



Monthly Report - 31 May 2012

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 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 Performance

	2007 ¹	2008	2009	2010	2011	2012 ²
GJGC	12.9%	-62.0%	99.4%	12.1%	-33.4%	-2.8%
Hang Seng Total Return Index	1.5%	-46.4%	56.5%	8.6%	-17.4%	2.6%

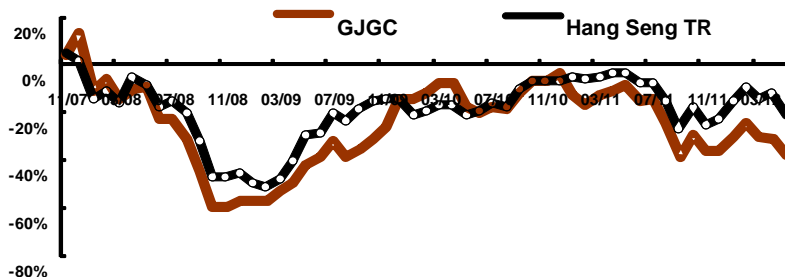
- Calculated since the launch of GJGC as at 19 November 2007.
- Measured as of May 31, 2012

	1 Mth	3 Mth	6 Mth	YTD	1 Yr	3 Yr
GJGC	-9.5%	-17.3%	-2.6%	-2.8%	-32.1%	7.0%
Hang Seng Total Return Index	-10.7%	-12.8%	5.2%	2.6%	-18.6%	12.3%

Fund Facts

Manager	Guotai Junan Assets (Asia) Limited
Inception Date	19 November 2007
Domicile	Cayman Islands
Trustee & Registrar	HSBC Trustee (Cayman) Ltd
Auditor	Ernst & Young Limited
Dealing Frequency	Daily
Base Currency	Hong Kong Dollar
Fund Size	HKD 96.65 MN
NAV	HKD 62.2
Bloomberg Code	GJGCHGR HK Equity
ISIN Code	KYG421241004

Performance Since Launch



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

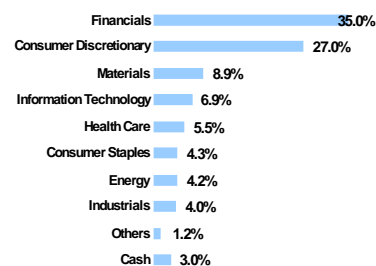
Subscription and Redemption

Min Initial Subscription	HKD 10,000
Subscription Fee	Up to 5% of the total value of the units subscribed for
Annual Management Fee	1.5% per annum
Redemption Fee	
Less than 6 months	1% of redeemed value
6 mths or more but less than 12 mths	0.75% of redeemed value
12 mths or more but less than 18 mths	0.50% of redeemed value
18 mths or more but less than 24 mths	0.25% of redeemed value
24 mths or more	Waived

Top Ten Holdings

	%
Haier Electronics	5.53%
Ping An Insurance	5.09%
PICC	4.88%
China All Access	4.75%
China Construction Bank	4.51%
China Life Insurance	4.39%
Hengdeli	4.16%
China Pacific Insurance	3.63%
Sinopec	3.62%
Shanshui Cement	3.24%

Sector Allocation¹

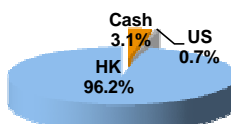


1. Based on the Global Industry Classification Standard

Contact

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

Geographic Allocation



Market Outlook and Investment Strategy

China market may relatively outperform in near term: China's weak economic data raised the possibility of further large scale of stimulus plan from government. We expect the FAI growth will bottom out in 2H 2012, and PBOC will cut RRR or interest rate if May's macro figures come ugly. Historically China equities tend to track policy more than fundamentals, and thus in spite of poor near-term data, we expect positive market reaction on possible easing policies.

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.

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