

ChinaAMC Select Fund

ChinaAMC Select Money Market Fund

Unaudited Semi-Annual Report

For the period from
1 January 2024 to 30 June 2024



华夏基金
ChinaAMC

UNAUDITED SEMI-ANNUAL REPORT

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund, an open-ended
unit trust established as an umbrella fund under the laws
of Hong Kong)

For the period from 1 January 2024 to 30 June 2024

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

CONTENTS

	Pages
ADMINISTRATION AND MANAGEMENT	1
REPORT OF THE MANAGER TO THE UNITHOLDERS	2
UNAUDITED FINANCIAL STATEMENTS	
STATEMENT OF COMPREHENSIVE INCOME	3
STATEMENT OF FINANCIAL POSITION	4
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	5 - 6
STATEMENT OF CASH FLOWS	7
PERFORMANCE TABLE (UNAUDITED)	8 - 9
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)	10
INVESTMENT PORTFOLIO (UNAUDITED)	11
DISTRIBUTION DISCLOSURE (UNAUDITED)	12
RECONCILIATION OF NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)	13

IMPORTANT:

Any opinion expressed herein reflects the Manager's view only and are subject to change. For more information about the fund, please refer to the explanatory memorandum of the fund which is available at our website:

<https://www.chinaamc.com.hk/product/chinaamc-select-money-market-fund/>

Investors should not rely on the information contained in this report for their investment decisions.

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

ADMINISTRATION AND MANAGEMENT

MANAGER

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

DIRECTORS OF THE MANAGER

Li Yimei
Gan Tian
Li Fung Ming
Sun Liqiang
Yang Kun

LEGAL ADVISER TO THE MANAGER

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

TRUSTEE, ADMINISTRATOR AND REGISTRAR

BOCI-Prudential Trustee Limited
Suites 1501-1507 & 1513-1516, 15/F,
1111 King's Road,
Taikoo Shing, Hong Kong

AUDITOR

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

CUSTODIAN

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

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

REPORT OF THE MANAGER TO THE UNITHOLDERS

High flying prices remain the key factor holding the Fed back from cutting interest rates. Inflation readings have exceeded expectations for three consecutive months in the first quarter, suggesting the last mile to achieving the Fed's 2% inflation target may prove choppy. In the second quarter, price pressures showed signs of easing in two out of three months. Looking ahead, we believe the rise of the emerging industrial chain and a three-month streak of core PCE below 2.75% will help pave the way for rate cuts. This is in spite of the expectations that certain commodities will inch upward over the amid global structural changes. At the same time, the impact of the third quarter's baseline should not be underestimated. Indicators have displayed mixed signals across periods and metrics. However, we notice that the overall US labor market has gradually cooled to an equilibrium level after eliminating factors such as government and immigration-related hiring. While further softening is possible, the probability of a sharp spike in the unemployment rate remains low. We concur that the US economy remains well-positioned for a soft landing in the baseline scenario. That said, we expect a weaker third quarter reading because of two reasons: consumption retreats with the drawdown of excess savings, and slower recovery in manufacturing investment and real estate as a result of tighter credit conditions brought by higher interest rates.

The Fed outlined details of a measured slowdown in the pace of its balance sheet reduction at the May Federal Open Market Committee (FOMC) meeting in May. Yet the latest dot plot suggests neutral expectation for rate cuts in 2024 has been lowered from three to one. In consideration of our assessment of inflation and labor market conditions, we expect the Fed will initiate rate cuts in the third quarter, with 1-2 reductions in total this year. Importantly, we expect the Fed to carefully manage rate cut expectations in alignment with economic growth and market trends. The initial phase of easing is likely to proceed gradually, with the federal funds rate declining to around 3.5% by the end of this cycle. This year, both government revenues and expenditures, as well as Treasury issuance have remained at high levels. At the same time, we expect a tight race at the year-end presidential election, and that fiscal policy uncertainties may persist given the polarized Congress. Central banks in Japan and Europe have made modest policy adjustments in the first half. However, the Fed's stance has introduced challenges to Japan's inflation control and exchange rate stabilization efforts, as well as the European Central Bank's growth stabilization goals. Meanwhile, in emerging markets, several Latin American countries have initiated rate cuts. And while the overall election results in India and Mexico aligned with market expectations, the newly-formed parliaments in both countries have disrupted their respective local currency markets to a degree. We expect overall economic growth in emerging economies to remain robust, but recommend close monitoring of fiscal policies and government debt levels.

