

Guotai Junan Greater China Growth Fund

Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme"



Monthly Report - 31 Jul 2017

Important Information

The Fund may invest in listed companies that derive a significant portion of their revenues from goods produced or sold, investments made or services performed in the Greater China region, which includes the People's Republic of China, the Hong Kong & Macau Special Administrative Regions and Taiwan.

The Fund may invest in the Greater China securities markets, which are emerging markets. As such, the Fund may involve a higher degree of risk and is usually more sensitive to price movements.

The value of the Fund can be volatile and could go down substantially within a short period of time.

The investment decision is yours. You should not invest unless the intermediary who sells this Fund to you has advised you that this Fund is suitable for you and has explained why, including how investing in it would be consistent with your investment objectives.

Investors should not make investment decisions based on this material alone. Please refer to the explanatory memorandum, including the risk factors involved.

Investment involves risks. The price of units may go down as well as up. Past performance is not indicative of future performance. Please refer to the explanatory memorandum for further details and the risk factors.

The Manager may at its discretion pay dividends out of or effectively out of the capital of the Sub-Fund. Payment of distributions out of capital or effectively out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment and may result in an immediate reduction of the Net Asset Value per Unit of the Sub-Fund.

Investment Objective

To achieve medium- to long-term capital appreciation by investing in listed companies which are domiciled in or have operating incomes from the Greater China region (Mainland China, Hong Kong, Macau and Taiwan).

Fund Facts

Manager	Guotai Junan Assets (Asia) Limited
Inception Date	19 Nov 2007
Domicile	Hong Kong
Trustee & Registrar	HSBC Institutional Trust Services (Asia) Limited
Auditor	Ernst & Young Limited
Dealing Frequency	Daily
Base Currency	Hong Kong Dollar
NAV	HKD 83.85
Bloomberg Code	GJGCHGR HK Equity
ISIN Code	HK0000315355

Fund Performance

	2007 ¹	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017 ²
The Fund (%)	12.93	-61.96	99.45	12.15	-33.38	18.42	12.02	1.36	-4.12	-8.66	14.66
Hang Seng Total Return Index (%)	1.55	-46.40	56.65	8.57	-17.38	27.46	6.55	5.48	-3.92	4.30	27.45

1. Calculated since the launch of the Fund as at 19 November 2007.

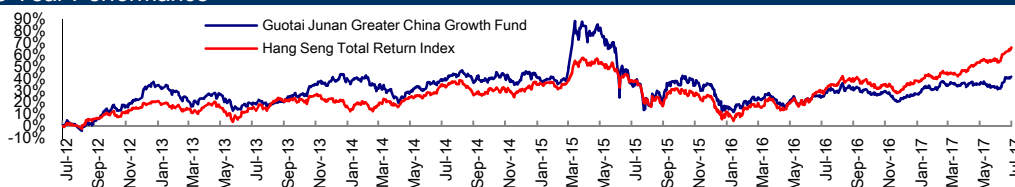
2. Measured as of 31 Jul 2017

	1 Mth	3 Mths	6 Mths	YTD	1 Yrs	3 Yrs	5 Yrs
The Fund (%)	6.88	3.93	11.50	14.66	14.02	1.49	41.57
Hang Seng Total Return Index (%)	6.64	13.30	20.03	27.45	29.35	22.92	65.97

Last update: 31 Jul 2017

The performance is measured in NAV-to-NAV in fund currency with net income re-investment

5 Year Performance



Source: Guotai Junan Assets (Asia) Limited

Last update: 31 Jul 2017

The performance is measured in NAV-to-NAV in fund currency with net income re-investment

Subscription and Redemption

Min. Initial Subscription	HKD 10,000
Subscription Fee	Up to 5%
Annual Management Fee	1.5%
Redemption Fee*	
Less than 6 mths	1%
6 mths or more but less than 12 mths	0.75%
12 mths or more but less than 18 mths	0.50%
18 mths or more but less than 24 mths	0.25%
24 mths or more	Waive

* Redemption fee will be waived for investors who subscribed through nominee account.

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*The Fund is approved as Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme" of HKSAR

Market Outlook and Investment

The US dollar got weak due to US Fed's latest dovish speech and the Trump's failure on the medical care reform. The major US indices set new record high thanks to the abundant liquidity. Euro Zone also reported in-line figures, as the GDP growth remained steady at 2.1% for the 2Q17. Commodity and oil prices rebounded.

China recorded in-line macro figures for 1H17, with GDP growth reported at 6.9%. The liquidity condition has been relatively released, as the new yuan loan reached 1,540bn, which was quite larger than expected. China's top leaders finished the once-in-five-year Central Financial Work Conference in July, with the major focus on reducing financial risks in the domestic financial system. We still expect neutral liquidity environment for 3Q17, as the PBOC still will set higher interbank rate to guide the fund supply. Higher fund cost and environmental protection cost will also help to make more progress on elimination the redundant capacities in coal, steel and cement sectors etc.

We remained relatively more optimistic on domestic A-share market. The profitability for listed companies improved gradually thanks to the recovering external demand; as well as the stimulus policies from the central governments (supply-side reform). We remained relatively high exposure on equity, but will tilt in sectors with solid profitability, such as healthcare and domestic consumption.

Disclaimer

The information and data contained in this document is for reference only and does not constitute investment advice, or an offer to sell, or a solicitation of an offer to buy any security, investment product or service.

Certain data in this document has been obtained from third parties. Guotai Junan Assets (Asia) Limited has taken its best endeavour to ensure the accuracy of such data and in good faith believes it is reliable, and however does not guarantee the accuracy of such data.

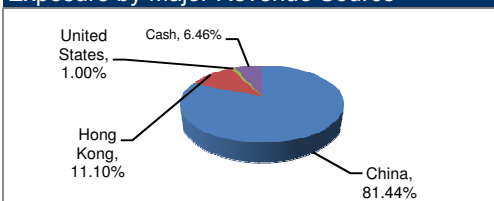
Investment involves risk. The prices of units may go up as well as down. Past performance is not indicative of future performance. Please refer to the Explanatory Memorandum for details including risk factors.

This document is issued by Guotai Junan Assets (Asia) Limited and has not been reviewed by the Securities and Futures Commission.

Top Ten Holdings

	%
Tencent	9.43
Ping An Insurance	9.04
HKEX	8.34
China Everbright International	6.28
Chinasoft International	5.87
Sinopec Shanghai Petrochemical	4.98
Sihuan Pharmaceutical	4.50
Zijin Mining	4.48
China Communications	3.56
China Taiping Insurance	3.15

Exposure by Major Revenue Source³



3. Sources: Bloomberg, Guotai Junan Assets (Asia) Ltd.

Industry Allocation⁴

Information Technology	28.01%
Financials	24.35%
Industrials	15.13%
Materials	11.02%
Consumer Discretionary	7.12%
Health Care	5.88%
Real Estate	1.03%
Consumer Staples	1.00%
Cash	6.46%

4. Sources: Bloomberg, Guotai Junan Assets (Asia) Ltd, based on the Global Industry Classification Standard.

Dividend Distribution History (Since Launch)

Record Date	Distribution Per Unit	Fund Price On Record Date
30-Jun-15	HKD 3.03	HKD 100.9