

Interim Report
(Unaudited)

**CHINA UNIVERSAL INTERNATIONAL SERIES -
CUAM CHINA-HONG KONG STRATEGY FUND**

(A sub-fund of China Universal International Series, an open-ended unit trust established as an umbrella fund under the laws of Hong Kong)

For the period from 16 November 2012 (date of inception) to 30 June 2013

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
(A sub-fund of China Universal International Series)

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CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
(A sub-fund of China Universal International Series)

ADMINISTRATION AND MANAGEMENT

MANAGER

China Universal Asset Management (Hong Kong) Company
Limited
2701, One International Finance Centre
1 Harbour View Street
Central
Hong Kong

DIRECTORS OF THE MANAGER

LIN Lijun (appointed on 17 February 2012)
XIAO Shunxi (appointed on 17 February 2012)
HAN Xianwang (appointed on 17 February 2012)
GAO Sheldon (appointed on 17 February 2012
and resigned on 1 June 2012)

SOLICITORS TO THE MANAGER

Deacons
5/F, Alexandra House
18 Chater Road
Central
Hong Kong

TRUSTEE AND REGISTRAR

BOCI-Prudential Trustee Limited
12/F & 25/F, Citicorp Centre
18 Whitfield Road
Causeway Bay
Hong Kong

AUDITORS

Ernst & Young
22/F, CITIC Tower
1 Tim Mei Avenue
Central
Hong Kong

CUSTODIAN

Bank of China (Hong Kong) Limited
14/F, Bank of China Tower
1 Garden Road
Central
Hong Kong

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
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STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

For the period from 16 November 2012 (date of inception) to 30 June 2013

HK\$

INCOME

Dividend income	2,012,622
Interest income	1,733
Net gain on financial assets at fair value through profit or loss	7,677,972
Foreign exchange differences, net	(466)
	<u>9,691,861</u>

EXPENSES

Management fee	(591,981)
Trustee fee	(118,396)
Custodian fee	(22,148)
Investment handling fee	(8,100)
Broker commission and investment transaction fee	(1,069,070)
Other expenses	(38,103)
	<u>(1,847,798)</u>

Operating profit	7,844,063
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Withholding tax	<u>(116,232)</u>
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INCREASE IN NET ASSETS ATTRIBUTABLE TO
HOLDERS OF REDEEMABLE UNITS
AND TOTAL COMPREHENSIVE INCOME FOR THE PERIOD

7,727,831

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
(A sub-fund of China Universal International Series)

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

30 June 2013

HK\$

ASSETS

Financial assets at fair value through profit or loss	114,500,215
Dividend receivables	982,332
Other receivables	18,260
Cash and cash equivalents	17,412,998

TOTAL ASSETS	<u>132,913,805</u>
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LIABILITIES

Management fee payable	83,343
Trustee fee payable	16,669
Other payables and accruals	4,252
Tax payable	<u>81,710</u>

TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS)	<u>185,974</u>
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NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	<u>132,727,831</u>
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TOTAL LIABILITIES AND EQUITY	<u>132,913,805</u>
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NUMBER OF UNITS IN ISSUE

- Class A	-
- Class I	12,285,400.859

NET ASSETS ATTRIBUTABLE TO HOLDERS OF
REDEEMABLE UNITS

- Class A	N/A
- Class I	10.804

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
(A sub-fund of China Universal International Series)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS
(UNAUDITED)

For the period from 16 November 2012 (date of inception) to 30 June 2013

	Class A HK\$	Class I HK\$	Total HK\$
At 16 November 2012 (date of inception)	-	-	-
Subscription of units	-	125,000,000	125,000,000
Redemption of units	-	-	-
Increase in net assets attributable to holders of redeemable units for the period	<u>-</u>	<u>7,727,831</u>	<u>7,727,831</u>
At 30 June 2013	<u><u>-</u></u>	<u><u>132,727,831</u></u>	<u><u>132,727,831</u></u>

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
(A sub-fund of China Universal International Series)

STATEMENT OF CASH FLOWS (UNAUDITED)

For the period from 16 November 2012 (date of inception) to 30 June 2013

HK\$

CASH FLOWS FROM OPERATING ACTIVITIES

Profit before tax	7,844,063
Adjustments for:	
Interest income on bank deposits	(1,733)
Dividend income	(2,012,622)
Increase in financial assets at fair value through profit or loss	(114,500,215)
Increase in other receivables	(18,260)
Increase in management fee payable	83,343
Increase in trustee fee payable	16,669
Increase in accrued expenses and other payables	4,252
Net cash used in operations	(108,584,503)
Tax paid	(34,522)
Interest received	1,733
Dividend received	1,030,290
Net cash flows used in operating activities	(107,587,002)

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from issue of units	125,000,000
Net cash flows provided by financing activities	125,000,000

NET INCREASE IN CASH AND CASH EQUIVALENTS

Cash and cash equivalents at beginning of period	17,412,998
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CASH AND CASH EQUIVALENTS AT END OF PERIOD