China Asset Management (Hong Kong) Limited
20 August 2024

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period from 1 January 2024 to 30 June 2024

	For the period from 1 January 2024 to 30 June 2024 (Unaudited) HKD	For the period from 1 January 2023 to 30 June 2023 (Unaudited) HKD
INCOME		
Interest income on financial assets at fair value through profit or loss	2,946,391	296,164
Interest income on bank deposits	111,561,026	5,983,883
	<u>114,507,417</u>	<u>6,280,047</u>
EXPENSES		
Management fee	(5,462,738)	(190,705)
Trustee fee	(1,812,752)	(120,969)
Custodian fee and bank charges	(44,064)	(35,857)
Auditors' remuneration	(71,447)	(63,747)
Transaction handling fee	(39,300)	(53,200)
Legal and professional fees	(8,067)	(1,690)
Other expenses	(457,228)	(66,569)
	<u>(7,895,596)</u>	<u>(532,737)</u>
Less: Reimbursement of expenses by the Manager	183,621	377,705
	<u>(7,711,975)</u>	<u>(155,032)</u>
PROFIT BEFORE INVESTMENT AND EXCHANGE DIFFERENCES	106,795,442	6,125,015
INVESTMENT GAINS AND EXCHANGE DIFFERENCES		
Net gains on financial assets and liabilities at fair value through profit or loss	477,539	100
Foreign exchange differences	57	(300)
NET INVESTMENT GAINS/ (LOSSES) AND EXCHANGE DIFFERENCES	<u>477,596</u>	<u>(200)</u>
PROFIT BEFORE TAX	107,273,038	6,124,815
Income tax	-	-
INCREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u>107,273,038</u>	<u>6,124,815</u>

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

As at 30 June 2024

	30 June 2024 (Unaudited) HKD	31 December 2023 (Audited) HKD
ASSETS		
Financial assets at fair value through profit or loss	553,534,723	11,987,450
Time deposits	501,662,582	973,223,110
Interest receivables	30,832,571	20,373,415
Amount due from Manager	131,995	756,284
Prepayments	36,846	97
Subscription receivables	31,984,456	-
Cash and cash equivalents	<u>4,667,451,629</u>	<u>2,704,619,265</u>
TOTAL ASSETS	<u>5,785,634,802</u>	<u>3,710,959,621</u>
LIABILITIES		
Management fee payable	2,944,535	1,246,968
Trustee fee payable	331,049	217,525
Redemption payable	27,572,440	-
Accrued expenses and other payables	<u>238,559</u>	<u>287,766</u>
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u>31,086,583</u>	<u>1,752,259</u>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u>5,754,548,219</u>	<u>3,709,207,362</u>
TOTAL LIABILITIES	<u>5,785,634,802</u>	<u>3,710,959,621</u>

Note: The unaudited interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRS") issued by the International Accounting Standards Board and the relevant disclosure provisions specified in Appendix E of the Code on Unit Trusts and Mutual Funds of the Securities and Futures Commission of Hong Kong ("SFC").

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2023, as described in Note 2 of the annual financial statements.

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)

