

Important Notes:

- 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 base on this material alone to make investment decision. 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.

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:	2007-11-19
Domicile:	Cayman Islands
Base Currency:	HKD
Benchmark:	Nil
Bloomberg Ticker:	GJGCHGR HK
Redemption Day:	Every Trading Day
Custodian:	HSBC Trustee (Cayman) Limited
Auditor:	Ernst & Young Limited
Minimum amount for HK immigration investment:	HKD 10 million
NAV in total (as of MAR 30):	HKD 107.7 million
NAV per Unit (as of MAR 30):	HKD 69.44

Fee Structure

Minimum Subscription:	HK\$ 10,000
Subscription Fee:	Up to 5%
Management Fee:	1.5% p.a.
Redemption Fee:	
Less than 6 Months	1%
6 months or more but less than 12 Months	0.75%
12 months or more but less than 18 Months	0.50%
18 months or more but less than 24 Months	0.25%
24 Months or more	Waived

Investment Team

Chief Investment Officer: Mr. Yuan Junping

Contact information:

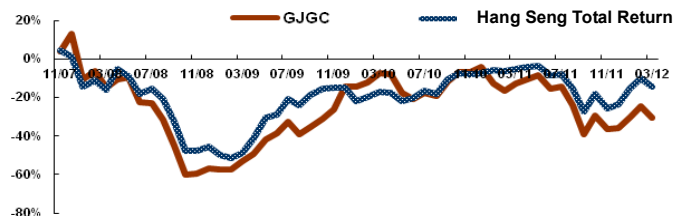
Mr. Adrian Au Ms. Kathy Yuen
Phone: (852) . 2509 2652 Phone: (852) . 2509 7746
Fax: (852) . 2509 7784 Fax: (852) . 2509 7784

Fund Information Resources

Bloomberg Ticker: GJGCHGR HK EQUITY
Web URL: http://www.gtja.com.hk/english/gtia_invest/zcqljj/gcgf.aspx

Fund Performance Since Inception

(measured by the percentage change in NAV-to-NAV basis)

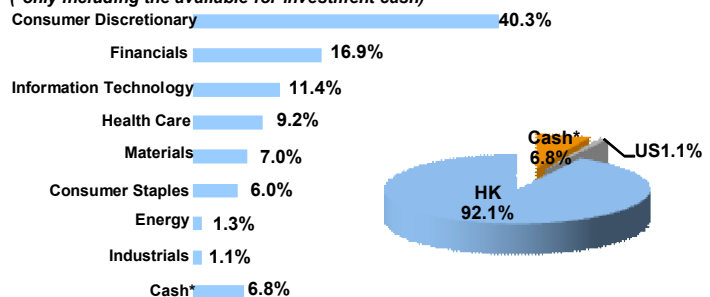


Performance Update (measured by the percentage change in NAV-to-NAV basis)

	Total Return	Hang Seng Total Return Index
1 Month	-7.7%	-4.9%
3 Months	8.5%	11.9%
6 Months	13.7%	17.6%
YTD Return	8.5%	11.9%
1 Year	-20.7%	-9.8%
3 Years	47.7%	66.0%
Since Launch		
Annualized Return	-8.2%	-3.6%
Annualized Volatility	31.6%	33.6%

Sector & Geographic Exposure

(*only including the available-for-investment cash)



Calendar year performance (%)

(measured by the percentage change in NAV-to-NAV basis)

	2007 ₁	2008	2009	2010	2011	2012 ₂
The Fund	12.9%	-62.0%	99.4%	12.1%	-33.4%	8.5%
Hang Seng Total Return Index	1.5%	-46.4%	56.5%	8.6%	-17.4%	11.9%

- Calculated since the launch of the Fund as at 19 November 2007.
- Measured as of MAR 30, 2012.

Top Ten Security Holdings

#	Name	Industry	%
1	Hengdeli	Consumer Discretionary	8.2%
2	China All Access	Information Technology	7.6%
3	Haier Electronics	Consumer Discretionary	7.3%
4	China Construction Bank	Financials	6.9%
5	Silver Base Group	Consumer Discretionary	4.7%
6	Shanshui Cement	Materials	4.4%
7	Intime Departmental Store	Consumer Discretionary	4.4%
8	Sihuan Pharmaceutical	Health Care	4.4%
9	Belle International	Consumer Discretionary	4.0%
10	China Taiping	Financials	3.5%

*Industry Classification is based on Global Industry Classification Standard (GICS).

Notes:
 • All of the charts and tables in this page are prepared based on the data from Bloomberg and Guotai Junan Assets (Asia) Limited ("GJAAL").
 • From 29 July 2011, Hang Seng Total Return Index is used as an index which most closely reflects the investment focus of the Fund for the comparison purpose. Hang Seng Total Return Index includes dividend reinvestment.