17,412,998

ANALYSIS OF BALANCE OF CASH AND CASH EQUIVALENTS

Bank balances	17,412,998
	17,412,998

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
(A sub-fund of China Universal International Series)

STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)

30 June 2013

Listed equities	Movements				Holdings as at 30 June 2013
	Holdings as at 16 November 2012	Additions	Bonus	Disposals	
AGRICULTURAL BANK OF CHINA LTD-H	-	686,000	-	-	686,000
BAOFENG MODERN INTL HLDGS CO LTD	-	12,060,000	-	(260,000)	11,800,000
BEIJING TONG REN TANG CHINESE MEDICINE CO LTD	-	610,000	-	(610,000)	-
BOC HONG KONG (HLDGS) LTD	-	310,500	-	(310,500)	-
CENTRAL CHINA REAL ESTATE LTD	-	360,000	-	(360,000)	-
CHANGSHOUHUA FOOD CO LTD	-	1,580,000	-	(1,580,000)	-
CHINA CONSTRUCTION BANK CORP-H	-	800,000	-	(340,000)	460,000
CHINA EVERBRIGHT INTL LTD	-	760,000	-	(760,000)	-
CHINA FIBER OPTIC NETWORK SYSTEM GROUP LTD	-	4,380,000	-	-	4,380,000
CHINA MEDICAL SYSTEM HLDGS LTD	-	888,000	-	-	888,000
CHINA MERCHANTS BANK CO LTD-H	-	318,000	-	-	318,000
CHINA MERCHANTS PROPERTY DEV CO LTD-B	-	118,000	-	(118,000)	-
CHINA MINSHENG BANKING CORP LTD-H	-	1,321,000	-	(250,000)	1,071,000
CHINA NATIONAL ACCORD MEDICINES CO LTD-B	-	241,859	-	(241,859)	-
CHINA PHARMACEUTICAL GROUP LTD	-	188,000	-	(188,000)	-
CHINA POWER INTL DEVELOPMENT LTD	-	3,180,000	-	(1,300,000)	1,880,000
CHINA RESOURCES GAS GROUP LTD	-	458,000	-	(458,000)	-
CHINA RESOURCES POWER HLDGS CO	-	176,000	-	(176,000)	-
CHINA SANJINAG FINE CHEMICALS CO LTD	-	2,417,000	-	(1,037,000)	1,380,000
CHINA VANKE CO LTD-B	-	346,000	-	(306,000)	40,000
CHONGQING CHANGAN AUTOMOBILE CO LTD-B	-	1,812,936	-	(1,132,936)	680,000
CNOOC LTD	-	178,000	-	(178,000)	-
DAWNRAYS PHARMACEUTICAL (HLDGS) LTD	-	2,760,000	-	(2,760,000)	-
DONGFENG MOTOR GROUP CO LTD-H	-	616,000	-	(616,000)	-
ENN ENERGY HLDGS LTD	-	188,000	-	(30,000)	158,000
GALAXY ENTERTAINMENT GROUP LTD	-	80,000	-	(80,000)	-
GREAT WALL MOTOR CO LTD-H	-	138,500	-	-	138,500
GUANGZHOU PHARMACEUTICAL CO LTD-H	-	580,000	-	(300,000)	280,000
GUOTAI JUNAN INTL HLDGS LTD	-	224,000	-	-	224,000
HANG SENG BANK LTD	-	36,700	-	(36,700)	-
HENDERSON LAND DEVELOPMENT CO LTD	-	87,000	-	(87,000)	-
HENGAN INTL GROUP CO LTD	-	42,000	-	-	42,000
HKT TRUST AND HKT LTD	-	667,000	-	(667,000)	-
HONG KONG EXCHANGES & CLEARING LTD	-	18,000	-	(18,000)	-
HONGHUA GROUP LTD	-	1,180,000	-	-	1,180,000
HUANENG POWER INTL INC-H	-	314,000	-	(314,000)	-
HUBEI SANONDA CO LTD-B	-	1,579,990	-	(1,579,990)	-
JU TENG INTL HLDGS LTD	-	276,000	-	(276,000)	-

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
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STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED) (CONTINUED)