For the period from 1 January 2024 to 30 June 2024

	Number of Units	HKD
At 31 December 2022 and 1 January 2023	22,658,083.53	234,509,491
Subscription of units		
- Class I HKD	3,372,836.67	34,769,868
- Class I USD	-	-
- Class A HKD	30,610,257.02	315,034,393
- Class F HKD	455,733.35	4,574,000
- Class H HKD	1,000.00	10,000
	<u>34,439,827.04</u>	<u>354,388,261</u>
Redemption of units		
- Class I HKD	(5,193,288.60)	(53,718,608)
- Class I USD	-	-
- Class A HKD	(10,694,012.17)	(110,223,319)
- Class F HKD	(352,056.97)	(3,562,867)
- Class H HKD	-	-
	<u>(16,239,357.74)</u>	<u>(167,504,794)</u>
Increase in net assets attributable to unitholders	<u>-</u>	<u>6,124,815</u>
At 30 June 2023	<u>40,858,552.83</u>	<u>427,517,773</u>
At 31 December 2023 and 1 January 2024	351,054,218.54	3,709,207,362
Subscription of units		
- Class I HKD	146,887,625.80	1,595,162,907
- Class I USD	-	-
- Class B USD	116,812,815.61	1,205,889,367
- Class A HKD	403,184,844.86	4,324,410,462
- Class F HKD	144,587,910.57	1,513,456,661
- Class H HKD	-	-
	<u>811,473,196.84</u>	<u>8,638,919,397</u>
Redemption of units		
- Class I HKD	(82,861,419.73)	(896,423,555)
- Class I USD	-	-
- Class B USD	(775,783,383.90)	(801,326,265)
- Class A HKD	(292,738,753.92)	(3,147,591,855)
- Class F HKD	(177,215,596.98)	(1,855,509,903)
- Class H HKD	-	-
	<u>(630,394,154.53)</u>	<u>(6,700,851,578)</u>
Increase in net assets attributable to unitholders	<u>-</u>	<u>107,273,038</u>
At 30 June 2024	<u>532,133,260.85</u>	<u>5,754,548,219</u>

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)
(continued)

For the period from 1 January 2024 to 30 June 2024

	30 June 2024 (Unaudited)	31 December 2023 (Audited)
NUMBER OF UNITS IN ISSUE		
– Class I HKD	153,194,883.50	89,168,677.43
– Class I USD	49,671.07	49,671.07
– Class A HKD	259,289,569.49	148,843,478.55
– Class F HKD	75,981,707.69	108,609,394.10
– Class H HKD	1,000.00	1,000.00
– Class S HKD	1,000.00	1,000.00
– Class B HKD	43,615,430.12	4,380,998.41
NET ASSET VALUE PER UNIT		
– Class I HKD	HKD 10.9406	HKD 10.6939
– Class I USD	USD 10.7966	USD 10.5451
– Class A HKD	HKD 10.8628	HKD 10.6230
– Class F HKD	HKD 10.5761	HKD 10.3649
– Class H HKD	HKD 10.5518	HKD 10.3215
– Class S HKD	HKD 10.4912	HKD 10.2519
– Class B HKD	HKD 10.4115	HKD 10.1893

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

STATEMENT OF CASH FLOWS (UNAUDITED)

For the period from 1 January 2024 to 30 June 2024

	For the period from 1 January 2024 to 30 June 2024 (Unaudited) HKD	For the period from 1 January 2023 to 30 June 2023 (Unaudited) HKD
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	107,273,038	6,124,815
Adjustment for:		
Interest income	(114,507,417)	(6,280,047)
	(7,234,379)	(155,232)
Increase in financial assets at fair value through profit or loss	(541,547,273)	(11,987,450)
Decrease in time deposits	471,560,528	28,270,651
Decrease/ (increase) in amounts due from Manager	624,289	(129,727)
(Increase)/ decrease in prepayments	(36,749)	7,118
Increase in management fee payable	1,697,567	32,946
Increase in trustee fee payable	113,524	10,324
(Decrease)/ increase in accrued expenses and other payables	(49,207)	71,012
Cash flow (used in)/ generated from operations	(74,871,700)	16,119,642
Interest received	104,048,261	5,713,684
Net cash flows generated from operating activities	<u>29,176,561</u>	<u>21,833,326</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of units	8,606,934,941	352,450,704
Payments for redemption of units	(6,673,279,138)	(167,434,017)
Net cash flows generated from financing activities	<u>1,933,655,803</u>	<u>185,016,687</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	1,962,832,364	206,850,013
Cash and cash equivalents at the beginning of the period	<u>2,704,619,265</u>	<u>174,573,359</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>4,667,451,629</u>	<u>381,423,372</u>
ANALYSIS OF BALANCE OF CASH AND CASH EQUIVALENTS		
Cash at banks	1,282,380,280	67,666,185
Non-pledged short-term deposit with original maturity within three months	3,385,071,349	313,757,187
	<u>4,667,451,629</u>	<u>381,423,372</u>

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

PERFORMANCE TABLE (UNAUDITED)

Net assets attributable to unitholders

(calculated in accordance with International Financial Reporting Standards)

