic Co Ltd	78,300	1,585,951	1,722,600	0.24
Suzhou TFC Optical Communication Co Ltd	16,400	860,944	765,060	0.11
Taiji Computer Corp Ltd	125,100	6,020,772	5,715,819	0.79
Tatwah Smartech Co Ltd	10	44	61	0.00
Tianjin Zhonghuan Semiconductor Joint-Stock Co Ltd	270,700	3,148,260	4,758,906	0.65
Tianjin 712 Communication & Broadcasting Co Ltd	160,700	3,757,616	4,107,492	0.56
Tongyu Communication Inc	287,600	7,469,677	8,032,668	1.11
Unisplendour Corp Ltd	740	20,104	33,611	0.00
Unigroup Guoxin Co Ltd	54,600	2,451,853	3,164,070	0.44
Universal Scientific Industrial (Shanghai) Co Ltd	121,000	2,721,765	2,606,340	0.36
Wisesoft Co Ltd	2,800	39,945	40,432	0.01
Wonders Information Co Ltd	147,300	2,887,353	2,969,568	0.41
Wuhu Token Science Co Ltd	328,000	3,141,994	3,548,960	0.49
Nexgo Inc	800	11,836	13,064	0.00
Xiamen Intretech Inc	2,600	118,099	181,064	0.02
Youzu Interactive Co Ltd	241,400	5,634,360	6,520,214	0.90
Zhejiang Crystal-Optech Co Ltd	256,900	4,326,990	4,405,835	0.61
Maoye Communication and Network Co Ltd.	1,100	15,724	10,307	0.00
	<u>6,683,647</u>	<u>131,309,205</u>	<u>152,297,933</u>	<u>20.96</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Materials				
ABA Chemicals Corp Co Ltd	450	2,365	2,214	0.00
Anhui Annada Titanium Industry Co Ltd	1,200	13,495	8,784	0.00
Beijing Zhong Ke San Huan High-Tech Co Ltd	151,200	1,582,006	1,525,608	0.21
Sinoma International Engineering Co Ltd	723,500	4,778,761	4,420,585	0.61
Dalian Bio-Chem Co Ltd	48,000	1,644,429	1,416,480	0.19
Daqing Huake Co Ltd	38,000	543,286	528,960	0.07
FSPG Hi-Tech Co Ltd	185,700	968,091	1,039,920	0.14
Gansu Jiu Steel Group Hongxing Iron & Steel Co Ltd	1,325,400	2,756,699	2,359,212	0.32
Guangzhou Jointas Chemical Co Ltd	66,500	716,996	701,575	0.10
Hainan Mining Co Ltd	1,384,000	7,767,549	6,601,680	0.91
Henan Mingtai Al Industrial Co Ltd	288,180	3,174,987	3,184,389	0.44
Henan Qing Shui Yuan Technology Co Ltd	279	4,272	3,083	0.00
Henan Shenhua Coal & Power Co Ltd	847,400	3,771,942	3,703,138	0.51
Hengli Petrochemical Co Ltd	108,100	1,687,376	1,610,690	0.22
Huludao Zinc Industry Co Ltd	341,600	1,103,470	980,392	0.13
Hunan Haili Chemical Industry Group Co Ltd	302,000	2,087,002	1,984,140	0.27
Hunan Nanling Industrial Explosive Materials Co Ltd	99,400	595,099	568,568	0.08
Hunan Valin Steel Co Ltd	62,800	302,969	249,316	0.03
Jiangsu Liba Enterprise Joint-Stock Co Ltd	133,200	1,939,705	1,679,652	0.23
Jiangsu Shagang Co Ltd	274,800	1,714,357	1,854,900	0.26
Jiangxi Guotai Industrial Explosive Material Group Co Ltd	152,400	1,266,582	1,118,616	0.15
Lianhe Chemical Technology Co Ltd	104,900	1,206,870	1,610,215	0.22
Lucky Film Co Ltd	541,000	3,857,962	4,192,750	0.58
Minmetals Development Co Ltd	264,100	2,022,058	1,798,521	0.25
Nanjing Iron & Steel Co Ltd	891,400	2,856,359	2,745,512	0.38
Nanjing Redsun Co Ltd	600	12,081	5,556	0.00
Ningxia Building Materials Group	200	1,895	2,102	0.00
North Huajin Chemical Industries Co Ltd	1,900	14,941	11,362	0.00
Org Packaging Co Ltd	122,000	555,442	530,700	0.07
Puyang Huicheng Electronic Materials Co Ltd	54,900	843,632	944,280	0.13

