

Semi-Annual 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 1 January 2014 to 30 June 2014



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

CONTENTS

	Page
ADMINISTRATION AND MANAGEMENT	1
STATEMENT OF COMPREHENSIVE INCOME	2
STATEMENT OF FINANCIAL POSITION	3
STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	4
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)	5
PERFORMANCE TABLE (UNAUDITED)	6
INVESTMENT PORTFOLIO (UNAUDITED)	7

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
3710-11, 37/F, Two IFC
8 Finance Street
Central, Hong Kong

TRUSTEE AND REGISTRAR

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

DIRECTORS OF THE MANAGER

LIN Lijun
LI Wen
ZHANG Hui

AUDITORS

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

SOLICITORS TO THE MANAGER

Deacons
5/F, Alexandra House
18 Chater Road
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
(A Sub-Fund of China Universal International Series)

STATEMENT OF COMPREHENSIVE INCOME

	For the period from 1 January 2014 to 30 June 2014 HK\$	For the period from 16 November 2013 (date of inception) to 31 December 2013 HK\$
	(Unaudited)	(Audited)
INCOME		
Dividend income	2,058,284	2,381,609
Interest income	701	2,933
Net (loss)/ gain on financial assets at fair value through profit or loss	(3,765,630)	23,317,473
Foreign exchange differences, net	<u>661</u>	<u>(557)</u>
	<u>(1,705,984)</u>	<u>25,701,458</u>
EXPENSES		
Management fee	(462,101)	(1,047,873)
Trustee fee	(210,000)	(229,827)
Custodian fee	(7,948)	(44,222)
Investment handling fee	-	(8,100)
Broker commission and investment transaction fee	(338,224)	(1,457,870)
Other expenses	<u>(2,850)</u>	<u>(46,002)</u>
	<u>(1,021,123)</u>	<u>(2,833,894)</u>
Operating profit	(2,727,107)	22,867,564
Withholding tax	<u>(82,849)</u>	<u>(120,065)</u>
(DECREASE)/ INCREASE IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS AND TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>(2,809,956)</u>	<u>22,747,499</u>

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

STATEMENT OF FINANCIAL POSITION

	30 June 2014 HK\$	31 December 2013 HK\$
	(Unaudited)	(Audited)
ASSETS		
Financial assets at fair value through profit or loss	110,967,775	109,465,395
Cash and cash equivalents	16,319,427	12,449,646
Amount due from brokers	1,244,650	949,048
Other receivables	<u>25,846</u>	<u>3,300</u>
TOTAL ASSETS	<u>128,557,698</u>	<u>122,867,389</u>
LIABILITIES		
Management fee payable	80,574	79,572
Trustee fee payable	36,129	36,167
Other payables and accruals	<u>3,452</u>	<u>4,151</u>
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS)	<u>120,155</u>	<u>119,890</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS	<u>128,437,543</u>	<u>122,747,499</u>
TOTAL LIABILITIES AND EQUITY	<u>128,557,698</u>	<u>122,867,389</u>
NUMBER OF UNITS IN ISSUE		
- Class A units	-	-
- Class I units	10,700,760.779	10,005,236.681
NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE UNITS		
- Class A units	N/A	N/A
- Class I units	12.003	12.268

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

HK\$
(Audited)

At 16 November 2012 (date of inception)	-
Subscription of units	125,000,000
Redemption of units	(25,000,000)
Profit and total comprehensive income for the period	<u>22,747,499</u>
	<u>122,747,499</u>

HK\$
(Unaudited)

At 31 December 2013 and 1 January 2014	122,747,499
Subscription of units	8,500,000
Redemption of units	-
Profit and total comprehensive income for the period	<u>(2,809,956)</u>
At 30 June 2014	<u>128,437,543</u>

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)

Listed Equities

	As at 30 June 2014	As at 31 December 2013
	%	%
Equities		
China	8.03	-
Hong Kong	78.37	89.18
TOTAL INVESTMENTS	86.40	89.18
Other net assets	13.60	10.82
Net assets at the end of the period	100.00	100.00

