

# ChinaAMC Fund

## Annual Report

For the year ended December 31, 2016



**华夏基金**  
**ChinaAMC**

The Annual Report has contained information of funds that are not authorized in Hong Kong and such funds are not available to the Hong Kong residents. Only ChinaAMC China Opportunities Fund is authorized in Hong Kong and available to Hong Kong residents. You should note that certain figures in the Annual Report are expressed on a consolidated basis and, thus, include the financial information of funds which are not authorized in Hong Kong.

# ChinaAMC Fund

« Société d'Investissement à Capital Variable »

Annual report and audited financial statements for the year ended December 31, 2016

R.C.S. Luxembourg B154.870

Subscriptions may not be received on the basis of financial reports. Subscriptions are valid only if made on the basis of the current prospectus or the key investor information document, supplemented by the last annual report, and the most recent half-yearly report, if published thereafter.

# ChinaAMC Fund

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# ChinaAMC Fund

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## ORGANISATION OF THE FUND

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### THE FUND

**ChinaAMC Fund**

49, avenue J. F. Kennedy  
L - 1855 Luxembourg  
Grand Duchy of Luxembourg

### BOARD OF DIRECTORS

**Directors****Tian GAN**

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

**Ning ZHU**

Deputy Director and Professor of Finance  
Shanghai Advanced Institute of Finance  
Room 606, 211 West Huaihai Road  
Shanghai 200030, China

**Yanfang Cherian**

Managing Director  
Oxleyan Capital Pte Ltd.  
3 Philip Street  
17-01 Commerce Point  
Singapore 048693

### INVESTMENT MANAGER\*

**China Asset Management (Hong Kong) Limited**

37/F, Bank of China Tower  
1 Garden Road  
Hong Kong

### MANAGEMENT COMPANY

**FundRock Management Company S.A.**

33, rue de Gasperich  
L - 5826 Hesperange  
Grand Duchy of Luxembourg

### DISTRIBUTOR\*

**China Asset Management (Hong Kong) Limited**

37/F, Bank of China Tower  
1 Garden Road  
Hong Kong

\* Delegated by the Management Company

## ChinaAMC Fund

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### **DEPOSITARY, ADMINISTRATOR\*, DOMICILIARY\*, CORPORATE\*, PAYING\*, LISTING\*, REGISTRAR\* AND TRANSFER AGENT\***

**State Street Bank Luxembourg S.C.A.**  
49, avenue J. F. Kennedy  
L - 1855 Luxembourg  
Grand Duchy of Luxembourg

### **INDEPENDENT AUDITOR**

**Ernst & Young S.A.**  
35E, avenue J.F. Kennedy  
L - 1855 Luxembourg  
Grand Duchy of Luxembourg

### **LEGAL ADVISER TO THE FUND**

**Arendt & Medernach**  
41A, avenue J. F. Kennedy  
L - 2082 Luxembourg  
Grand Duchy of Luxembourg

### **REPRESENTATIVE AGENT IN HONG KONG**

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

\* Delegated by the Management Company

**REPORT OF THE BOARD OF DIRECTORS**

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After opening the year with a sharp decline along with the China A shares market due to the 'Circuit Breaker' measures in early 2016, the Hong Kong stock market has witnessed a rally lasting for seven months beginning in February. While the Shenzhen-Hong Kong Stock Connect commenced in late 2016 unable to boost the local sentiments, the Hong Kong stock market was also impacted by the tightening regulation on insurers in China. In December, RMB depreciation aggravated and became one of the major concerns in the market. The market was pricing in a worse scenario on RMB's depreciation against USD. Moreover, The Fed announced another rate hike in December, which triggered more money outflow from emerging markets including Hong Kong. These are the major reasons why Hong Kong market underperformed other markets in the last month of 2016.

Political uncertainty is set to continue in 2017, with the start of Brexit negotiations, elections in France, Germany and the Netherlands, and the potential for early elections in Italy. We will closely monitor how US economic and foreign policy changes under the new presidency. Looking ahead, China monetary and fiscal policy easing tend to continue to support the economy in 2017, although the Chinese economy is still facing downward pressures, which the real estate investment is likely to remain subdued given the structural oversupply in lower-tier cities and exports are constrained by weak global demand. Nonetheless, due to the lack of investment channels for overseas asset allocation, we tend to believe that China domestic investors are likely to rebalance their assets mix and switch their allocation from properties, bonds and commodities to equities in 2017. The 2017 equity market looks more attractive after a huge correction in 2015.

April 13, 2017

## Independent auditor's report

To the Shareholders of  
ChinaAMC Fund  
49, Avenue John F. Kennedy  
L – 1855 Luxembourg

We have audited the accompanying financial statements of ChinaAMC Fund and of each of its sub-funds (the "Fund"), which comprise the statement of net assets, the schedule of investments as at December 31, 2016, and the statement of operations and changes in net assets for the year then ended, and a summary of significant accounting policies and other explanatory notes to the financial statements.

### *Responsibility of the Board of Directors of the Fund for the financial statements*

The Board of Directors of the Fund is responsible for the preparation and fair presentation of these financial statements in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements and for such internal control as the Board of Directors of the Fund determines is necessary to enable the preparation and presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### *Responsibility of the "réviseur d'entreprises agréé"*

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing as adopted for Luxembourg by the "Commission de Surveillance du Secteur Financier". Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the judgement of the "réviseur d'entreprises agréé", including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the "réviseur d'entreprises agréé" considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Board of Directors of the Fund, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the financial statements give a true and fair view of the financial position of ChinaAMC Fund and of each of its sub-funds as of December 31, 2016, and of the results of their operations and changes in their net assets for the year then ended in accordance with Luxembourg legal and regulatory requirements relating to the preparation and presentation of the financial statements.

*Other matter*

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. However, we have no observation to make concerning such information in the context of the financial statements taken as a whole.

Ernst & Young  
Société anonyme  
Cabinet de révision agréé



Michael Ferguson

Luxembourg, April 13, 2017



## ChinaAMC Fund

### STATEMENT OF NET ASSETS AS AT DECEMBER 31, 2016 IN USD

	ChinaAMC China Opportunities Fund	ChinaAMC China Growth Fund	ChinaAMC China A Share Opportunities Fund	ChinaAMC China High Yield Bond Fund*
	USD	USD	USD	USD
<b>Assets</b>				
Investments in securities at market value (note 2)	163,952,522	44,365,035	35,582,462	67,840,085
Unrealised gain on forward foreign exchange contracts (note 2, 10)	—	4,455	—	375,897
Unrealised gain on future contracts (note 2, 10)	—	31,367	—	—
Cash	5,691,256	19,637,712	934,035	2,638,931
Cash held at brokers (note 2)	—	46,399,056	—	—
Receivable on investments sold	—	140,991	—	—
Receivable on subscriptions	70,723	—	—	—
Receivable from Investment Manager (note 5)	237,581	193,925	1,999	—
Interest receivable	—	—	—	444,617
<b>Total assets</b>	<b>169,952,082</b>	<b>110,772,541</b>	<b>36,518,496</b>	<b>71,299,530</b>
<b>Liabilities</b>				
Unrealised loss on swap contracts (note 2, 10)	—	(6,500)	—	—
Cash overdrafts	(98)	—	—	—
Payable on investments purchased	—	(1,112,013)	—	—
Payable on redemptions	(653,689)	—	(1,266,115)	—
Interest payable on swap contracts (note 2)	—	(1,261)	—	—
Other liabilities	(843,780)	(514,624)	(227,318)	(181,480)
<b>Total liabilities</b>	<b>(1,497,567)</b>	<b>(1,634,398)</b>	<b>(1,493,433)</b>	<b>(181,480)</b>
<b>Total net assets</b>	<b>168,454,515</b>	<b>109,138,143</b>	<b>35,025,063</b>	<b>71,118,050</b>

\* ChinaAMC China High Yield Bond Fund was launched on July 21, 2016.

Please refer to the tables disclosed on pages 12 and 13 of the report for the NAV per Share and for the Shares in issue as at December 31, 2016.

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

## ChinaAMC Fund

### STATEMENT OF NET ASSETS AS AT DECEMBER 31, 2016 IN USD

	ChinaAMC Asia Bond Fund**	ChinaAMC China Bond Fund***	ChinaAMC Greater China Income Fund****	Total
	USD	USD	USD	USD
<b>Assets</b>				
Investments in securities at market value (note 2)	324,611,670	137,425,766	—	773,777,540
Unrealised gain on forward foreign exchange contracts (note 2, 10)	—	—	—	380,352
Unrealised gain on future contracts (note 2, 10)	—	—	—	31,367
Cash	10,182,373	8,663,976	500,351,407	548,099,690
Cash held at brokers (note 2)	—	—	—	46,399,056
Receivable on investments sold	—	1,845,323	—	1,986,314
Receivable on subscriptions	—	—	—	70,723
Receivable from Investment Manager (note 5)	—	—	—	433,505
Interest receivable	3,623,893	1,413,082	—	5,481,592
<b>Total assets</b>	<b>338,417,936</b>	<b>149,348,147</b>	<b>500,351,407</b>	<b>1,376,660,139</b>
<b>Liabilities</b>				
Unrealised loss on swap contracts (note 2, 10)	—	—	—	(6,500)
Cash overdrafts	—	—	—	(98)
Payable on investments purchased	—	(1,998,708)	—	(3,110,721)
Payable on redemptions	—	—	—	(1,919,804)
Interest payable on swap contracts (note 2)	—	—	—	(1,261)
Other liabilities	(734,893)	(336,320)	(53,370)	(2,891,785)
<b>Total liabilities</b>	<b>(734,893)</b>	<b>(2,335,028)</b>	<b>(53,370)</b>	<b>(7,930,169)</b>
<b>Total net assets</b>	<b>337,683,043</b>	<b>147,013,119</b>	<b>500,298,037</b>	<b>1,368,729,970</b>

\*\* ChinaAMC Asia Bond Fund was launched on June 24, 2016.

\*\*\* ChinaAMC China Bond Fund was launched on September 26, 2016.

\*\*\*\* ChinaAMC Greater China Income Fund was launched on December 22, 2016.

Please refer to the tables disclosed on pages 12 and 13 of the report for the NAV per Share and for the Shares in issue as at December 31, 2016.

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

## ChinaAMC Fund

### STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31, 2016 IN USD

	ChinaAMC China Opportunities Fund	ChinaAMC China Growth Fund	ChinaAMC China A Share Opportunities Fund	ChinaAMC China High Yield Bond Fund*
	USD	USD	USD	USD
<b>Net assets at the beginning of the year</b>	<b>223,855,959</b>	<b>101,653,537</b>	<b>35,514,018</b>	<b>—</b>
Dividend income (net of withholding tax)	3,676,139	196,253	370,667	—
Interest income from investments	—	906	—	804,592
Interest received on swap contracts	—	35,102	—	—
Interest on bank accounts	—	—	3,665	—
<b>Total Income</b>	<b>3,676,139</b>	<b>232,261</b>	<b>374,332</b>	<b>804,592</b>
Investment Management fees (note 5)	(2,682,922)	(1,703,301)	(618,926)	(229,336)
Other charges and taxes	(164,597)	(288,951)	(45,279)	(13,046)
Professional fees	(198,392)	(88,680)	(60,724)	(45,588)
Management Company fees (note 4)	(102,487)	(70,033)	(20,576)	(19,657)
Depository fees (note 8)	(58,560)	(92,321)	(69,600)	(16,300)
Administrator fees (note 9)	(61,317)	(57,273)	(45,861)	(13,480)
Transfer Agent and Registrar fees (note 9)	(91,500)	(29,857)	(14,640)	(8,822)
"Taxe d'abonnement" (note 3)	(55,976)	(31,817)	(14,989)	(3,639)
Interest paid on swap contracts	—	(62,982)	—	—
Interest paid on bank accounts	(234)	(5,919)	—	(15,544)
Director fees (note 12)	(9,074)	(4,914)	(2,080)	(1,040)
Performance fees (note 6)	—	(2,212)	—	—
<b>Total Expenses</b>	<b>(3,425,059)</b>	<b>(2,438,260)</b>	<b>(892,675)</b>	<b>(366,452)</b>
<b>Net investment income / (expenses)</b>	<b>251,080</b>	<b>(2,205,999)</b>	<b>(518,343)</b>	<b>438,140</b>
Net realised gain / (loss) on				
- Investments in securities (note 2)	(10,702,992)	(227,886)	(2,412,066)	(15,563)
- Foreign currency and forward foreign exchange contracts (note 2, 10)	(128,507)	(118,710)	(1,770,456)	(2,449,190)
- Future contracts (note 2, 10)	—	1,373,117	—	—
- Swap contracts (note 2, 10)	—	(1,400,075)	—	—
Change in unrealised appreciation / (depreciation) on				
- Investments in securities (note 2)	(5,882,478)	(1,548,897)	(1,324,939)	(2,115,426)
- Foreign currency and forward foreign exchange contracts (note 2, 10)	3,343	(32,407)	543	375,037
- Future contracts (note 2, 10)	—	102,507	—	—
- Swap contracts (note 2, 10)	—	(133,918)	—	—
<b>Net change in net assets for the year as a result of operations</b>	<b>(16,459,554)</b>	<b>(4,192,268)</b>	<b>(6,025,261)</b>	<b>(3,767,002)</b>
Subscriptions for the year	30,496,606	50,465,040	21,705,266	74,885,052
Redemptions for the year	(69,438,496)	(38,788,166)	(16,168,960)	—
<b>Net proceeds from share transactions</b>	<b>(38,941,890)</b>	<b>11,676,874</b>	<b>5,536,306</b>	<b>74,885,052</b>
<b>Net assets at the end of the year</b>	<b>168,454,515</b>	<b>109,138,143</b>	<b>35,025,063</b>	<b>71,118,050</b>

\* Statement of Operations and Changes in Net Assets for the period from July 21, 2016 (launch date) to December 31, 2016.