		Net asset value per unit	Net asset value HKD
As at 30 June 2024 (Unaudited)			
- Class I HKD	HKD	10.9406	1,676,041,620
- Class I USD	USD	10.7966	4,187,146
- Class A HKD	HKD	10.8628	2,816,607,078
- Class F HKD	HKD	10.5761	803,587,560
- Class H HKD	HKD	10.5518	10,552
- Class S HKD	HKD	10.4912	10,491
- Class B HKD	HKD	10.4115	454,103,772
As at 31 December 2023 (Audited)			
- Class I HKD	HKD	10.6939	953,558,890
- Class I USD	USD	10.5451	4,092,727
- Class A HKD	HKD	10.6230	1,581,170,556
- Class F HKD	HKD	10.3649	1,125,725,388
- Class H HKD	HKD	10.3215	10,322
- Class S HKD	HKD	10.2519	10,252
- Class B HKD	HKD	10.1893	44,639,227
As at 31 December 2022 (Audited)			
- Class I HKD	HKD	10.2295	110,910,994
- Class I USD	USD	10.1085	3,915,008
- Class A HKD	HKD	10.1718	119,683,488
As at 31 December 2021 (Audited)			
- Class I HKD	HKD	10.0685	107,220,419
- Class I USD	USD	9.9486	15,515,543
- Class A HKD	HKD	10.0224	5,676,974

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

PERFORMANCE TABLE (UNAUDITED) (continued)

Highest issue price and lowest redemption price per unit¹

(calculated in accordance with the Trust Deed)

	Highest issue price per unit	Lowest Redemption price per unit
For the period from 1 January 2024 to 30 June 2024		
– Class I HKD	HKD 10.9406	HKD 10.6966
– Class I USD	USD 10.7966	USD 10.5487
– Class A HKD	HKD 10.8628	HKD 10.6257
– Class F HKD	HKD 10.5761	HKD 10.3673
– Class H HKD	HKD 10.5518	HKD 10.3241
– Class S HKD	HKD 10.4912	HKD 10.2546
– Class B HKD	HKD 10.4115	HKD 10.1918
For the year ended 31 December 2023		
– Class I HKD	HKD 10.6905	HKD 10.2379
– Class I USD	USD 10.5515	USD 10.0887
– Class A HKD	HKD 10.6198	HKD 10.1801
– Class F HKD	HKD 10.3620	HKD 10.0000
– Class H HKD	HKD 10.3184	HKD 10.0000
– Class S HKD	HKD 10.2487	HKD 10.0000
– Class B HKD	HKD 10.1862	HKD 10.0000
For the year ended 31 December 2022		
– Class I HKD	HKD 10.2329	HKD 10.0851
– Class I USD	USD 10.1231	USD 9.9105
– Class A HKD	HKD 10.1753	HKD 10.0370
For the year ended 31 December 2021		
– Class I HKD	HKD 10.0854	HKD 10.0731
– Class I USD	USD 10.0115	USD 9.9531
– Class A HKD	HKD 10.0412	HKD 10.0314
For the year ended 31 December 2020		
- Class I HKD	HKD 10.0773	HKD 10.0243
- Class A HKD	HKD 10.0400	HKD 10.0000
For the period from 29 March 2019 (date of inception) to 31 December 2019 (Audited)		
- Class I HKD	HKD 10.0840	HKD 9.9558

¹ Past performance figures shown are not indicative of the future performance of the Sub-Fund.

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)