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Materials (continued)				
Sanxiang Advanced Materials Co Ltd	119,200	1,602,446	1,582,976	0.22
Shandong Head Co Ltd	15,700	298,732	281,187	0.04
Shandong Iron and Steel Co Ltd	1,573,400	2,293,180	2,045,420	0.28
Shandong Rike Chemical Co Ltd	198,500	1,673,641	1,510,585	0.21
Shandong Sun Paper Industry JSC Ltd	364,500	3,151,592	3,459,105	0.48
Shanghai Haishun New Pharmaceutical Packaging Co Ltd	50	652	687	0.00
Shanghai Huayi Group Corp Ltd	40,700	275,865	234,839	0.03
Sunresin New Materials Co Ltd	21,600	764,545	845,640	0.12
Tangshan Jidong Cement Co Ltd	239,100	4,053,319	4,514,208	0.62
Xi'An Global Printing Co Ltd	48,700	889,062	812,316	0.11
Yintai Resources Co Ltd	82,600	1,225,685	1,155,574	0.16
Yunnan Aluminium Co Ltd	695,600	3,251,721	2,949,344	0.41
Yunnan Chuangxin New Material	22,100	792,634	1,289,314	0.18
Zhejiang Weixing New Building	83,700	1,314,224	992,682	0.14
Zibo Qixiang Tengda Chemical Co Ltd	402,200	2,967,592	2,473,530	0.34
Zijin Mining Group Co Ltd	400	1,693	1,664	0.00
	<u>12,423,159</u>	<u>74,349,261</u>	<u>71,531,971</u>	<u>9.84</u>
Real Estate				
Beijing Capital Development Co Ltd	24,500	219,395	164,395	0.02
China Union Holdings Ltd	10	58	35	0.00
China World Trade Center Co Ltd	90,701	1,525,914	1,284,326	0.18
COFCO Property Group Co Ltd	13,100	84,841	73,098	0.01
Chongqing Dima Industry Co Ltd	198,000	740,845	580,140	0.08
Everbright Jiabao Co Ltd	559	2,521	2,420	0.00
Greatown Holdings Ltd	131,000	870,561	816,130	0.11
Hainan HNA Infrastructure Investment Group	101,400	447,357	508,014	0.07
Hangzhou Binjiang Real Estate	651,000	3,060,980	2,779,770	0.38
Shenzhen Zhenye Group	502,800	2,574,976	2,327,964	0.32
Sichuan Languang Development Co Ltd	184,300	1,222,679	1,196,107	0.16
Suning Universal Co Ltd	796,500	2,914,632	2,516,940	0.35
Langold Real Estate Co Ltd	355,100	764,104	671,139	0.09
Xinhu Zhongbao Co Ltd	235,800	852,740	742,770	0.10
Zhejiang China Commodities City Group	178,400	706,785	615,480	0.09
	<u>3,463,170</u>	<u>15,988,388</u>	<u>14,278,728</u>	<u>1.96</u>

7. FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (CONTINUED)

Name of counter	Quantity Units	Aggregate cost RMB	Market value RMB	Percentage of NAV %
28.02.2020 (continued)				
Audited				
QUOTED SECURITIES				
(CONTINUED)				
Utilities				
An Hui Wenergy Co Ltd	302,400	1,411,039	1,227,744	0.17
Beijing Capital Co Ltd	1,350,200	4,521,674	4,442,158	0.61
China Nuclear Engineering Corp Ltd	441,300	3,088,040	2,824,320	0.39
Chongqing Gas Group Corp Ltd	187,800	1,222,090	1,201,920	0.17
Guangdong Electric Power Devel	393,900	1,597,728	1,414,101	0.19
Guangzhou Hengyun Enterprises	167,700	1,177,330	1,031,355	0.14
Henan Yuneng Holdings Co Ltd	419,900	1,528,688	1,343,680	0.19
Jiangxi Ganneng Co Ltd	596,700	2,928,231	2,613,546	0.36
Jilin Jinguan Electric Co Ltd	17,100	87,326	84,987	0.01
Shenzhen Energy Group Co Ltd	1,410,800	8,559,350	7,660,644	1.05
Shenzhen Gas Corp Ltd	179,700	1,318,187	1,151,877	0.16
Xinjiang Xintai Natural Gas Co Ltd	100,600	2,889,121	3,521,000	0.48
Zhongshan Public Utilities Group	1,076,320	9,170,079	8,395,296	1.16
	<u>6,644,420</u>	<u>39,498,883</u>	<u>36,912,628</u>	<u>5.08</u>
TOTAL QUOTED SECURITIES	<u>71,973,756</u>	<u>703,557,625</u>	<u>704,865,528</u>	<u>97.00</u>
ACCUMULATED UNREALISED GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>1,307,903</u>		
TOTAL FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		<u>704,865,528</u>		

¹ A-shares trade on the two Chinese stock exchanges, the Shanghai Stock Exchange and the Shenzhen Stock Exchange. A-shares are shares of mainland China-based companies and are available for purchase to select foreign institutions through the Qualified Foreign Institutional Investor ("QFII") system.

8. CASH AND CASH EQUIVALENTS

	31.08.2020	28.02.2020
	RMB	Audited RMB
Deposits with licensed financial institutions	19,047,500	7,195,838
Bank balances	11,768,383	34,811,263
	<u>30,815,883</u>	<u>42,007,101</u>

9. CLEARING RESERVE FUND

In accordance with the requirements of the China Securities Depository and Clearing Corporation Limited ("CSDC"), in relation to the trading of China A-Shares, the Fund is required to maintain a minimum settlement reserve fund based on the approved quota multiplied by minimum ratio of settlement reserve fund determined by CSDC where the reserve fund is assessed on monthly basis.

10. NUMBER OF UNITS IN CIRCULATION (UNITS)

	01.03.2020 to 31.08.2020	01.03.2019 to 28.02.2020 Audited
	No. of units	No. of units
Class MYR (i)	227,029,308	416,161,558
Class SGD (ii)	2,888,815	5,235,729
Class USD (iii)	12,550,034	19,931,020
	<u>242,468,157</u>	<u>441,328,307</u>

(i) Class MYR

	01.03.2020 to 31.08.2020	01.03.2019 to 28.02.2020 Audited
	No. of units	No. of units
At the beginning of the financial period/year	416,161,558	425,377,910
Add : Creation of units from applications	150,074,950	305,711,335
Less: Cancellation of units	(339,207,200)	(314,927,687)
At the end of the financial period/year	<u>227,029,308</u>	<u>416,161,558</u>

(ii) Class SGD

	01.03.2020 to 31.08.2020	01.03.2019 to 28.02.2020 Audited
	No. of units	No. of units
At the beginning of the financial period/year	5,235,729	5,303,567
Add : Creation of units from applications	1,935,253	1,939,720
Less: Cancellation of units	(4,282,167)	(2,007,558)
At the end of the financial period/year	<u>2,888,815</u>	<u>5,235,729</u>

10. NUMBER OF UNITS IN CIRCULATION (UNITS) (CONTINUED)

(iii) Class USD

	01.03.2020 to 31.08.2020	01.03.2019 to 28.02.2020 Audited
	No. of units	No. of units
At the beginning of the financial period/year	19,931,020	27,689,920
Add : Creation of units from applications	5,658,773	28,786,359
Less: Cancellation of units	(13,039,759)	(36,545,259)
At the end of the financial period/year	12,550,034	19,931,020

11. MANAGEMENT EXPENSE RATIO ("MER")

	01.03.2020 to 31.08.2020 %	01.03.2019 to 31.08.2019 %
MER	1.38	1.39

MER is derived from the following calculation:

$$\text{MER} = \frac{(A + B + C + D + E) \times 100}{F}$$

A	=	Management fee
B	=	Trustee's fee
C	=	Audit fee
D	=	Tax Agent's fee
E	=	Other expenses
F	=	Average NAV of the Fund calculated on a daily basis

The average NAV of the Fund for the financial period calculated on a daily basis is RMB648,591,600 (31.08.2020: RMB779,034,175).