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

PERFORMANCE TABLE (Unaudited)
30 JUNE 2014

	Net assets attributable to holders of redeemable units per unit HK\$	Net assets attributable to holders of redeemable units HK\$
- Class A units	N/A	N/A
- Class I units	12.003	128,437,543

PERFORMANCE RECORD (Unaudited)

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$
- Class A units	N/A	N/A
- Class I units	12.694	11.059

PERFORMANCE TABLE (Unaudited)
31 DECEMBER 2013

	Net assets attributable to holders of redeemable units per unit HK\$	Net assets attributable to holders of redeemable units HK\$
- Class A units	N/A	N/A
- Class I units	12.268	122,747,499

PERFORMANCE RECORD (Unaudited)

	Highest issue price per unit HK\$	Lowest redemption price per unit HK\$
- Class A units	N/A	N/A
- Class I units	12.268	9.972

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

INVESTMENT PORTFOLIO (Unaudited)
30 JUNE 2014

	Holdings	Fair Value HK\$	% of net assets
<u>LISTED EQUITY SECURITIES</u>			
<i>Hong Kong</i>			
Denominated in HK\$			
China			
CHONGQING CHANGAN AUTOMOBILE CO LTD-B	68,410	1,046,673	0.81
WEIFU HIGH TECHNOLOGY GROUP CO LTD-B	247,958	6,484,102	5.05
WUXI LITTLE SWAN CO LTD-B	280,000	2,791,600	2.17
Hong Kong			
BOYAA INTERACTIVE INTL LTD	98,000	788,900	0.61
CHINA CINDA ASSET MANAGEMENT CO LTD-H	278,000	1,070,300	0.83
CHINA CONSTRUCTION BANK CORP-H	438,000	2,566,680	2.00
CHINA MEDICAL SYSTEM HLDGS LTD	398,000	3,777,020	2.94
CHINA MERCHANTS BANK CO LTD-H	168,000	2,567,040	2.00
CHINA MOBILE LTD	58,000	4,361,600	3.40
CHINA PIONEER PHARMA HLDGS LTD	580,000	2,726,000	2.12
CHINA POWER INTL DEVELOPMENT LTD	980,000	2,998,800	2.33
CHINA RESOURCES GAS GROUP LTD	218,000	5,319,200	4.14
CHINA SANJINAG FINE CHEMICALS CO LTD	518,000	1,554,000	1.21
DATANG INTL POWER GENERATION CO LTD-H	1,580,000	4,787,400	3.73
ENN ENERGY HLDGS LTD	58,000	3,230,600	2.52
FORGAME HLDGS LTD	118,000	3,144,700	2.45
GALAXY ENTERTAINMENT GROUP LTD	78,000	4,836,000	3.77
GUOTAI JUNAN INTL HLDGS LTD	580,000	2,552,000	1.99
KINGSOFT CORP LTD	158,000	3,689,300	2.87
LIVZON PHARMACEUTICAL GROUP INC-H	56,000	2,408,000	1.87
NAGACORP LTD	1,480,000	10,108,400	7.87
SA SA INTL HLDGS LTD	778,000	4,162,300	3.24
SINO BIOPHARMACEUTICAL LTD	580,000	3,642,400	2.84
SINOPEC ENGINEERING (GROUP) CO LTD-H	238,000	2,075,360	1.62
SUNAC CHINA HLDGS LTD	1,280,000	5,619,200	4.38
TENCENT HLDGS LTD	94,000	11,110,800	8.65
TOWNGAS CHINA CO LTD	580,000	5,295,400	4.12
UNITED LABORATORIES LTD	1,180,000	6,254,000	4.87
TOTAL INVESTMENTS, AT FAIR VALUE		<u>110,967,775</u>	<u>86.40</u>
<u>TOTAL NET ASSETS</u>			
Total investment (cost: HK\$ 105,269,992)		110,967,775	86.40
Other net assets		17,469,768	13.60
Total net assets		<u>128,437,543</u>	<u>100.00</u>