For the period from 1 January 2024 to 30 June 2024

	As at	Movement in holdings			As at
	01 January 2024	Addition	Bonus/ Dividends	Disposal	30 June 2023
<u>Fixed Income Securities</u>					
BANK OF SHANGHAI (HONG KONG) LIMITED 5% A 11APR2024	-	100,000,000	-	(100,000,000)	-
CHINA CONSTRUCTION BANK CORP/SEOUL 0% A 24JUL2024 CD	-	100,000,000	-	-	100,000,000
CHINA CONSTRUCTION BANK CORP/SINGAPORE 4.85% A 18JUN2025 FXCD	-	150,000,000	-	-	150,000,000
CHINA CONSTRUCTION BANK/MACAU 4% A 10JAN2024 FXCD	5,000,000	-	-	(5,000,000)	-
CHINA DEVELOPMENT BANK CORP/HONG KONG 0% A 28AUG2024	-	150,000,000	-	-	150,000,000
GF GLOBAL CAPITAL LTD/HK 5.05% A 19JUN2025	-	30,000,000	-	-	30,000,000
GF GLOBAL CAPITAL LTD/HK 5.2% A 15APR2025	-	100,000,000	-	-	100,000,000
GF GLOBAL CAPITAL LTD/HK 5.22% A 10MAR2025	-	25,000,000	-	-	25,000,000
TFI OVERSEAS INVESTMENT LTD 6% A 18JAN2024	5,000,000	-	-	(5,000,000)	-
TFI OVERSEAS INVESTMENT LTD 6% A 18JAN2024	2,000,000	-	-	(2,000,000)	-
Total investment portfolio	12,000,000	655,000,000	-	(112,000,000)	555,000,000

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

INVESTMENT PORTFOLIO (UNAUDITED)

30 June 2024

	Nominal Value	Fair Value HKD	% of net asset
DEBT SECURITIES			
China			
CHINA CONSTRUCTION BANK CORP/SEOUL 0% A 24JUL2024 CD	100,000,000	99,248,620	1.72%
CHINA CONSTRUCTION BANK CORP/SINGAPORE 4.85% A 18JUN2025 FXCD	150,000,000	150,000,000	2.61%
CHINA DEVELOPMENT BANK CORP/HONG KONG 0% A 28AUG2024	150,000,000	148,830,963	2.59%
		<u>398,079,583</u>	<u>6.92%</u>
Hong Kong			
GF GLOBAL CAPITAL LTD/HK 5.05% A 19JUN2025	30,000,000	30,000,000	0.52%
GF GLOBAL CAPITAL LTD/HK 5.2% A 15APR2025	100,000,000	100,000,000	1.74%
GF GLOBAL CAPITAL LTD/HK 5.22% A 10MAR2025	25,000,000	25,000,000	0.43%
		<u>155,000,000</u>	<u>2.69%</u>
Total investments portfolio (Cost: HKD 553,079,583)		553,079,583	9.61%
Other net assets		<u>5,201,468,636</u>	<u>90.39%</u>
Total net assets as at 30 June 2024		<u><u>5,754,548,219</u></u>	<u><u>100.00%</u></u>
		Days	
Portfolio weighted average maturity in days		57.99	
Portfolio weighted average life in days		57.99	
		Fair value (in HKD)	% of net assets
Daily liquid assets		1,283,314,493	22.30%
Weekly liquid assets		1,852,971,920	32.20%

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

DISTRIBUTION DISCLOSURE (UNAUDITED)

For the period from 1 January 2024 to 30 June 2024

The Manager may at its discretion pay distributions out of the capital of the Sub-Fund or pay distributions out of gross income while charging / paying all or part of the Sub-Fund's fees and expenses to / out of the capital of the Sub-Fund.

The Sub-Fund did not make any distribution during the period ended 30 June 2024.

CHINAAMC SELECT MONEY MARKET FUND
(a sub-fund of ChinaAMC Select Fund)

RECONCILIATION OF NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)

As at 30 June 2024

HKD

Net assets attributable to unitholders
(calculated in accordance with International Financial Reporting Standards) 5,754,548,219

Adjustment for unsettled capital transactions (4,412,015)

Net assets attributable to unitholders
(calculated in accordance with the Trust Deed) 5,750,136,204

Net assets attributable to unitholders (per unit)
(calculated in accordance with International Financial Reporting Standards)

– Class I HKD	HKD 10.9406
– Class I USD	USD 10.7966
– Class A HKD	HKD 10.8628
– Class F HKD	HKD 10.5761
– Class H HKD	HKD 10.5518
– Class S HKD	HKD 10.4912
– Class B HKD	HKD 10.4115

Net assets attributable to unitholders (per unit)
(calculated in accordance with the Trust Deed)

– Class I HKD	HKD 10.9406
– Class I USD	USD 10.7966
– Class A HKD	HKD 10.8628
– Class F HKD	HKD 10.5761
– Class H HKD	HKD 10.5518
– Class S HKD	HKD 10.4912
– Class B HKD	HKD 10.4115