Monthly Performance Summary (measured by the percentage change in NAV-to-NAV basis)

2010	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Since Launch
Performance (%)	0.3	2.3	5.4	-0.2	-10.7	-3.9	4.1	-1.9	9.3	5.1	0.4	2.9	12.1	-3.9
Hang Seng Total Return Index (%)	-8	2.4	3.3	-0.4	-5.2	2.2	4.5	-2.1	9.4	3.3	-0.2	0.1	8.6	-7.4
Information Ratio*											0.02	-0.11		
2011	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Since Launch
Performance (%)	-9	-4.5	4.9	2	2.6	-7.3	0.7	-11.3	-19.4	15.9	-9.8	0.3	-33.4	-36.0
Hang Seng Total Return Index (%)	1.8	-0.5	1.1	1	0.7	-4.8	0.2	-8.2	-13.8	12.9	-9.2	2.6	-17.4	-23.5
Information Ratio*	-0.21	-0.30	-0.18	-0.02	-0.09	-0.03	0.04	0.07	0.06	0.27	0.22	0.12		
2012	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Since Launch
Performance (%)	8.3	8.4	-7.7										8.5	-30.6
Hang Seng Total Return Index (%)	10.6	6.3	-4.9										11.9	-14.4
Information Ratio*	-0.09	-0.13	-0.26											

Sources: Bloomberg, GJAAL

Notes: * Information ratio (IR) is defined as expected active return divided by tracking error, where active return is the difference between the return of the fund and the return of Hang Seng Total Return Index, and tracking error is the standard deviation of the active return. We started to calculate IR based on 3-year data since Nov.2010.

Market Review

In March, more data indicated that US economy was recovering slowly and steadily. The retail sales advanced by 1.1% in Feb, following the 0.6% increase in Jan. Unemployment rate stayed at 8.3%, and the housing market stabilized. As the US Fed hinted less possibility to roll out the future QE3, the market reacted negatively for a while, but generally the trend was still upward. For this month, the Dow Jones increased by 1% to 13,212. S&P 500 increased by 0.8% to 1,408, and the NASDAQ climbed by 0.8% to 3,092.

China reported lower-than-expected CPI growth at 3.2% for February, mainly due to seasonal effects. The industrial profit YTD declined for the first time since 2008, which highlighted the increasing difficult situation for most of the domestic enterprises. Retail sales growth also slowed to 14.7%, and the total new RMB loan was even lower than January's figure despite fewer working days in Jan. In March, Hang Seng Index decreased by 5.2% to 20,556, and HSCEI decreased by 10% to 10,640.

Brief Trading Summary

The Fund's NAV lost by 7.7% in March, underperformed Hang Seng Total Return Index by 2.8% in the same period. Sentiment turned weak after the previous two-month's rally, and Hong Kong market experienced heavy profit-taking. Amid Hong Kong market's correction, the most resilient players in our portfolio were VST Holdings (00856 HK, +14.7%), Vinda International (03331 HK, +14.5%) and Tong Ren Tang Technology (01666 HK, +12.7%).

In March, we continued to restructure the portfolio by overweighting large and mid cap stocks in order to mitigate the price volatility during the sharp correction. We've added Belle International (01880 HK), Geely Auto (00175 HK) and Poly HK (00119 HK). We have trimmed down positions on China Resources and transport (00269HK), Sinopoly Battery (00729 HK) and China Agriculture industries (00606 HK). The available-for-investment cash ratio was 6.8% by the end of the month.

Investment Strategy

China reported weak-than-expected macro figures in the first two months of 2012, which triggered investors' concern on economy's hard-landing again. The FAI YTD growth, the IP YTD growth and the retail sales YTD growth were all lower than the figures in the same period last year. In fear of short-term political and economic policy uncertainty, investors stayed cautious and took profits on high-beta players. In medium-to-long term, we still believe policymakers have many potential fine-tuning tools and that policy adjustment impacts will finally show up to support the domestic economy.

Investment opportunities are likely to exist in following areas for the next month:

- 1) Selective industrial players. The government remains supportive on selective high-end industrial equipment manufacturers. The leading players in each niche market, such as Boer Power (01685 HK) and Zhuzhou CSR (03898 HK) reported beaten-consensus annual results. The valuation of the sector remains attractive.
- 2) Medical Device Manufacturers. This sub-sector is less impacted by NDRC's price-cut policy, but enjoys the rapid growth demand for low-to-medium end medical devices; as the government is aggressively expanding the national healthcare budget to improve the facilities of basic medical institutions in 3rd tier and 4th tier cities, as well as in the rural areas.
- 3) Selective Property Players. The sector's valuation is now at the historical trough. Even though in short-term, central government's tightening policies might not be relieved, the policies couldn't be more stringent either. We prefer those undervalued leading players with healthy gearing ratios and large land reserve.

Notes:

- This document is provided strictly for informational purposes only and is not to be used or considered as an offer, an invitation to offer or solicitation to buy, sell or subscribe for any investment products.
- 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.
- This document is issued by Guotai Junan Assets (Asia) Limited and has not been reviewed by the Securities and Futures Commission.

27F, Low Block, Grand Millennium Plaza, 181 Queen's Road, Central, Hong Kong Tel: (852) – 2509 7740 Fax: (852) – 2509 7784
www.gtja.com.hk