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

## ChinaAMC Fund

### STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS FOR THE YEAR ENDED DECEMBER 31, 2016 IN USD

	ChinaAMC Asia Bond Fund**	ChinaAMC China Bond Fund***	ChinaAMC Greater China Income Fund****	Total
	USD	USD	USD	USD
<b>Net assets at the beginning of the year</b>	—	—	—	<b>361,023,514</b>
Dividend income (net of withholding tax)	—	—	—	4,243,059
Interest income from investments	5,649,687	1,133,681	—	7,588,866
Interest received on swap contracts	—	—	—	35,102
Interest on bank accounts	—	1,858	—	5,523
<b>Total Income</b>	<b>5,649,687</b>	<b>1,135,539</b>	<b>—</b>	<b>11,872,550</b>
Investment Management fees (note 5)	(1,090,036)	(272,461)	(27,040)	(6,624,022)
Other charges and taxes	(83,576)	(26,989)	(405)	(622,843)
Professional fees	(65,115)	(35,520)	(3,330)	(497,349)
Management Company fees (note 4)	(77,862)	(22,084)	(5,654)	(318,353)
Depository fees (note 8)	(24,147)	(9,600)	(900)	(271,428)
Administrator fees (note 9)	(44,121)	(11,677)	(3,073)	(236,802)
Transfer Agent and Registrar fees (note 9)	(11,841)	(30,439)	(450)	(187,549)
"Taxe d'abonnement" (note 3)	(23,266)	(7,418)	(12,517)	(149,622)
Interest paid on swap contracts	—	—	—	(62,982)
Interest paid on bank accounts	(11,420)	—	—	(33,117)
Director fees (note 12)	(8,320)	(2,080)	—	(27,508)
Performance fees (note 6)	—	—	—	(2,212)
<b>Total Expenses</b>	<b>(1,439,704)</b>	<b>(418,268)</b>	<b>(53,369)</b>	<b>(9,033,787)</b>
<b>Net investment income / (expenses)</b>	<b>4,209,983</b>	<b>717,271</b>	<b>(53,369)</b>	<b>2,838,763</b>
Net realised gain / (loss) on				
- Investments in securities (note 2)	(1,207,039)	(983,748)	—	(15,549,294)
- Foreign currency and forward foreign exchange contracts (note 2, 10)	(2,690,436)	(251,373)	—	(7,408,672)
- Future contracts (note 2, 10)	—	—	—	1,373,117
- Swap contracts (note 2, 10)	—	—	—	(1,400,075)
Change in unrealised appreciation / (depreciation) on				
- Investments in securities (note 2)	(5,099,217)	(2,395,845)	—	(18,366,802)
- Foreign currency and forward foreign exchange contracts (note 2, 10)	(312)	(471)	583,257	928,990
- Future contracts (note 2, 10)	—	—	—	102,507
- Swap contracts (note 2, 10)	—	—	—	(133,918)
<b>Net change in net assets for the year as a result of operations</b>	<b>(4,787,021)</b>	<b>(2,914,166)</b>	<b>529,888</b>	<b>(37,615,384)</b>
Subscriptions for the year	346,832,939	149,927,285	499,768,149	1,174,080,337
Redemptions for the year	(4,362,875)	—	—	(128,758,497)
<b>Net proceeds from share transactions</b>	<b>342,470,064</b>	<b>149,927,285</b>	<b>499,768,149</b>	<b>1,045,321,840</b>
<b>Net assets at the end of the year</b>	<b>337,683,043</b>	<b>147,013,119</b>	<b>500,298,037</b>	<b>1,368,729,970</b>

\*\* Statement of Operations and Changes in Net Assets for the period from June 24, 2016 (launch date) to December 31, 2016.

\*\*\* Statement of Operations and Changes in Net Assets for the period from September 26, 2016 (launch date) to December 31, 2016.

\*\*\*\* Statement of Operations and Changes in Net Assets for the period from December 22, 2016 (launch date) to December 31, 2016.

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

# ChinaAMC Fund

## STATISTICAL INFORMATION

	Currency	December 31, 2016		December 31, 2015		December 31, 2014	
		Total NAV in USD	per Share in USD	Total NAV in USD	per Share in USD	Total NAV in USD	per Share in USD
<b>ChinaAMC China Opportunities Fund</b>							
Class A	EUR	1,205,754	16.824	1,721,263	18.086	1,972,648	19.273
Class A	HKD	4,394,951	11.875	3,152,878	12.761	415,008	13.590
Class A	USD	90,835,521	13.425	126,339,516	14.427	162,396,768	15.369
Class I	USD	72,018,289	14.650	92,642,302	15.612	237,155,105	16.490
<b>ChinaAMC China Growth Fund</b>							
Class A	USD	39,171,862	16.441	46,792,079	17.118	47,202,915	14.998
Class B	USD	2,487,920	16.400	4,230,979	17.081	4,385,343	14.967
Class I <sup>(1)</sup>	EUR	1,345,282	9.554	1,395,971	10.313	—	—
Class I <sup>(2)</sup>	GBP	—	—	—	—	24,323,764	17.056
Class I	USD	66,133,079	14.284	49,234,508	14.718	57,132,615	12.789
<b>ChinaAMC China A Share Opportunities Fund</b>							
Class A <sup>(3)</sup>	EUR	3,737,066	8.963	4,729,785	10.659	—	—
Class A <sup>(4)</sup>	RMB	4,131,902	1.479	1,948,497	1.758	—	—
Class A <sup>(5)</sup>	USD	21,229,076	8.690	19,663,926	10.331	—	—
Class I	USD	5,927,019	10.545	9,171,810	12.404	15,958,504	11.515
<b>ChinaAMC China High Yield Bond Fund</b>							
Class I <sup>(6)</sup>	RMB	71,118,050	14.224	—	—	—	—
<b>ChinaAMC Asia Bond Fund</b>							
Class I <sup>(7)</sup>	RMB	337,683,043	14.894	—	—	—	—
<b>ChinaAMC China Bond Fund</b>							
Class I <sup>(8)</sup>	RMB	147,013,119	1.470	—	—	—	—
<b>ChinaAMC Greater China Income Fund</b>							
Class I <sup>(9)</sup>	HKD	500,298,037	12.894	—	—	—	—

## PERFORMANCE RECORDS

The following information has been included as disclosure for the Hong Kong Securities and Futures Commission, following the Hong Kong registration of the Sub-Fund ChinaAMC China Opportunities Fund\*:

	Currency	December 31, 2016		December 31, 2015		December 31, 2014		December 31, 2013		December 31, 2012	
		Highest issue price per share in USD	Lowest redemption price per share in USD	Highest issue price per share in USD	Lowest redemption price per share in USD	Highest issue price per share in USD	Lowest redemption price per share in USD	Highest issue price per share in USD	Lowest redemption price per share in USD	Highest issue price per share in USD	Lowest redemption price per share in USD
<b>ChinaAMC China Opportunities Fund</b>											
Class A	EUR	18.825	14.157	24.443	15.942	19.273	15.954	17.629	14.081	14.268	11.764
Class A <sup>(10)</sup>	HKD	13.284	9.990	17.237	11.247	13.590	12.825	-	-	-	-
Class A	USD	15.018	11.294	19.492	12.716	15.369	12.733	14.094	11.279	11.399	9.371
Class I	USD	16.346	12.234	20.985	13.719	16.490	13.571	14.951	11.890	11.967	9.733

<sup>(1)</sup> The Share Class was launched on May 15, 2015

<sup>(2)</sup> The Share Class was closed on May 4, 2015

<sup>(3)</sup> The Share Class was launched on March 25, 2015

<sup>(4)</sup> The Share Class was launched on January 13, 2015

<sup>(5)</sup> The Share Class was launched on January 5, 2015

<sup>(6)</sup> The Share Class was launched on July 21, 2016

<sup>(7)</sup> The Share Class was launched on June 24, 2016

<sup>(8)</sup> The Share Class was launched on September 26, 2016

<sup>(9)</sup> The Share Class was launched on December 22, 2016

<sup>(10)</sup> The Share Class was launched on November 3, 2014

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

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

## ChinaAMC Fund

### STATEMENT OF CHANGES IN SHARES FOR THE YEAR ENDED DECEMBER 31, 2016

	Balance at December 31, 2015	Subscriptions	Redemptions	Balance at December 31, 2016
<b>ChinaAMC China Opportunities Fund</b>				
Class A Accumulation EUR	95,171	—	(23,504)	71,667
Class A Accumulation HKD	247,075	155,880	(32,841)	370,114
Class A Accumulation USD	8,757,177	1,284,767	(3,275,991)	6,765,953
Class I Accumulation USD	5,934,135	761,679	(1,779,987)	4,915,827
<b>ChinaAMC China Growth Fund</b>				
Class A Accumulation USD	2,733,539	505,554	(856,513)	2,382,580
Class B Accumulation USD	247,704	2,955	(98,953)	151,706
Class I Accumulation EUR	135,357	7,696	(2,251)	140,802
Class I Accumulation USD	3,345,304	2,846,317	(1,561,786)	4,629,835
<b>ChinaAMC China A Share Opportunities Fund</b>				
Class A Accumulation EUR	443,725	115,234	(142,005)	416,954
Class A Accumulation RMB	1,108,504	6,114,024	(4,427,959)	2,794,569
Class A Accumulation USD	1,903,447	1,277,163	(737,577)	2,443,033
Class I Accumulation USD	739,411	—	(177,320)	562,091
<b>ChinaAMC China High Yield Bond Fund</b>				
Class I Distribution RMB Hedged <sup>(1)</sup>	—	5,000,000	—	5,000,000
<b>ChinaAMC Asia Bond Fund</b>				
Class I Distribution RMB <sup>(2)</sup>	—	22,965,118	(292,960)	22,672,158
<b>ChinaAMC China Bond Fund</b>				
Class I Accumulation RMB Hedged <sup>(3)</sup>	—	100,000,000	—	100,000,000
<b>ChinaAMC Greater China Income Fund</b>				
Class I Accumulation HKD <sup>(4)</sup>	—	38,800,000	—	38,800,000