12. PORTFOLIO TURNOVER RATIO ("PTR")

	01.03.2020 to 31.08.2020	01.03.2019 to 31.08.2019
PTR (times)	2.30	2.64

PTR is derived based on the following calculation:

$$\frac{(\text{Total acquisition for the financial period} + \text{total disposal for the financial period}) \div 2}{\text{Average NAV of the Fund for the financial period calculated on a daily basis}}$$

where:

total acquisition for the financial period = RMB1,309,733,849 (31.08.2019: RMB2,114,745,656)
total disposal for the financial period = RMB1,679,449,593 (31.08.2019: RMB2,004,647,877)

13. UNITS HELD BY THE MANAGER AND PARTIES RELATED TO THE MANAGER, AND SIGNIFICANT RELATED PARTY TRANSACTIONS AND BALANCES

The related parties and their relationship with the Fund are as follows:

<u>Related parties</u>	<u>Relationship</u>
Principal Asset Management Berhad	The Manager
Principal Financial Group, Inc.	Ultimate holding company of shareholder of the Manager
Principal International (Asia) Ltd	Shareholder of the Manager
Subsidiaries and associates of Principal Financial Group Inc., other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of shareholder of the Manager
CIMB Group Holdings Bhd	Ultimate holding company of shareholder of the Manager
CIMB Group Sdn Bhd	Shareholder of the Manager
CIMB Bank Bhd	Shareholder of the Manager
CIMB Islamic Bank Bhd	Shareholder of the Manager
Subsidiaries and associates of CIMB Group Holdings Bhd, other than above, as disclosed in its financial statements	Fellow subsidiary and associated companies of the ultimate holding company of the shareholder of the Manager

Units held by the Manager and parties related to the Manager

	31.08.2020		28.02.2020	
	No. of units	RMB	No. of units	Audited RMB
Manager				
Principal Asset Management Berhad				
- Class MYR	5,947	10,863	37,388	53,330
- Class SGD	2,125	11,524	2,214	8,995
- Class USD	1,432	10,200	1,431	7,960

In the opinion of the Manager, the above units were transacted at the prevailing market price.

The units are held beneficially by the Manager for booking purposes. Other than the above, there were no units held by the Directors or parties related to the Manager.

In addition to the related party disclosures mentioned elsewhere in the financial statements, set out below are other significant related party transactions and balances. The Manager is of the opinion that all transactions with the related companies have been entered into in the normal course of business at agreed terms between the related parties.

There were no significant related party transaction and balance for the six months financial period ended 31 August 2020, other than those already disclosed elsewhere in the financial statements.

14. TRANSACTIONS WITH BROKERS

Details of transactions with the top 10 brokers for six months financial period ended 31 August 2020 are as follows:

Brokers	Value of trades RMB	Percentage of total trades %	Brokerage fees RMB	Percentage of total brokerage fees %
China International Capital Corporation Ltd	1,029,248,600	34.46	823,392	34.46
Credit Suisse Founder Securities Ltd	1,024,168,030	34.29	819,335	34.29
UBS Securities Co Ltd	933,517,112	31.25	746,812	31.25
	<u>2,986,933,742</u>	<u>100.00</u>	<u>2,389,539</u>	<u>100.00</u>

Details of transactions with the top 10 brokers for six months financial period ended 31 August 2019 are as follows:

Brokers	Value of trades RMB	Percentage of total trades %	Brokerage fees RMB	Percentage of total brokerage fees %
Credit Suisse Founder Securities Ltd	1,409,739,665	34.22	680,156,664	33.96
China International Capital Corporation Ltd	1,379,898,618	33.50	681,439,379	34.03
UBS Securities Co Ltd	1,329,755,250	32.28	640,957,310	32.01
	<u>4,119,393,533</u>	<u>100.00</u>	<u>2,002,553,353</u>	<u>100.00</u>

15. SIGNIFICANT EVENT DURING THE PERIOD

The worsening of the macro-economic outlook as a result of Coronavirus 2019 ("COVID-19"), both domestically and globally, has impacted the Fund's performance during the financial period.

The Manager continues monitoring the situation closely and will be managing the portfolio to achieve the Fund's objective.

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