

Guotai Junan Greater China Growth Fund

^Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme"
Monthly Report - 31 August 2012



國泰君安國際
GUOTAI JUNAN INTERNATIONAL
ASSET MANAGEMENT

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
The Fund	12.9%	-62.0%	99.4%	12.1%	-33.4%	-6.7%
Hang Seng Total Return Index	1.5%	-46.4%	56.5%	8.6%	-17.4%	8.8%

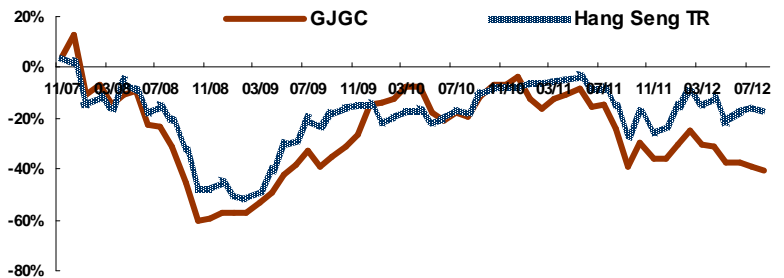
- Calculated since the launch of the Fund as at 19 November 2007.
- Measured as of August 31, 2012

	1 Mth	3 Mth	6 Mth	YTD	1 Yr	3 Yr
The Fund	-2.2%	-4.0%	-20.6%	-6.7%	-21.2%	-2.4%
Hang Seng Total Return Index	-1.3%	6.0%	-7.5%	8.8%	-1.4%	9.0%

Fund Facts

Manager	Guotai Junan Assets (Asia) Limited
Inception Date	19 November 2007
Domicile	Cayman Islands
Trustee & Registrar	HSBC Trustee (Cayman) Limited
Auditor	Ernst & Young Limited
Dealing Frequency	Daily
Base Currency	Hong Kong Dollar
Fund Size	HKD 92.4 MN
NAV	HKD 59.71
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%
Annual Management Fee	1.5% per annum
Redemption Fee	
Less than 6 months	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	Waived

Top Ten Holdings

	%
China All Access	6.34%
Haier Electronics	5.70%
PICC	5.43%
China Life Insurance	5.15%
Ping An Insurance	5.13%
ZTE	5.08%
China Construction Bank	4.40%
Sinopec	3.94%
Hengdeli	3.84%
New China Life Insurance	3.76%

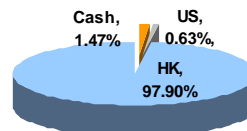
Sector Allocation¹

Financials	32.3%
Consumer Discretionary Information	24.3%
Technology	13.7%
Materials	7.3%
Consumer Staples	6.9%
Industrials	5.1%
Energy	4.6%
Health Care	3.1%
Utilities	1.2%
Cash	1.5%

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



- Based on the Global Industry Classification Standard

[^]The Fund is approved as Eligible Collective Investment Scheme under "Capital Investment Entrant Scheme" of Hong Kong Special Administrative Region

Market Outlook and Investment Strategy

The outlook of the Euro Zone remains rather dim given that the peak season of debt repayment will start since this September, while the situation of the heavy-debt countries deteriorates significantly. US Fed again implied possible QE3 rolling out in the near future, which have successfully sparkled the market for a while.

China's economy recovery will take more time than we've previously expected. We now expect that the FAI growth will finally pick up, while it cannot drive up the GDP growth significantly in short term given the outlook of export and domestic consumption is still dim. However, we still believe that the China's central government still has many cards on the table, and the supporting policies will finally effectively bolster the economy sooner or later.

Investment opportunities are likely to exist in following areas for the next month: energy, insurance and Energy-saving and environmental protection sector.

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.