<sup>(1)</sup> The Share Class was launched on July 21, 2016

<sup>(2)</sup> The Share Class was launched on June 24, 2016

<sup>(3)</sup> The Share Class was launched on September 26, 2016

<sup>(4)</sup> The Share Class was launched on December 22, 2016

## ChinaAMC China Opportunities Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

Nominal / Quantity	Description	Local Currency	Acquisition cost	Market value	% of Net Assets
<b>TRANSFERABLE SECURITIES LISTED ON AN OFFICIAL STOCK EXCHANGE</b>			<b>167,816,519</b>	<b>163,952,522</b>	<b>97.33</b>
<b>Shares</b>			<b>167,816,519</b>	<b>163,952,522</b>	<b>97.33</b>
<b>Consumer Discretionary</b>			<b>19,699,592</b>	<b>17,685,227</b>	<b>10.50</b>
5,250,000	China Harmony New Energy Auto Holding Ltd.	HKD	5,310,346	1,882,121	1.12
24,009,000	China Partytime Culture Holdings Ltd.	HKD	3,833,018	2,941,312	1.75
6,909,500	China ZhengTong Auto Services Holdings Ltd.	HKD	3,155,338	2,013,717	1.19
1,151,200	Fuyao Glass Industry Group Co., Ltd. "H"	HKD	2,855,799	3,570,337	2.12
670,000	Galaxy Entertainment Group Ltd.	HKD	2,362,057	2,920,350	1.73
4,560,000	Geely Automobile Holdings Ltd.	HKD	2,183,034	4,357,390	2.59
<b>Consumer Staples</b>			<b>636,703</b>	<b>729,146</b>	<b>0.43</b>
831,500	Zhou Hei Ya International Holdings Co., Ltd.	HKD	636,703	729,146	0.43
<b>Energy</b>			<b>4,202,328</b>	<b>2,740,372</b>	<b>1.63</b>
52,470,000	Concord New Energy Group Ltd.	HKD	4,202,328	2,740,372	1.63
<b>Financials</b>			<b>45,011,856</b>	<b>42,825,922</b>	<b>25.42</b>
4,824,000	Agricultural Bank of China Ltd. "H"	HKD	1,998,051	1,978,235	1.17
9,212,000	Bank of China Ltd. "H"	HKD	4,501,613	4,086,540	2.43
320,000	Bank of Communications Co., Ltd. "H"	HKD	245,825	231,503	0.14
713,400	BOC Aviation Ltd.	HKD	3,898,085	3,505,109	2.08
8,155,000	China Cinda Asset Management Co., Ltd. "H"	HKD	2,849,510	2,955,110	1.75
400,000	China Construction Bank Corp. "H"	HKD	300,655	307,948	0.18
177,000	China Life Insurance Co., Ltd. "H"	HKD	478,632	461,071	0.27
155,000	China Merchants Bank Co., Ltd. "H"	HKD	354,072	363,387	0.22
100,000	China Minsheng Banking Corp., Ltd. "H"	HKD	114,730	106,905	0.06
50,000	China Pacific Insurance Group Co., Ltd. "H"	HKD	189,056	174,414	0.10
1,676,000	China Resources Land Ltd.	HKD	4,463,043	3,769,328	2.24
1,426,000	China Resources Power Holdings Co., Ltd.	HKD	2,601,239	2,265,550	1.35
1,269,270	China Taiping Insurance Holdings Co., Ltd.	HKD	3,170,322	2,618,891	1.55
7,800	GF Securities Co., Ltd. "H"	HKD	16,619	16,275	0.01
1,000,000	Guotai Junan International Holdings Ltd.	HKD	330,777	308,206	0.18
1,037,400	Haitong Securities Co., Ltd. "H"	HKD	1,843,675	1,779,268	1.06
339,200	HSBC Holdings Plc.	HKD	2,566,903	2,722,943	1.62
800,000	Industrial & Commercial Bank of China Ltd. "H"	HKD	473,725	479,718	0.29
60,000	New China Life Insurance Co., Ltd. "H"	HKD	286,595	275,451	0.16
4,241,000	People's Insurance Co. Group of China Ltd. "H"	HKD	2,112,270	1,673,528	0.99
150,000	PICC Property & Casualty Co., Ltd. "H"	HKD	230,363	233,669	0.14
1,894,500	Ping An Insurance Group Co. "H"	HKD	8,788,164	9,479,157	5.63
8,713,000	Yuzhou Properties Co., Ltd.	HKD	3,197,932	3,033,716	1.80
<b>Health Care</b>			<b>17,338,326</b>	<b>20,252,196</b>	<b>12.02</b>
3,166,088	Beijing Tong Ren Tang Chinese Medicine Co., Ltd.	HKD	3,010,084	4,278,856	2.54
7,904,000	CSPC Pharmaceutical Group Ltd.	HKD	6,654,576	8,439,577	5.01
716,200	Livzon Pharmaceutical Group, Inc. "H"	HKD	4,174,891	4,193,084	2.49
1,457,000	Shanghai Pharmaceuticals Holding Co., Ltd. "H"	HKD	3,498,775	3,340,679	1.98
<b>Industrials</b>			<b>9,005,869</b>	<b>10,686,643</b>	<b>6.35</b>
3,897,000	China Aircraft Leasing Group Holdings Ltd.	HKD	2,950,249	4,266,596	2.53
10,396,000	China Resources Cement Holdings Ltd.	HKD	3,760,851	4,035,303	2.40
1,356,000	Guangshen Railway Co., Ltd. "H"	HKD	742,959	818,368	0.49
2,955,000	Sinotrans Shipping Ltd.	HKD	510,210	548,736	0.33
527,200	Xinjiang Goldwind Science & Technology Co., Ltd.	HKD	842,486	890,615	0.53
10,211	ZTO Express Cayman, Inc. - ADR	USD	199,114	127,025	0.07
<b>Information Technology</b>			<b>44,666,969</b>	<b>45,168,895</b>	<b>26.81</b>
401,000	AAC Technologies Holdings, Inc.	HKD	4,124,486	3,643,080	2.16
149,000	Alibaba Group Holding Ltd. - ADR	USD	13,169,995	13,012,170	7.72
6,000,000	Cowell e Holdings, Inc.	HKD	5,850,481	1,508,792	0.90
3,324,000	Ju Teng International Holdings Ltd.	HKD	2,076,264	1,028,764	0.61
31,900	NetEase, Inc. - ADR	USD	8,128,252	7,113,700	4.22
707,000	Tencent Holdings Ltd.	HKD	9,835,584	17,295,381	10.27
4,822,000	Xinyi Solar Holdings Ltd.	HKD	1,481,907	1,567,008	0.93

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

## ChinaAMC China Opportunities Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

Nominal / Quantity	Description	Local Currency	Acquisition cost	Market value	% of Net Assets
<b>Materials</b>			<b>9,807,716</b>	<b>6,887,113</b>	<b>4.09</b>
6,624,000	China Molybdenum Co., Ltd. "H"	HKD	1,830,595	1,614,453	0.96
2,700,000	Fosun International Ltd.	HKD	6,487,107	3,823,046	2.27
4,382,000	Sinofert Holdings Ltd.	HKD	620,910	593,342	0.35
2,656,000	Zijin Mining Group Co., Ltd. "H"	HKD	869,104	856,272	0.51
<b>Telecommunication Services</b>			<b>5,102,733</b>	<b>4,377,894</b>	<b>2.60</b>
413,000	China Mobile Ltd.	HKD	5,102,733	4,377,894	2.60
<b>Utilities</b>			<b>12,344,427</b>	<b>12,599,114</b>	<b>7.48</b>
6,946,000	Beijing Enterprises Water Group Ltd.	HKD	4,581,705	4,621,978	2.75
2,816,000	China Oilfield Services Ltd. "H"	HKD	2,272,194	2,614,620	1.55
4,287,000	CNOOC Ltd.	HKD	5,490,528	5,362,516	3.18
<b>Total portfolio</b>			<b>167,816,519</b>	<b>163,952,522</b>	<b>97.33</b>
<b>Other net assets</b>				<b>4,501,993</b>	<b>2.67</b>
<b>Total net assets</b>				<b>168,454,515</b>	<b>100.00</b>

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



## ChinaAMC China Growth Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

Nominal / Quantity	Description	Local Currency	Acquisition cost	Market value	% of Net Assets
<b>TRANSFERABLE SECURITIES LISTED ON AN OFFICIAL STOCK EXCHANGE</b>			<b>33,307,214</b>	<b>33,500,158</b>	<b>30.70</b>
<b>Shares</b>			<b>5,127,297</b>	<b>5,246,712</b>	<b>4.81</b>
<b>Consumer Discretionary</b>			<b>1,338,739</b>	<b>1,432,570</b>	<b>1.31</b>
374,500	Intime Retail Group Co., Ltd.	HKD	328,726	339,508	0.31
1,246,500	Sun Art Retail Group Ltd.	HKD	1,010,013	1,093,062	1.00
<b>Financials</b>			<b>550,307</b>	<b>556,312</b>	<b>0.51</b>
1,805,000	Guotai Junan International Holdings Ltd.	HKD	550,307	556,312	0.51
<b>Health Care</b>			<b>1,158,652</b>	<b>1,136,097</b>	<b>1.04</b>
1,064,000	CSPC Pharmaceutical Group Ltd.	HKD	1,158,652	1,136,097	1.04
<b>Industrials</b>			<b>1,217,306</b>	<b>1,239,773</b>	<b>1.14</b>
52,100	ASM Pacific Technology Ltd.	HKD	550,017	551,936	0.51
184,000	CSSC Offshore and Marine Engineering Group Co., Ltd. "H"	HKD	291,445	295,651	0.27
117,400	Dongfang Electric Corp., Ltd. "H"	HKD	108,078	103,705	0.10
478,000	Guangshen Railway Co., Ltd. "H"	HKD	267,766	288,481	0.26
<b>Materials</b>			<b>410,010</b>	<b>429,774</b>	<b>0.39</b>
3,174,000	Sinofert Holdings Ltd.	HKD	410,010	429,774	0.39
<b>Telecommunication Services</b>			<b>452,283</b>	<b>452,186</b>	<b>0.42</b>
11,500	China Mobile Ltd.	HKD	121,857	121,903	0.11
190,000	ZTE Corp. "H"	HKD	330,426	330,283	0.31
<b>Government Bonds</b>			<b>28,179,917</b>	<b>28,253,446</b>	<b>25.89</b>
28,255,000	United States Treasury Bill 0.00% 05/01/2017	USD	28,179,917	28,253,446	25.89
<b>TRANSFERABLE SECURITIES LISTED ON ANOTHER REGULATED MARKET</b>			<b>10,864,877</b>	<b>10,864,877</b>	<b>9.95</b>
<b>Cerificates of Deposit</b>			<b>10,864,877</b>	<b>10,864,877</b>	<b>9.95</b>
11,000,000	BNP Paribas Fortis SA 0.00% 27/06/2017	USD	10,864,877	10,864,877	9.95
<b>Total portfolio</b>			<b>44,172,091</b>	<b>44,365,035</b>	<b>40.65</b>
<b>Other net assets</b>				<b>64,773,108</b>	<b>59.35</b>
<b>Total net assets</b>				<b>109,138,143</b>	<b>100.00</b>

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

## ChinaAMC China Growth Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

#### COMMITMENTS ON FUTURE CONTRACTS AS AT DECEMBER 31, 2016

Size	Quantity	Purchase / Sale	Contract	Maturity	Market price as at December 31, 2016	Currency	Unrealised gain (USD)	Commitment (USD)
							<b>31,367</b>	<b>4,528,184</b>
50	18	Purchase	H-SHARES INDEX FUTURE	26/01/2017	1,210.64	HKD	11,321	1,089,580
50	9	Purchase	HANG SENG INDEX FUTURE	26/01/2017	2,832.14	HKD	15,442	1,274,464
20	(22)	Sale	NASDAQ 100 E-MINI INDEX FUTURE	17/03/2017	4,918.50	USD	4,604	2,164,140

Cash of USD 3,630,968 is held as initial margin at Morgan Stanley & Co. International.

## ChinaAMC China Growth Fund

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### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

#### FORWARD FOREIGN EXCHANGE CONTRACTS AS AT DECEMBER 31, 2016

Maturity	Amount bought	Currency	Amount sold	Currency	Unrealised gain (USD)
					<b>4,455</b>
27/01/2017	1,276,000	EUR	1,344,776	USD	4,455

The counterparty for forward foreign exchange contract is Bank of America Merrill Lynch.

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

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## ChinaAMC China Growth Fund

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### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

#### SWAP CONTRACTS AS AT DECEMBER 31, 2016

Notional	Pay	Receive	Counterparty	Currency	Maturity	Unrealised (loss) (USD)
<b>TOTAL RETURN SWAP</b>						<b>(6,500)</b>
(327,711)	USD 1 month LIBOR	Shanghai Tunnel Engineering Co., Ltd. "A"	China International Capital Corp.	USD	05/04/2017	(6,500)

Cash of USD 8,322,680 is held as collateral at China International Capital Corp.