30 June 2013

Listed equities	Movements				Holdings as at 30 June 2013
	Holdings as at 16 November 2012	Additions	Bonus	Disposals	
KUNLUN ENERGY CO LTD	-	480,000	-	(480,000)	-
LANSEN PHARMACEUTICAL HLDGS LTD	-	1,180,000	-	(1,180,000)	-
LAO FENG XIANG CO LTD-B	-	122,000	-	(122,000)	-
LINK REAL ESTATE INVESTMENT TRUST	-	74,000	-	(74,000)	-
LIVZON PHARMACEUTICAL GROUP INC-B	-	38,000	-	(38,000)	-
MTR CORP LTD	-	308,000	-	(160,000)	148,000
NAGACORP LTD	-	788,000	-	-	788,000
PETROCHINA CO LTD-H	-	366,000	-	(366,000)	-
PROSPERITY REIT	-	310,000	-	(310,000)	-
SAMSONITE INTL SA	-	150,000	-	-	150,000
SHANGHAI WINGSUNG INVESTMENT MANAGEMENT CO LTD-B	-	395,369	-	(395,369)	-
SHENZHEN INTL HLDGS LTD	-	4,000,000	-	(4,000,000)	-
SINO BIOPHARMACEUTICAL LTD	-	1,768,000	-	(1,188,000)	580,000
SJM HLDGS LTD	-	110,000	-	(110,000)	-
SMARTONE TELECOMMUNICATIONS	-	201,500	-	(201,500)	-
SPT ENERGY GROUP INC	-	298,000	-	-	298,000
SUNAC CHINA HLDGS LTD	-	2,065,000	-	(1,085,000)	980,000
TANG PALACE CHINA HLDGS LTD	-	552,000	-	(552,000)	-
TONG REN TANG TECHNOLOGIES CO LTD-H	-	280,000	-	-	280,000
TOWNGAS CHINA CO LTD	-	1,068,000	-	(188,000)	880,000
WINTeam PHARMACEUTICAL GROUP LTD	-	780,000	-	(780,000)	-
YUZHOU PROPERTIES CO LTD	-	800,000	-	(800,000)	-

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
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PERFORMANCE TABLE (UNAUDITED)

30 June 2013

	Net assets attributable to holders of redeemable units per unit HK\$	Net assets attributable to holders of redeemable units HK\$
- Class A	N/A	-
- Class I	10.804	132,727,831

PERFORMANCE RECORD (UNAUDITED)

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$
- Class A	N/A	N/A
- Class I	11.824	9.972

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
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INVESTMENT PORTFOLIO (UNAUDITED)

30 June 2013

	Holdings	Fair Value HK\$	% of net assets
<u>LISTED EQUITY SECURITIES</u>			
<i>China</i>			
Denominated in HK\$			
CHINA VANKE CO. LTD-B	40,000	556,000	0.42%
CHONGQING CHANGAN AUTOMOBILE CO. LTD-B	680,000	6,256,000	4.71%
		<hr/>	<hr/>
		6,812,000	5.13%
		<hr/>	<hr/>
<i>Hong Kong</i>			
Denominated in HK\$			
AGRICULTURAL BANK OF CHINA LTD-H	686,000	2,195,200	1.65%
BAOFENG MODERN INTL HLDGS CO LTD	11,800,000	8,614,000	6.50%
CHINA CONSTRUCTION BANK CORP-H	460,000	2,525,400	1.90%
CHINA FIBER OPTIC NETWORK SYSTEM GROUP LTD	4,380,000	4,336,200	3.26%
CHINA MEDICAL SYSTEM HLDGS LTD	888,000	6,144,960	4.63%
CHINA MERCHANTS BANK CO LTD-H	318,000	4,121,280	3.11%
CHINA MINSHENG BANKING CORP LTD-H	1,071,000	8,128,890	6.13%
CHINA POWER INTL DEVELOPMENT LTD	1,880,000	5,470,800	4.12%
CHINA SANJINAG FINE CHEMICALS CO LTD	1,380,000	5,161,200	3.89%
ENN ENERGY HLDGS LTD	158,000	6,533,300	4.92%
GREAT WALL MOTOR CO LTD-H	138,500	4,632,825	3.49%
GUANGZHOU PHARMACEUTICAL CO LTD-H	280,000	7,896,000	5.95%
GUOTAI JUNAN INTL HLDGS LTD	224,000	694,400	0.52%
HENGAN INTL GROUP CO LTD	42,000	3,549,000	2.67%
HONGHUA GROUP LIMITED	1,180,000	3,150,600	2.37%
MTR CORP LTD	148,000	4,232,800	3.19%
NAGACORP LTD	788,000	4,767,400	3.59%
SAMSONITE INTL SA	150,000	2,802,000	2.11%
SINO BIOPHARMACEUTICAL LTD	580,000	2,917,400	2.20%
SPT ENERGY GROUP INC	298,000	1,406,560	1.06%
SUNAC CHINA HLDGS LTD	980,000	4,978,400	3.75%
TONG REN TANG TECHNOLOGIES CO LTD-H	280,000	6,636,000	5.00%
TOWNGAS CHINA CO LTD	880,000	6,793,600	5.12%
		<hr/>	<hr/>
		107,688,215	81.14%
		<hr/>	<hr/>
TOTAL INVESTMENTS, AT FAIR VALUE		114,500,215	86.27%
		<hr/>	<hr/>
<u>TOTAL NET ASSETS</u>			
Total investment (cost: HK\$122,228,799)		114,500,215	86.27%
Other net assets		18,227,616	13.73%
		<hr/>	<hr/>
Total net assets		132,727,831	100.00%
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