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

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## ChinaAMC China A Share Opportunities Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

Nominal / Quantity	Description	Local Currency	Acquisition cost	Market value	% of Net Assets
<b>TRANSFERABLE SECURITIES LISTED ON AN OFFICIAL STOCK EXCHANGE</b>			<b>37,661,272</b>	<b>35,582,462</b>	<b>101.59</b>
<b>Shares</b>			<b>37,661,272</b>	<b>35,582,462</b>	<b>101.59</b>
<b>Consumer Discretionary</b>			<b>2,368,583</b>	<b>2,374,913</b>	<b>6.78</b>
274,000	Changchun Sinoenergy Corp. "A"	CNY	542,829	543,702	1.55
300,000	Fuyao Glass Industry Group Co., Ltd. "A"	CNY	803,383	804,231	2.30
1,300,000	Zhejiang Huafeng Spandex Co., Ltd. "A"	CNY	1,022,371	1,026,980	2.93
<b>Consumer Staples</b>			<b>4,387,182</b>	<b>4,465,434</b>	<b>12.75</b>
619,925	Angel Yeast Co., Ltd. "A"	CNY	1,532,453	1,587,836	4.53
129,925	Jiangsu Yanghe Brewery Joint-Stock Co., Ltd. "A"	CNY	1,522,545	1,319,909	3.77
32,400	Kweichow Moutai Co., Ltd. "A"	CNY	1,332,184	1,557,689	4.45
<b>Financials</b>			<b>12,436,833</b>	<b>10,981,585</b>	<b>31.35</b>
500,000	Bank of Communications Co., Ltd. "A"	CNY	420,679	415,138	1.18
272,000	Bank of Ningbo Co., Ltd. "A"	CNY	732,069	651,281	1.86
699,979	China CITIC Bank Corp., Ltd. "A"	CNY	767,972	645,639	1.84
241,300	China Merchants Bank Co., Ltd. "A"	CNY	717,368	611,453	1.75
999,902	China Minsheng Banking Corp., Ltd. "A"	CNY	1,408,827	1,307,880	3.73
300,000	Haitong Securities Co., Ltd. "A"	CNY	1,092,914	679,905	1.94
213,500	Industrial Bank Co., Ltd. "A"	CNY	613,254	495,847	1.42
395,500	Orient Securities Co., Ltd. "A"	CNY	1,676,252	883,821	2.52
640,000	Shanghai AJ Group Co., Ltd. "A"	CNY	1,263,436	1,143,795	3.27
200,000	Shanghai Pudong Development Bank Co., Ltd. "A"	CNY	402,358	466,796	1.33
166,300	Sinolink Securities Co., Ltd. "A"	CNY	749,169	311,805	0.89
1,429,901	Wedge Industrial Co., Ltd. "A"	CNY	2,592,535	3,368,225	9.62
<b>Health Care</b>			<b>3,134,489</b>	<b>3,241,839</b>	<b>9.26</b>
999,965	Henan Lingrui Pharmaceutical Co. "A"	CNY	1,667,631	1,834,600	5.24
499,980	Shanghai Pharmaceuticals Holding Co., Ltd. "A"	CNY	1,466,858	1,407,239	4.02
<b>Industrials</b>			<b>7,641,922</b>	<b>7,191,886</b>	<b>20.53</b>
295,000	Beijing Dinghan Technology Co., Ltd. "A"	CNY	988,616	879,545	2.51
2,739,996	Beijing Jingyuntong Technology Co., Ltd. "A"	CNY	3,111,967	2,807,220	8.01
399,907	China CAMC Engineering Co., Ltd. "A"	CNY	1,242,918	1,318,925	3.77
250,000	Shenzhen O-film Tech Co., Ltd. "A"	CNY	1,480,448	1,233,182	3.52
599,907	Zhejiang Sanhua Intelligent Controls Co., Ltd. "A"	CNY	817,973	953,014	2.72
<b>Information Technology</b>			<b>4,781,260</b>	<b>4,516,470</b>	<b>12.90</b>
250,000	Han's Laser Technology Industry Group Co., Ltd. "A"	CNY	887,552	813,008	2.32
549,956	Holitech Technology Co., Ltd. "A"	CNY	1,332,933	1,416,535	4.05
474,985	Suzhou Anjie Technology Co., Ltd. "A"	CNY	2,560,775	2,286,927	6.53
<b>Materials</b>			<b>2,911,003</b>	<b>2,810,335</b>	<b>8.02</b>
1,240,000	Baoshan Iron & Steel Co., Ltd. "A"	CNY	1,171,872	1,133,031	3.24
267,000	ENN Ecological Holdings Co., Ltd. "A"	CNY	546,963	547,870	1.56
470,000	Jiangxi Copper Co., Ltd. "A"	CNY	1,192,168	1,129,434	3.22
<b>Total portfolio</b>			<b>37,661,272</b>	<b>35,582,462</b>	<b>101.59</b>
<b>Other net assets</b>				<b>(557,399)</b>	<b>(1.59)</b>
<b>Total net assets</b>				<b>35,025,063</b>	<b>100.00</b>

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

## ChinaAMC China High Yield Bond Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

Nominal / Quantity	Description	Local Currency	Acquisition cost	Market value	% of Net Assets
<b>TRANSFERABLE SECURITIES LISTED ON AN OFFICIAL STOCK EXCHANGE</b>			<b>57,669,406</b>	<b>55,988,165</b>	<b>78.72</b>
<b>Ordinary Bonds</b>			<b>30,687,153</b>	<b>30,115,044</b>	<b>42.34</b>
<b>Financials</b>			<b>23,596,678</b>	<b>23,118,996</b>	<b>32.51</b>
	Azure Nova International Finance Ltd. 2.63% 01/11/2021	USD	4,089,393	3,977,861	5.60
4,100,000	Bright Galaxy International Ltd. 3.38% 03/11/2021	USD	3,267,523	3,207,732	4.51
3,300,000	Gansu Provincial Highway Aviation Tourism Investment Group Co., Ltd. 3.00% 18/11/2019	USD	1,396,286	1,387,134	1.95
1,400,000	Guangxi Communications Investment Group Co., Ltd. 3.00% 04/11/2019	USD	2,096,531	2,084,639	2.93
2,100,000	Industrial Bank Co., Ltd. 2.38% 21/09/2021	USD	5,984,403	5,797,440	8.15
6,000,000	Unigroup International Holdings Ltd. 5.25% 10/12/2018	USD	6,762,542	6,664,190	9.37
6,500,000					
<b>Information Technology</b>			<b>7,090,475</b>	<b>6,996,048</b>	<b>9.83</b>
6,900,000	Dawn Victor Ltd. 5.50% 05/06/2018	USD	7,090,475	6,996,048	9.83
<b>Floating rate notes</b>			<b>19,982,043</b>	<b>18,868,022</b>	<b>26.53</b>
<b>Financials</b>			<b>14,420,391</b>	<b>13,374,737</b>	<b>18.81</b>
41,000,000	Bank of China Ltd. 6.75% Perpetual*	CNY	7,205,919	6,282,537	8.84
3,000,000	Bank of Communications Co., Ltd. 5.00% Perpetual*	USD	3,108,594	3,059,880	4.30
4,000,000	China Construction Bank Corp. 4.65% Perpetual*	USD	4,105,878	4,032,320	5.67
<b>Materials</b>			<b>5,561,652</b>	<b>5,493,285</b>	<b>7.72</b>
5,400,000	Bluestar Finance Holdings Ltd. 4.38% Perpetual*	USD	5,561,652	5,493,285	7.72
<b>UCI Units</b>			<b>7,000,210</b>	<b>7,005,099</b>	<b>9.85</b>
<b>Financials</b>			<b>7,000,210</b>	<b>7,005,099</b>	<b>9.85</b>
699,873	State Street Global Advisors Liquidity Plc. - SSgA USD Liquidity Fund	USD	7,000,210	7,005,099	9.85
<b>TRANSFERABLE SECURITIES LISTED ON ANOTHER REGULATED MARKET</b>			<b>12,286,105</b>	<b>11,851,920</b>	<b>16.67</b>
<b>Ordinary Bonds</b>			<b>5,000,000</b>	<b>4,876,140</b>	<b>6.86</b>
<b>Financials</b>			<b>5,000,000</b>	<b>4,876,140</b>	<b>6.86</b>
5,000,000	Industrial & Commercial Bank of China Ltd. 2.45% 20/10/2021	USD	5,000,000	4,876,140	6.86
<b>Floating rate notes</b>			<b>7,286,105</b>	<b>6,975,780</b>	<b>9.81</b>
<b>Utilities</b>			<b>7,286,105</b>	<b>6,975,780</b>	<b>9.81</b>
7,000,000	Huaneng Hong Kong Capital Ltd. 4.30% Perpetual*	USD	7,286,105	6,975,780	9.81
<b>Total portfolio</b>			<b>69,955,511</b>	<b>67,840,085</b>	<b>95.39</b>
<b>Other net assets</b>				<b>3,277,965</b>	<b>4.61</b>
<b>Total net assets</b>				<b>71,118,050</b>	<b>100.00</b>

\*Variable rate security. Interest rate disclosed is that which is in effect at December 31, 2016.

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

## ChinaAMC China High Yield Bond Fund

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### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

#### FORWARD FOREIGN EXCHANGE CONTRACTS AS AT DECEMBER 31, 2016

Maturity	Amount bought	Currency	Amount sold	Currency	Unrealised gain (USD)
					<b>375,897</b>
28/02/2017	500,000,000	CNY	71,413,269	USD	375,897

The counterparty for forward foreign exchange contract is Morgan Stanley & Co. International.

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

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## ChinaAMC Asia Bond Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

Nominal / Quantity	Description	Local Currency	Acquisition cost	Market value	% of Net Assets
<b>TRANSFERABLE SECURITIES LISTED ON AN OFFICIAL STOCK EXCHANGE</b>			<b>325,623,080</b>	<b>320,540,660</b>	<b>94.92</b>
<b>Ordinary Bonds</b>			<b>226,892,691</b>	<b>224,150,686</b>	<b>66.38</b>
<b>Consumer Discretionary</b>			<b>8,730,331</b>	<b>8,640,519</b>	<b>2.56</b>
6,962,000	Geely Automobile Holdings Ltd. 5.25% 06/10/2019	USD	7,256,966	7,214,372	2.14
1,450,000	LTC GB Ltd. 2.75% 26/05/2021	USD	1,473,365	1,426,147	0.42
<b>Energy</b>			<b>15,924,354</b>	<b>15,859,649</b>	<b>4.70</b>
8,800,000	Yancoal International Resources Development Co., Ltd. 4.46% 16/05/2017	USD	8,835,750	8,822,000	2.61
7,069,000	Yancoal International Resources Development Co., Ltd. 5.73% 16/05/2022	USD	7,088,604	7,037,649	2.09
<b>Financials</b>			<b>128,845,919</b>	<b>127,330,565</b>	<b>37.71</b>
4,300,000	Azure Nova International Finance Ltd. 2.63% 01/11/2021	USD	4,286,751	4,171,903	1.24
3,500,000	Bestgain Real Estate Lyra Ltd. 3.95% 23/12/2019	USD	3,495,140	3,521,158	1.04
4,800,000	Bright Galaxy International Ltd. 3.38% 03/11/2021	USD	4,752,761	4,665,792	1.38
9,000,000	Changsha Pilot Investment Holdings Group Co., Ltd. 3.10% 02/12/2019	USD	8,884,893	8,836,650	2.62
3,600,000	China Evergrande Group 8.00% 15/01/2019	USD	3,626,530	3,674,916	1.09
12,106,000	China Evergrande Group 8.75% 30/10/2018	USD	12,400,969	12,348,120	3.66
4,700,000	China Evergrande Group 12.00% 17/02/2020	USD	5,212,752	5,262,590	1.56
1,500,000	Fantasia Holdings Group Co., Ltd. 7.38% 04/10/2021	USD	1,490,283	1,502,850	0.44
1,500,000	Gansu Provincial Highway Aviation Tourism Investment Group Co., Ltd. 3.00% 18/11/2019	USD	1,495,868	1,486,215	0.44
400,000	Guangxi Communications Investment Group Co., Ltd. 3.00% 04/11/2019	USD	399,266	397,074	0.12
4,535,000	Hongkong International Qingdao Co., Ltd. 4.75% 12/02/2020	USD	4,754,090	4,669,145	1.38
5,000,000	ICBCIL Finance Co., Ltd. 2.50% 29/09/2021	USD	4,985,630	4,821,730	1.43
3,000,000	Jinan West City Investment & Development Group Co., Ltd. 3.13% 11/10/2021	USD	2,986,963	2,884,500	0.85
2,000,000	NWD Finance BVI Ltd. 5.75% Perpetual	USD	2,041,282	1,976,320	0.59
3,000,000	Sunshine Life Insurance Corp. Ltd. 2.50% 20/04/2019	USD	2,988,050	2,965,770	0.88
13,760,000	Sunshine Life Insurance Corp. Ltd. 3.15% 20/04/2021	USD	13,873,050	13,437,053	3.98
6,900,000	Tuspark Forward Ltd. 5.38% 24/11/2018	USD	7,145,500	7,091,854	2.10
8,342,000	Unigroup International Holdings Ltd. 5.25% 10/12/2018	USD	8,692,864	8,552,719	2.53
3,350,000	Unigroup International Holdings Ltd. 6.00% 10/12/2020	USD	3,561,358	3,529,325	1.05
3,000,000	Wealth Driven Ltd. 5.50% 17/08/2023	USD	3,000,000	3,001,950	0.89
10,300,000	Xuzhou Economic Technology Development Zone International Investment Co., Ltd. 4.50% 16/06/2019	USD	10,394,850	10,350,315	3.06
2,280,000	Yuxiu Property Co., Ltd. 4.50% 24/01/2023	USD	2,332,844	2,230,798	0.66
1,000,000	Yuzhou Properties Co., Ltd. 6.00% 25/10/2023	USD	996,106	990,190	0.29
8,000,000	Yuzhou Properties Co., Ltd. 8.63% 24/01/2019	USD	8,448,895	8,359,920	2.48
3,500,000	Zhongrong International Bond 2015 Ltd. 6.00% 15/06/2018	USD	3,540,224	3,526,093	1.04
3,000,000	Zhongrong International Bond 2016 Ltd. 6.95% 21/06/2019	USD	3,059,000	3,075,615	0.91
<b>Industrials</b>			<b>35,853,845</b>	<b>35,201,944</b>	<b>10.42</b>
15,400,000	Chongqing Nan'an Urban Construction & Development Group Co., Ltd. 3.63% 19/07/2021	USD	15,579,095	15,251,929	4.51
8,000,000	Chongqing Nan'an Urban Construction & Development Group Co., Ltd. 4.50% 17/08/2026	USD	8,024,695	7,757,800	2.30
1,000,000	Chongqing Western Modern Logistics Industry Zone Development Construction Co., Ltd. 3.25% 06/09/2021	USD	994,070	971,755	0.29
1,000,000	Xiangyu Investment BVI Co., Ltd. 4.75% 14/07/2019	USD	991,882	991,625	0.29
1,000,000	Xihui Haiwai I Investment Holdings Co., Ltd. 3.25% 27/06/2019	USD	1,013,843	1,004,915	0.30
9,000,000	Zhiyuan Group BVI Co., Ltd. 6.20% 11/01/2019	USD	9,250,260	9,223,920	2.73
<b>Information Technology</b>			<b>10,124,796</b>	<b>9,967,848</b>	<b>2.95</b>
9,831,000	Dawn Victor Ltd. 5.50% 05/06/2018	USD	10,124,796	9,967,848	2.95

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



## ChinaAMC Asia Bond Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

Nominal / Quantity	Description	Local Currency	Acquisition cost	Market value	% of Net Assets
<b>Materials</b>			<b>13,490,996</b>	<b>13,306,891</b>	<b>3.94</b>
5,350,000	Baosteel Financing 2015 Ltd. 3.88% 28/01/2020	USD	5,520,303	5,413,531	1.60
8,000,000	Bluestar Finance Holdings Ltd. 3.50% 30/09/2021	USD	7,970,693	7,893,360	2.34
<b>Utilities</b>			<b>13,922,450</b>	<b>13,843,270</b>	<b>4.10</b>
1,000,000	HNA Group International Co., Ltd. 6.00% 18/08/2019	USD	999,018	997,715	0.30
2,000,000	HNA Group International Co., Ltd. 6.25% 05/10/2021	USD	2,000,000	1,962,760	0.58
3,000,000	Yunnan Energy Investment Finance Co., Ltd. 3.00% 26/04/2019	USD	3,000,000	2,967,075	0.88
8,000,000	Yunnan Energy Investment Overseas Finance Co., Ltd. 3.50% 13/12/2019	USD	7,923,432	7,915,720	2.34
<b>Floating rate notes</b>			<b>73,223,568</b>	<b>71,624,650</b>	<b>21.21</b>
<b>Financials</b>			<b>53,835,273</b>	<b>52,460,807</b>	<b>15.54</b>
10,000,000	Bank of China Ltd. 6.75% Perpetual*	CNY	1,749,829	1,532,326	0.46
500,000	Bank of Communications Co., Ltd. 5.00% Perpetual*	USD	507,833	509,980	0.15
10,000,000	China CITIC Bank International Ltd. 4.25% Perpetual*	USD	10,000,000	9,736,300	2.88
4,000,000	China CITIC Bank International Ltd. 7.25% Perpetual*	USD	4,293,613	4,210,280	1.25
3,000,000	China Life Insurance Co., Ltd. 4.00% 03/07/2075*	USD	3,015,000	2,942,640	0.87
6,500,000	Dai-ichi Life Insurance Co., Ltd. 4.00% Perpetual*	USD	6,500,000	6,126,608	1.82
6,000,000	HSBC Holdings PLC 5.63% Perpetual*	USD	5,979,264	5,946,420	1.76
12,680,000	Industrial & Commercial Bank of China Asia Ltd. 4.25% Perpetual*	USD	12,686,197	12,234,298	3.62
3,000,000	ING Groep NV 6.88% Perpetual*	USD	3,000,000	3,015,075	0.89
6,000,000	UBS Group AG 7.13% Perpetual*	USD	6,103,537	6,206,880	1.84
<b>Industrials</b>			<b>702,100</b>	<b>689,350</b>	<b>0.20</b>
680,000	CITIC Envirotech Ltd. 5.45% Perpetual*	USD	702,100	689,350	0.20
<b>Materials</b>			<b>18,686,195</b>	<b>18,474,493</b>	<b>5.47</b>
6,900,000	Australia & New Zealand Banking Group Ltd. 6.75% Perpetual*	USD	7,498,695	7,284,468	2.16
11,000,000	Bluestar Finance Holdings Ltd. 4.38% Perpetual*	USD	11,187,500	11,190,025	3.31
<b>Government Bonds</b>			<b>14,501,593</b>	<b>13,751,503</b>	<b>4.07</b>
15,000,000	United States Treasury Bill 1.50% 15/08/2026	USD	14,501,593	13,751,503	4.07
<b>UCI Units</b>			<b>11,005,228</b>	<b>11,013,821</b>	<b>3.26</b>
<b>Financials</b>			<b>11,005,228</b>	<b>11,013,821</b>	<b>3.26</b>
1,100,381	State Street Global Advisors Liquidity Plc. - SSgA USD Liquidity Fund	USD	11,005,228	11,013,821	3.26
<b>TRANSFERABLE SECURITIES LISTED ON ANOTHER REGULATED MARKET</b>			<b>4,087,807</b>	<b>4,071,010</b>	<b>1.21</b>
<b>Floating rate notes</b>			<b>4,087,807</b>	<b>4,071,010</b>	<b>1.21</b>
<b>Financials</b>			<b>2,004,975</b>	<b>2,029,270</b>	<b>0.60</b>
2,000,000	Royal Bank of Scotland Group Plc. 8.63% Perpetual*	USD	2,004,975	2,029,270	0.60
<b>Materials</b>			<b>2,082,832</b>	<b>2,041,740</b>	<b>0.61</b>
2,000,000	Sinochem Global Capital Co., Ltd. 5.00% Perpetual*	USD	2,082,832	2,041,740	0.61
<b>Total portfolio</b>			<b>329,710,887</b>	<b>324,611,670</b>	<b>96.13</b>
<b>Other net assets</b>				<b>13,071,373</b>	<b>3.87</b>
<b>Total net assets</b>				<b>337,683,043</b>	<b>100.00</b>

\*Variable rate security. Interest rate disclosed is that which is in effect at December 31, 2016.

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

## ChinaAMC China Bond Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

Nominal / Quantity	Description	Local Currency	Acquisition cost	Market value	% of Net Assets
<b>TRANSFERABLE SECURITIES LISTED ON AN OFFICIAL STOCK EXCHANGE</b>			<b>139,821,611</b>	<b>137,425,766</b>	<b>93.48</b>
<b>Ordinary Bonds</b>			<b>113,771,300</b>	<b>111,844,954</b>	<b>76.08</b>
<b>Energy</b>			<b>7,267,578</b>	<b>7,237,295</b>	<b>4.92</b>
4,240,000	Yancoal International Resources Development Co., Ltd. 4.46% 16/05/2017	USD	4,251,218	4,250,600	2.89
3,000,000	Yancoal International Resources Development Co., Ltd. 5.73% 16/05/2022	USD	3,016,360	2,986,695	2.03
<b>Financials</b>			<b>58,225,972</b>	<b>57,189,071</b>	<b>38.90</b>
1,700,000	Azure Nova International Finance Ltd. 2.63% 01/11/2021	USD	1,693,197	1,649,357	1.12
2,000,000	Bank of China Ltd. 5.00% 13/11/2024	USD	2,149,968	2,078,210	1.41
1,750,000	Bestgain Real Estate Lyra Ltd. 3.95% 23/12/2019	USD	1,747,570	1,760,579	1.20
5,600,000	Bright Galaxy International Ltd. 3.38% 03/11/2021	USD	5,544,888	5,443,424	3.70
6,000,000	Changsha Pilot Investment Holdings Group Co., Ltd. 3.10% 02/12/2019	USD	5,923,262	5,891,100	4.01
2,000,000	China Evergrande Group 8.00% 15/01/2019	USD	2,046,726	2,041,620	1.39
8,650,000	China Evergrande Group 8.75% 30/10/2018	USD	8,928,324	8,823,000	6.00
3,500,000	Fantasia Holdings Group Co., Ltd. 7.38% 04/10/2021	USD	3,490,092	3,506,650	2.39
1,500,000	Gansu Provincial Highway Aviation Tourism Investment Group Co., Ltd. 3.00% 18/11/2019	USD	1,495,868	1,486,215	1.01
3,000,000	Hongkong International Qingdao Co., Ltd. 4.75% 12/02/2020	USD	3,153,022	3,088,740	2.10
4,000,000	NWD Finance BVI Ltd. 5.75% 29/12/2049	USD	4,067,668	3,952,640	2.69
2,100,000	Sunshine Life Insurance Corp., Ltd. 4.50% 20/04/2026	USD	2,209,298	2,062,588	1.40
1,000,000	Unigroup International Holdings Ltd. 6.00% 10/12/2020	USD	1,063,071	1,053,530	0.72
5,000,000	Xuzhou Economic Technology Development Zone International Investment Co., Ltd. 4.50% 16/06/2019	USD	5,039,660	5,024,425	3.42
7,100,000	Yuxiu Property Co., Ltd. 4.50% 24/01/2023	USD	7,270,808	6,946,783	4.72
2,000,000	Yuzhou Properties Co., Ltd. 6.00% 25/10/2023	USD	2,000,000	1,980,380	1.35
390,000	Zhongrong International Bond 2016 Ltd. 6.95% 21/06/2019	USD	402,550	399,830	0.27
<b>Industrials</b>			<b>19,657,943</b>	<b>19,068,801</b>	<b>12.97</b>
2,000,000	Blue Sky Fliers Co., Ltd. 6.90% 20/01/2019	USD	2,052,192	2,027,240	1.38
200,000	Chongqing Nan'an Urban Construction & Development Group Co., Ltd. 3.63% 19/07/2021	USD	204,470	198,077	0.13
8,830,000	Chongqing Nan'an Urban Construction & Development Group Co., Ltd. 4.50% 17/08/2026	USD	9,032,768	8,562,672	5.82
2,000,000	Huai An Traffic Holdings Co., Ltd. 4.95% 25/10/2019	USD	2,000,000	1,984,300	1.35
3,300,000	Xiangyu Investment BVI Co., Ltd. 4.75% 14/07/2019	USD	3,282,140	3,272,362	2.23
3,000,000	Zhaohai Investment BVI Ltd. 4.00% 23/07/2020	USD	3,086,373	3,024,150	2.06
<b>Information Technology</b>			<b>5,303,928</b>	<b>5,272,384</b>	<b>3.59</b>
5,200,000	Dawn Victor Ltd. 5.50% 05/06/2018	USD	5,303,928	5,272,384	3.59
<b>Materials</b>			<b>6,010,191</b>	<b>5,957,250</b>	<b>4.05</b>
3,000,000	Bluestar Finance Holdings Ltd. 3.13% 30/09/2019	USD	3,007,623	2,997,240	2.04
3,000,000	Bluestar Finance Holdings Ltd. 3.50% 30/09/2021	USD	3,002,568	2,960,010	2.01
<b>Telecommunication Services</b>			<b>8,126,101</b>	<b>7,999,355</b>	<b>5.44</b>
3,000,000	Proven Honour Capital Ltd. 4.13% 06/05/2026	USD	3,126,101	2,986,680	2.03
5,000,000	TVB Finance Ltd. 3.63% 11/10/2021	USD	5,000,000	5,012,675	3.41
<b>Utilities</b>			<b>9,179,587</b>	<b>9,120,798</b>	<b>6.21</b>
1,000,000	Binhai Investment Co., Ltd. 3.25% 06/05/2018	USD	1,000,678	996,630	0.68
2,000,000	HNA Group International Co., Ltd. 6.25% 05/10/2021	USD	1,990,361	1,962,760	1.34
2,228,000	Yunnan Energy Investment Finance Co., Ltd. 3.00% 26/04/2019	USD	2,226,832	2,203,548	1.50
4,000,000	Yunnan Energy Investment Overseas Finance Co., Ltd. 3.50% 13/12/2019	USD	3,961,716	3,957,860	2.69

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

## ChinaAMC China Bond Fund

### SCHEDULE OF INVESTMENTS AS AT DECEMBER 31, 2016 IN USD

Nominal / Quantity	Description	Local Currency	Acquisition cost	Market value	% of Net Assets
<b>Floating rate notes</b>			<b>13,022,146</b>	<b>12,846,735</b>	<b>8.74</b>
<b>Financials</b>			<b>13,022,146</b>	<b>12,846,735</b>	<b>8.74</b>
5,000,000	China CITIC Bank International Ltd. 4.25% 29/12/2049	USD	4,994,036	4,868,150	3.31
3,000,000	Industrial & Commercial Bank of China Asia Ltd. 4.25% 29/12/2049	USD	2,995,778	2,894,550	1.97
3,000,000	ING Groep NV 6.88% 29/12/2049	USD	3,000,000	3,015,075	2.05
2,000,000	UBS Group AG 7.13% 29/12/2049	USD	2,032,332	2,068,960	1.41
<b>Government Bonds</b>			<b>3,027,865</b>	<b>2,733,977</b>	<b>1.86</b>
<b>Government</b>			<b>3,027,865</b>	<b>2,733,977</b>	<b>1.86</b>
3,000,000	United States Treasury Bill 1.50% 15/08/2026	USD	3,027,865	2,733,977	1.86
<b>UCI Units</b>			<b>10,000,300</b>	<b>10,000,100</b>	<b>6.80</b>
<b>Financials</b>			<b>10,000,300</b>	<b>10,000,100</b>	<b>6.80</b>
999,101	State Street Global Advisors Liquidity Plc. - SSgA USD Liquidity Fund	USD	10,000,300	10,000,100	6.80
<b>Total portfolio</b>			<b>139,821,611</b>	<b>137,425,766</b>	<b>93.48</b>
<b>Other net assets</b>				<b>9,587,353</b>	<b>6.52</b>
<b>Total net assets</b>				<b>147,013,119</b>	<b>100.00</b>

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

## ChinaAMC Fund

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### NOTES TO THE FINANCIAL STATEMENTS AS OF DECEMBER 31, 2016

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#### 1. GENERAL INFORMATION

ChinaAMC Fund (the "Fund") is an investment company organised as a *société anonyme* under the laws of the Grand Duchy of Luxembourg and qualifies as a "*Société d'Investissement à Capital variable*" (SICAV). The Fund has been incorporated in Luxembourg on August 10, 2010 for an unlimited period.

Until June 30, 2011, the Fund was registered under Part I of the amended Luxembourg Law of December 20, 2002 (the "2002 Law") on undertakings for collective investment in transferable securities (UCITS) as defined in the Directive of the Council of the European Community of December 20, 1985 (directive 85/611/EEC) as modified by the European directives 2001/107/CE and 2001/108/CE of January 21, 2002. Since July 1, 2011, the Fund is registered under Part I of the Law of December 17, 2010 (the "2010 Law") as amended.

On July 28, 2014, the Hong Kong Securities and Futures Commissions ("HKSF") authorised Hong Kong registration of the Sub-Fund ChinaAMC China Opportunities Fund.

ChinaAMC China Growth Fund, ChinaAMC China A Share Opportunities Fund, ChinaAMC China High Yield Bond Fund, ChinaAMC Asia Bond Fund, ChinaAMC China Bond Fund and ChinaAMC Greater China Income Fund are not registered with the HKSF and consequently are not available to Hong Kong investors.

Following its introduction in September 2009, the Board of Directors has adopted the Association of the Luxembourg Fund Industry ("ALFI") Code of Conduct (the "Code"), which sets out the principles of good governance. The Board considers that the Fund has been in compliance with the Code in all material respects throughout the year ended December 31, 2016.

The objective of the Fund is to offer its shareholders an easy access to the different markets of transferable securities while ensuring the observance of the principle of risk spreading. All transferable securities purchased are admitted to an official listing on a stock exchange or dealt in on a regulated market which operates regularly, is recognised and is open to the public.

As at December 31, 2016, the Fund has seven active Sub-Funds (the "Sub-Funds") as listed in below table.

The dates of commencement of operations of the Sub-Funds are as follows:

<b>Sub-Funds</b>	<b>Commencement of Operations</b>
ChinaAMC China Opportunities Fund	October 11, 2010
ChinaAMC China Growth Fund	April 1, 2011
ChinaAMC China A Share Opportunities Fund	November 28, 2014
ChinaAMC China High Yield Bond Fund	July 21, 2016
ChinaAMC Asia Bond Fund	June 24, 2016
ChinaAMC China Bond Fund	September 26, 2016
ChinaAMC Greater China Income Fund	December 22, 2016

## ChinaAMC Fund

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) AS OF DECEMBER 31, 2016

The Share Classes issued as at December 31, 2016 are the following:

<b>Sub-Funds</b>	<b>Share classes issued</b>
ChinaAMC China Opportunities Fund	A Accumulation EUR, A Accumulation HKD, A Accumulation USD, I Accumulation USD
ChinaAMC China Growth Fund	A Accumulation USD, B Accumulation USD, I Accumulation EUR, I Accumulation USD
ChinaAMC China A Share Opportunities Fund	A Accumulation EUR, A Accumulation RMB, A Accumulation USD, I Accumulation USD
ChinaAMC China High Yield Bond Fund	I Distribution RMB Hedged*
ChinaAMC Asia Bond Fund	I Distribution RMB
ChinaAMC China Bond Fund	I Accumulation RMB Hedged*
ChinaAMC Greater China Income Fund	I Accumulation HKD

\*The Sub-Fund issued hedged share class of shares denominated in a currency other than the base currency of the Sub-Fund in order to limit the exposure of the shareholder to the fluctuations of the currency of denomination of the share classes.

ChinaAMC China High Yield Bond Fund launched Class I Distribution RMB Hedged on July 21, 2016.

ChinaAMC Asia Bond Fund launched Class I Distribution RMB on June 24, 2016.

ChinaAMC China Bond Fund launched Class I Accumulation RMB Hedged on September 26, 2016.

ChinaAMC Greater China Income Fund launched Class I Accumulation HKD on December 22, 2016.

ChinaAMC China Opportunities Fund seeks to maximise capital growth by investing primarily in China related listed equity securities. It will focus on investing in equities of China-related companies with registered offices located in the People's Republic of China (the "PRC") and/or Hong Kong, and/or China-related companies that do not have their registered offices in the PRC or Hong Kong but either (i) carry out a predominant proportion of their business activities in the PRC or Hong Kong, or (ii) are holding companies which predominantly own companies with registered offices in the PRC or Hong Kong. It may use derivative instruments for hedging or efficient portfolio management purposes. However, derivative instruments will not be used extensively or primarily for investment purposes.

ChinaAMC China Growth Fund seeks to achieve absolute capital appreciation in the long term across varying market conditions principally from a portfolio of investments in Chinese equities (e.g. A-shares, B-shares and H-shares; directly and/or indirectly) and equity related instruments (e.g. equity linked notes and convertibles) of companies around the world, including but not limited to companies listed on stock exchanges and/or with registered offices located in the PRC or Hong Kong and companies that do not have their registered offices in the PRC or Hong Kong but either (i) carry out a predominant proportion of their business activity in these markets, or (ii) are holding companies which predominantly own companies with registered offices in the PRC or Hong Kong. Other eligible instruments included financial derivatives, ETFs and open-ended fund which are fully or partially invested in Chinese equities.

ChinaAMC China A Share Opportunities Fund seeks to achieve capital appreciation and income generation by investing primarily in onshore RMB (i.e. CNY) denominated equity securities issued by issuers based in, or having a significant exposure to, the PRC or Hong Kong, as further described below. The investment and trading in China A-shares by the Investment Manager, requires the

## ChinaAMC Fund

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### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) AS OF DECEMBER 31, 2016

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latter to be granted a licence as a "Renminbi qualified foreign institutional investor" (hereinafter "R-QFII") by the China Securities Regulatory Commission (hereinafter the "CSRC").

The Investment Manager holds an R-QFII licence since December 2011 and has been allocated R-QFII quotas by the PRC State Administration of Foreign Exchange (hereinafter the "SAFE") in relation to investments in the PRC. The Investment Manager also contemplates investing into China A-shares using Shanghai-Hong Kong Stock Connect ("Stock Connect"). The portfolio construction is based on the Investment Manager's fundamental view of the equity markets and is independent from broad market benchmarks.

The Investment Manager was granted an R-QFII license and the ChinaAMC China A Share Opportunities Fund invests in China A-shares via the Investment Manager's R-QFII license. The securities are registered in the joint names of the Investment Manager and the Sub-Fund, the Investment Manager as R-QFII license holder shall have no ownership interest in the securities the Investment Manager purchases pursuant to its R-QFII license for the Sub-Fund and therefore the Sub-Fund shall be ultimately and exclusively entitled to ownership of the securities. However, the Investment Manager, as the R-QFII license holder, is the registered owner of these securities (albeit that this entitlement does not constitute a beneficial ownership interest or preclude the Investment Manager purchasing the securities on behalf of the Sub-Fund), the Sub-Fund's assets may not be as well protected as they would be if it were possible for them to be registered and held solely in the name of the Sub-Fund.

ChinaAMC China High Yield Bond Fund seeks to achieve capital appreciation and income generation by investing primarily in fixed income securities issued by issuers based in the PRC including the Hong Kong SAR and the Macau SAR, which may include, but are not limited to, the PRC government, PRC quasi government organisations, PRC public or local authorities, PRC state owned organisations, PRC banks and financial institutions, PRC based private enterprises and corporations, as well as companies or corporations, which do not have their registered office in the PRC but have a significant exposure to the PRC, by having a significant portion of their activities or generating a significant portion of their revenues in the PRC.

ChinaAMC China Asia Bond Fund seeks to achieve capital appreciation and income generation by investing primarily in fixed income securities issued by issuers based in Asia, which may include, but are not limited to, governments, quasi government organisations, public or local authorities, state owned organisations, banks and financial institutions, private enterprises and corporations, as well as companies or corporations, which do not have their registered office in Asia but have a significant exposure to Asia, by having a significant portion of their activities or generating a significant portion of their revenues in Asia.

ChinaAMC China Bond Fund seeks to achieve capital appreciation and income generation by (i) investing primarily in USD denominated fixed income securities issued by issuers based in the PRC, as well as the Hong Kong SAR and the Macau SAR and (ii) investing no more than 10% of its net assets in units, shares or other equity securities issued by open ended collective investment schemes investing in the securities as referred to in (i) above, approved by the PRC or Hong Kong regulatory authorities and offered to the public.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
AS OF DECEMBER 31, 2016**

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ChinaAMC Greater China Income Fund seeks to achieve capital appreciation and income generation by investing primarily in fixed income securities issued by issuers based in the Greater China market, which comprises the Hong Kong SAR, Taiwan and China, which may include, but are not limited to, governments, quasi government organisations, public or local authorities, state owned organisations, banks and financial institutions, private enterprises and corporations, as well as companies or corporations, which do not have their registered office in Greater China but have a significant exposure to Greater China, by having a significant portion of their activities or generating a significant portion of their revenues in Greater China. It will not invest directly in China in on-shore fixed income securities.

The investment policies of the Sub-Funds are fully described in the prospectus. The prospectus is available free of charge, upon request, at the principal and registered office of the Fund.

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Fund keeps the books of the Sub-Funds in USD, its base currency, and the financial statements were prepared in accordance with the Luxembourg legal and regulatory requirements applicable to investment funds. The following is a summary of significant accounting policies followed by the Fund:

**a) Valuation of investment in securities**

Investment in securities quoted on an official stock exchange or on another regulated market is valued according to the last known price and, in the event of being quoted on several markets, according to the last known price of the principal market.

Valuation of investment in securities not quoted on an official stock exchange or on another regulated market is fixed in a reasonable way on the basis of the sale prices anticipated cautiously and in good faith or, in the absence of a market value, according to the probable value in the reasonable estimation of the Board of Directors.

The value of each investment in open-ended funds, either listed or not, is based on the last known net asset value on the valuation day.

Certificates of Deposit and Commercial Papers are valued at cost.

**b) Valuation of cross sub-fund investment**

At December 31, 2016 there was no cross sub-funds investments on ChinaAMC Fund.

**c) Valuation of financial future contracts**

The valuation of financial future contracts is made at the exchange quoted price at 1:00 pm Luxembourg time. Initial margin deposits are made in cash upon entering into futures contracts. During the period the future contract is open, changes in the value of the contract are recognised as unrealised gains and losses by marking to market on a daily basis to reflect the market value of the contract at the end of each day's trading. Variation margin payments are made or received, depending upon whether unrealised losses or gains are incurred. Variation margin payments are recorded in amounts due from or to brokers in the Statement of Net Assets. When the contract is closed, the Sub-Fund records a realised gain or loss equal to the difference between the proceeds from (or cost of) the closing transaction and the opening transaction.

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**AS OF DECEMBER 31, 2016**

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**d) Valuation of swap contracts**

The valuation of swap contracts is made at fair market value as determined in good faith pursuant to procedures established by the Board of Directors of the Fund.

Swaps are, in general, contracts by which two parties commit themselves during a given period to exchange two flows, one in exchange for the other, determined on the basis of a nominal value. The flows may be linked to the interest rate(s), exchange rate(s), share(s), index(es) or credit event(s).

Swap contracts are valued using the difference between the values of forecasted flows the counterparty is to pay to the Sub-Fund and those owed by the Sub-Fund to its counterparties.

The upfront premiums paid or received are recognised as cost or proceeds on the Statement of Net Assets.

Unrealised gains and losses on swap contracts are recorded in the Statement of Net Assets and their variations are recorded in the Statement of Operations and Changes in Net Assets under the heading "Change in unrealised appreciation / (depreciation) on swap contracts".

Swap contracts are presented at clean price in the Statement of Net Assets, interests thereon are recorded in "Interest payable on swap contracts".

**e) Valuation of forward foreign exchange contracts**

The forward foreign exchange contracts are valued on the basis of forward foreign exchange rates prevailing on the valuation date. The change in unrealised gain or loss is disclosed in the Statement of Operations and Changes in Net Assets under "change in unrealised appreciation / (depreciation) on foreign currency and forward foreign exchange contracts".

The realised gain / (loss) on forward foreign exchange contracts is disclosed in the Statement of Operations and Changes in Net Assets under "net realised gain / (loss) on foreign currency and forward foreign exchange contracts".

**f) Net realised gain / (loss) on sale of investments in securities**

Realised gains or losses made on the sales of investments in securities are calculated according to the average cost.

Realised gains and losses are recorded in the Statement of Operations and Changes in Net Assets.

**g) Cost of purchase of securities in portfolios**

For securities in currencies other than the base currency of each Sub-Fund, the purchase price is calculated according to the closing exchange rate on the day of purchase.

**h) Income**

Dividends are recognised on the date on which the shares concerned are quoted "ex-dividend", net of withholding tax. Interest is calculated and recognised on a pro rata temporis basis and includes the amortisation of premiums and accretion of discount.

**i) Translation of items expressed in foreign currencies**

Assets and liabilities in foreign currencies are converted into the base currency of each Sub-Fund at the closing exchange rate on the final day of the financial period.



## ChinaAMC Fund

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### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) AS OF DECEMBER 31, 2016

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Income and expenses in currencies other than the base currency of the Sub-Funds are converted into the currency of the Sub-Funds at the closing exchange rate in force on the day of the transaction.

Any resulting gain or loss made on foreign exchange is included in the Statement of Operations and Changes in Net Assets.

The main exchange rates as at December 31, 2016 are:

1 USD =	6.970500	CNH
1 USD =	6.949500	CNY
1 USD =	0.946970	EUR
1 USD =	7.754550	HKD

#### **j) Cash held at brokers**

The following amounts were held by ChinaAMC China Growth Fund with no open position as of December 31, 2016:

- USD 5,033,276 at Bank of America Merrill Lynch
- USD 384,612 at CCB International Securities Ltd.
- USD 8,288,938 at Credit Suisse
- USD 5,836,325 at HSBC
- USD 5,086,786 at Morgan Stanley
- USD 9,815,471 at UBS

In addition, a total amount of USD 11,953,648 has been addressed as collateral at Morgan Stanley & Co. International and China International Capital Corp., which is disclosed on pages 17 and 19 of these financial statements, respectively.

#### **k) Net Asset Value**

The Net Asset Value ("NAV") of each Sub-Fund is equal to the difference between the total assets and the liabilities of the Sub-Fund.

The NAV per share is calculated by dividing the NAV by the number of shares of the respective Sub-Fund and share class outstanding on the day of calculation.

#### **l) Use of Estimates**

The preparation of the financial statements in conformity with the Luxembourg legal and regulatory requirements requires management to make estimate 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 periods. Actual results could differ from those estimates.

#### **m) Formation expenses**

The formation expenses represent the cost of establishing the Fund. The formation expenses are capitalised and amortised on a straight-line basis over a period of five years from the date of commencement of the Fund.

The formation expenses in relation to new Sub-Fund are borne by these new Sub-Funds and may be amortised over a period of five years.

Newly launched Sub-Funds do not participate to the non-amortised formation expenses of the Fund.

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
AS OF DECEMBER 31, 2016**

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**3. TAXATION**

Under current law and practice, the Fund is not liable to any Luxembourg tax on income or capital gains, nor are dividends (if any) paid by the Fund liable to any Luxembourg withholdings tax.

The Fund is however, liable in Luxembourg to a *taxe d'abonnement* of 0.05% per annum of its Net Asset Value, such tax being payable quarterly and calculated on the NAV of each Sub-Fund at the end of the relevant quarter.

However, such rate is decreased to 0.01% per annum of their NAV for Class I shares or Sub-Funds which are restricted to Institutional Investors as specified in the prospectus.

No Luxembourg tax is payable on the realised capital appreciation of the assets of the Fund.

Dividends and interest received by each Sub-Fund in its investments may be subject to non-recoverable withholding or other taxes in the countries of origin.

The Ministry of Finance of the PRC (the "MoF"), the State Administration of Taxation of the PRC ("SAT") and the CSRC issued the "Notice on the issues of temporary exemption from the imposition of corporate income tax arising from gains from the transfer of equity investment assets such as PRC domestic stocks by Qualified Foreign Institutional Investor ("QFII") and R-QFII" Caishui [2014] No.79 on November 14, 2014 (the "Notice"). The Notice states that PRC corporate income tax will be imposed on capital gains derived by QFII and R-QFII from the sales of equity investment assets (including PRC domestic stocks) prior to November 17, 2014 ("capital gains tax") in accordance with laws. The Notice also states that R-QFIIs without an establishment or two places of business in the PRC will be temporarily exempt from corporate income tax on gains derived from the trading of A-shares effective from November 17, 2014. Gains derived from the disposal of equity investment should be calculated on a transaction-by-transaction basis and gains cannot offset against losses.

On November 14, 2014, MoF, SAT and CSRC have also jointly issued a circular concerning the tax treatment for Stock Connect Caishui [2014] No. 81 – the Circular Concerning the Tax Treatment for the Stock Connect ("Circular 81") which states that corporate income tax will be temporarily exempted on gains derived by Hong Kong and overseas investors (including the Fund) on the trading of China A-Shares through Stock Connect.

**4. MANAGEMENT COMPANY FEE**

The Fund pays to the Management Company a management company fee amounting to a maximum rate of 0.06% per annum of the NAV of the Sub-Fund. The management company fee is payable monthly in arrears, and is calculated on the last NAV of each month with a minimum monthly fee of EUR 1,800 per Sub-Fund.

As of December 31, 2016, there was USD 120,350 payable for management company fees.

**5. INVESTMENT MANAGEMENT FEE**

The Investment Manager, as remuneration for its services, is entitled to receive an investment management fee calculated according to the NAV of each Sub-Fund. As at December 31, 2016 the rates currently in force for each active Sub-Fund are the following:

## ChinaAMC Fund

### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) AS OF DECEMBER 31, 2016

Sub-Funds	Annual management fee rate by Share Class:		
	A	B	I
ChinaAMC China Opportunities Fund	1.80%	–	1.00%
ChinaAMC China Growth Fund	2.00%	2.00%	1.00%
ChinaAMC China A Share Opportunities Fund	2.00%	–	1.00%
ChinaAMC China High Yield Bond Fund	–	–	0.70%
ChinaAMC Asia Bond Fund	–	–	0.70%
ChinaAMC China Bond Fund	–	–	0.70%
ChinaAMC Greater China Income Fund	–	–	0.22%

The investment management fee is payable monthly in arrears on the total net assets of the Sub-Funds.

The Investment Manager reserves the right to waive fees to which it is entitled to or rebate any other fees, whether in part or in full and whether in respect of particular investors or generally.

No fees were waived during the year ended December 31, 2016.

As of December 31, 2016, there was USD 2,286,310 payable for investment management fees and the amount of fees to be reimbursed from the Investment Manager was USD 433,505.

For the year ended December 31, 2016, investment management fees of USD 6,624,022 have been charged.

#### 6. PERFORMANCE FEE

- For the Sub-Fund ChinaAMC China Growth Fund

In addition to the investment management fee, the Investment Manager is entitled to a performance fee, which is paid out of the assets of the Sub-Fund in arrears within 30 days after each performance period. The performance period shall be each financial year, except when a relevant class of Shares is created during the financial year, the performance period is from the creation of such class to the end of the respective financial year.

The performance fee is subject to a "High Water Mark" ("HWM") principle to ensure that investors are not charged a performance fee until any previous losses are recovered. For the initial performance period, the HWM is the initial Net Asset Value per Share of the relevant class of Shares. For subsequent performance periods, the HWM is the greater of i) Net Asset Value per Share on the last dealing day of previous performance period or ii) the HWM applicable during the previous performance period.

On each dealing day, the daily performance fee accrual for each Share will be calculated as 20% of the difference between the net asset value per Share of a class on the dealing day before performance fee accrual of the relevant class and the higher of the HWM and the net asset value per Share of the relevant class on the previous dealing day.

If the daily performance fee accrual for each Share of the relevant class is negative, the total negative performance fee accrual is limited to the positive balance of the cumulative performance

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
AS OF DECEMBER 31, 2016**

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fee accrual (if any). In other words, the total negative performance fee accrual reduces the cumulative performance fee accrual until the accrual reaches a minimum level of zero and the balance of the cumulative performance fee accrual per Share becomes zero (even if the total negative performance fee accrual is, in absolute, greater than the positive cumulative performance fee accrual).

For each class of Shares, the performance fee accrual is calculated by multiplying the performance fee accrual for each Share by the total number of Shares of that class in issue at the close of business on the immediately preceding dealing day.

On the last dealing day of each financial year of the Sub-Fund, the positive balance (if any) of the cumulative performance fee accrual becomes payable to the Investment Manager and the cumulative performance fee accrual for the relevant class of Shares is reset to zero. If any Shares are redeemed on a dealing day during the relevant performance period, the cumulative performance fee accrual during the relevant financial year in respect of those Shares shall be crystallised and become payable to the Investment Manager. Under no circumstance will the Investment Manager pay money into the Sub-Fund or to any Shareholder for any underperformance.

- For the Sub-Fund ChinaAMC China A Share Opportunities Fund

In addition to the investment management fee, the Investment Manager may receive a performance fee, which will be paid out of the assets of the Sub-Fund in arrears within 30 days after each performance period. The performance period shall be each financial year, except when a relevant class of Shares is created during the financial year, the performance period will be from the creation of such class to the end of the respective financial year.

The performance fee will be subject to a "High Water Mark" ("HWM") principle to ensure that investors will not be charged a performance fee until any previous losses are recovered. For the initial performance period, the HWM will be the initial Net Asset Value per Share of the relevant class of Shares. For subsequent performance periods, the HWM is the greater of i) Net Asset Value per Share on the last dealing day of previous performance period or ii) the HWM applicable during the previous performance period.

On each dealing day, the daily performance fee accrual for each Share will be calculated as 20% of the excess return of the Sub-Fund over the benchmark adopted; where the "Benchmark" is set as MSCI China A Total Return Index.

On the last dealing day of each financial year of the Sub-Fund, the positive balance (if any) of the cumulative performance fee accrual will become payable to the Investment Manager and the cumulative performance fee accrual for the relevant class of Shares will be reset to zero. If any Shares are redeemed on a dealing day during the relevant performance period, the cumulative performance fee accrual during the relevant financial year in respect of those Shares shall be crystallised and become payable to the Investment Manager. Under no circumstance will the Investment Manager pay money into the Sub-Fund or to any Shareholder for any underperformance.

## ChinaAMC Fund

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### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) AS OF DECEMBER 31, 2016

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During the year ended December 31, 2016, an amount of USD 2,212 has been accrued as performance fees on ChinaAMC China Growth Fund.

For the Sub-Funds ChinaAMC China Opportunities Fund, ChinaAMC China High Yield Bond Fund, ChinaAMC Asia Bond Fund, ChinaAMC China Bond Fund and ChinaAMC Greater China Income Fund, the Investment Manager is not entitled to a performance fee.

#### **7. DISTRIBUTION FEES**

For the services provided in the promotion of the Fund's shares, the Distributor is entitled to a distribution fee out of the assets of the Sub-Fund. The distribution fee is calculated at the beginning of the month, for each calendar day of the previous month by reference to the Net Asset Value of Class B Shares of the Sub-Fund, and payable monthly in arrears.

The Distributor may, from time to time, rebate to local distributors, sales agents, introducing brokers or to shareholders a portion or all of the fees.

There were no distribution fees paid during the year ended December 31, 2016.

#### **8. DEPOSITARY FEES**

As depositary, State Street Bank Luxembourg S.C.A. is entitled to receive out of the assets of the Fund, fees in consideration for providing services to it, along with such out-of-pocket expenses and disbursements as are deemed reasonable and customary by the Board of Directors. The fees payable to State Street Bank Luxembourg S.C.A. comprise transaction-based fees and asset-based fees. Such fees vary between 0.025% and 0.65% of the net asset value depending on the market in which each Sub-Fund invests. The depositary fees are subject to a minimum monthly fee of EUR 2,000 per Sub-Fund.

As of December 31, 2016, there was USD 28,366 payable for depositary fees.

#### **9. ADMINISTRATOR, TRANSFER AGENT AND REGISTRAR FEES**

As administrator, transfer agent and registrar, State Street Bank Luxembourg S.C.A. is entitled to receive out of the assets of the Fund, fees in consideration for providing services to it, along with such out-of-pocket expenses and disbursements which are deemed reasonable and customary by the Board of Directors. The fees payable to State Street Bank Luxembourg S.C.A. comprise transaction-based fees and asset-based fees. The administrator fees, the transfer agent fees and the registrar fees vary between 0.01% and 0.26% of the net asset value depending on the market in which each Sub-Fund invests. The administrator, transfer agent and registrar fees are subject to a minimum monthly fee of EUR 2,000 per Sub-Fund for the administrator fee and EUR 2,000 per share classes and EUR 7,500 per Sub-Fund for the transfer agent fee.

As of December 31, 2016, there was USD 18,019 payable for administrator fees.

As of December 31, 2016, there was USD 40,122 payable for transfer agent and registrar fees.

#### **10. FUTURES CONTRACTS, FORWARD FOREIGN EXCHANGE CONTRACTS AND SWAP CONTRACTS**

During the year ended December 31, 2016, the Sub-Fund ChinaAMC China Growth Fund has taken out future contracts, forward foreign exchange contracts and swap contracts.

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**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**  
**AS OF DECEMBER 31, 2016**

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During the year ended December 31, 2016, the Sub-Fund ChinaAMC China High Yield Bond Fund has taken out forward foreign exchange contracts.

Details of open positions as at December 31, 2016 are disclosed following the Schedule of Investments of the concerned Sub-Funds.

**11. CHANGES IN THE COMPOSITION OF THE PORTFOLIO**

The list of movements in the portfolio composition for the year ended December 31, 2016 is available free of charges at the Fund's registered office.

**12. RELATED PARTY TRANSACTIONS**

All transactions with related parties were entered into the ordinary course of business and under normal commercial terms. The related parties to the Fund are the Investment Manager, the Board of Directors and the Distributor. To the best of the Investment Manager's knowledge, the Fund does not have any other transactions with connected person except for the Investment Manager fees, Performance fees and Investment Manager reimbursement of fee as mentioned in these financial statements.

For the year ended December 31, 2016, director fees of USD 27,508 have been charged, and none of the Board of Directors held a direct shareholding in the Fund.

In the normal course of its operations, each Sub-Fund may enter into trading transactions on securities or other investments with the Investment Manager's holding company, CITIC Securities Company Limited, or its affiliates. For the year ended December 31, 2016, the following brokerage commissions were entered into with them:

ChinaAMC China Growth Fund: USD 23,219

ChinaAMC China A Share Opportunities Fund: USD 497,180

**13. SOFT COMMISSION ARRANGEMENTS**

During the year ended December 31, 2016, the Investment Manager received and entered into soft-dollar commissions/arrangements with brokers relating to ChinaAMC China Opportunities Fund and ChinaAMC China Growth Fund that invested in equity securities, in respect of which certain goods and services used to support the investment decision making process were received. The soft commission arrangements were entered into on the basis that the execution of transactions on behalf of the Sub-Fund will be consistent with best execution standards and brokerage rates will not be in excess of customary institutional full-service brokerage rates.

The goods and services received include specialist industry, company and consumer research, portfolio and market analysis and computer software used for the delivery of such services. The nature of the goods and services received is such that the benefits provided under the arrangement must be those which assist in the provision of investment services to the Sub-Funds and may contribute to an improvement in the Sub-Funds' performance. For the avoidance of doubt, such goods and services do not include travel, accommodations, entertainment, general administrative goods or services, general office equipment or premises, membership fees, employees' salaries or direct money payments.

## ChinaAMC Fund

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### NOTES TO THE FINANCIAL STATEMENTS (CONTINUED) AS OF DECEMBER 31, 2016

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#### 14. TRANSACTION COSTS

For the year ended December 31, 2016, the Sub-Funds incurred transaction costs related to purchase and sale of transferable securities as follows:

Sub-Funds	Currency	Transaction Costs
ChinaAMC China Opportunities Fund	USD	616,174
ChinaAMC China Growth Fund	USD	2,177,733
ChinaAMC China A Share Opportunities Fund	USD	497,180
ChinaAMC China High Yield Bond Fund	USD	-
ChinaAMC Asia Bond Fund	USD	-
ChinaAMC China Bond Fund	USD	-
ChinaAMC Greater China Income Fund	USD	-

The transaction costs include broker fees, settlement fees, taxes and other charges.

Transaction costs for fixed income investments, forward currency contracts and other derivative contracts are not separately identifiable and are included in the purchase and sale price.

## ChinaAMC Fund

### INFORMATION TO SHAREHOLDERS FOR THE YEAR ENDED DECEMBER 31, 2016 (UNAUDITED)

#### Risk Management

The Undertakings for Collective Investment in Transferable Securities ("UCITS") IV directive requires disclosure of how global exposure on financial derivatives investments are managed.

There are two management approaches used:

1. The Commitment Approach. This approach is generally for those Sub-Funds that hold less complex positions on financial derivatives investments and for the purposes of hedging or efficient portfolio management.
2. Absolute Value at Risk ("VaR") approach. This approach is generally for those Sub-Funds for which it is not appropriate or possible to determine a reference benchmark.

#### I. Commitment Approach

The following Sub-Funds use the daily commitment approach for calculating global exposure:

- ChinaAMC China Opportunities Fund
- ChinaAMC China A Share Opportunities Fund

#### II. VaR Approach

The following Sub-Funds use a VaR approach for calculating global exposure:

Sub-Funds	VaR approach	Regulatory VaR limit utilisation			Model	Confidence Interval	Holding period	Observation period	Leverage
		Lowest	Highest	Average					
ChinaAMC China Growth Fund	Absolute VaR	0.38%	12.65%	3.69%	Historical Simulation	99%	20 days	1 year (250 WD)	4.42%
ChinaAMC Asia Bond Fund	Absolute VaR	0.23%	2.56%	1.50%	Historical Simulation	99%	20 days	1 year (250 WD)	0.00%
ChinaAMC China High Yield Bond Fund	Absolute VaR	0.66%	2.21%	1.11%	Historical Simulation	99%	20 days	1 year (250 WD)	0.00%
ChinaAMC China Bond Fund	Absolute VaR	0.23%	2.86%	1.84%	Historical Simulation	99%	20 days	1 year (250 WD)	0.00%
ChinaAMC Greater China Income Fund*	Absolute VaR	NA	NA	NA	Historical Simulation	99%	20 days	1 year (250 WD)	NA

\*ChinaAMC Greater China Income Fund was launched on December 22, 2016.



**INFORMATION TO SHAREHOLDERS  
FOR THE YEAR ENDED DECEMBER 31, 2016 (UNAUDITED)**

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**Remuneration**

Following the implementation of European Union Directive 2014/91/EU (known as the “UCITS V Directive”) which came into effect on March 18, 2016, the management company is required to operate a remuneration policy in accordance with applicable requirements of the UCITS V Directive. The management company having a financial year ending on December 31, each year and, therefore, having not completed a full annual performance period, details of its remuneration and associated financial disclosures are not available for disclosure. The remuneration data at December 31, 2016 will be available upon request after April 30, 2017. The remuneration policy is available free of charge upon investor request at the registered office of the management company.

## ChinaAMC Fund

### SECURITIES FINANCING TRANSACTIONS REGULATION DISCLOSURES FOR THE YEAR ENDED DECEMBER 31, 2016 (UNAUDITED)

In relation with new Securities Financing Transactions regulation ("SFT"), the following summarises the aggregate absolute value of the total return swap, analysed by counterparty as at December 31, 2016:

Sub-fund	Currency	Counterparty	Counterparty's country of incorporation	Notional	% of Net Assets
ChinaAMC China Growth Fund	USD	China International Capital Corp.	Hong Kong	327,711	0.30%

The following table details provide an analysis of the maturity tenor of the total return swap transaction outstanding as at December 31, 2016:

Sub-fund	Currency	Less than 1 day	1 day to 1 week	1 week to 1 month	1 month to 3 months	3 months to 1 year	Above 1 year	Total
ChinaAMC China Growth Fund	USD	-	-	-	-	327,711	-	327,711

The above maturity tenor analysis has been based on the contractual maturity date of the relevant total return swap transaction.

Total return swaps and more specifically OTC derivative transactions are entered into by the Sub-fund under an International Swaps and Derivatives Associations, Inc. Master Agreement ("ISDA Master Agreement") or similar agreement. An ISDA Master Agreement is a bilateral agreement between the Sub-fund and a counterparty that governs OTC derivative transactions (including total return swaps) entered into by the parties.

All returns from OTC derivative transactions will accrue to the Sub-fund and are not subject to any returns sharing arrangements with the Sub-fund's Investment Manager or any other third parties.

#### Collateral Disclosures

As at December 31, 2016 the total collateral in relation with the total return swap held by Sub-Fund ChinaAMC China Growth Fund was cash collateral (by opposition to non-cash collateral).

The following table provides a currency analysis of the cash collateral received and posted by ChinaAMC China Growth Fund, in respect of OTC derivative transactions (including total return swaps) as at December 31, 2016:

	Cash collateral received	Cash collateral posted
ChinaAMC China Growth Fund		
<b>OTC derivative transactions</b>		
USD	-	8,322,680
<b>Total</b>	-	<b>8,322,680</b>

## ChinaAMC Fund

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### SECURITIES FINANCING TRANSACTIONS REGULATION DISCLOSURES FOR THE YEAR ENDED DECEMBER 31, 2016 (UNAUDITED)

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The following table provides an analysis of the maturity tenor of non-cash collateral received and posted by each portfolio, in respect of OTC derivative transactions as at December 31, 2016:

	Cash collateral received	Cash collateral posted
ChinaAMC China Growth Fund		
Less than 1 day	-	-
1 day to 1 week	-	-
1 week to 1 month	-	-
1 month to 3 months	-	-
3 months to 1 year	-	-
Above 1 year	-	-
Open	-	8,322,680
<b>Total</b>	-	<b>8,322,680</b>

ChinaAMC China Growth Fund did not receive or post any non-cash collateral in respect of OTC derivative transactions.