

Semi-Annual Report (Unaudited)

**CHINA UNIVERSAL INTERNATIONAL SERIES –  
CUAM HONG KONG DOLLAR BOND 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 2 September 2013 (date of inception) to 30 June 2014



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

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

STATEMENT OF COMPREHENSIVE INCOME

For the period from 2 September 2013 (date of inception) to 30 June 2014

HK\$  
(Unaudited)

INCOME

Interest income on financial assets at fair value through profit or loss	1,754,258
Other interest income	5,012
Net gain on financial assets at fair value through profit or loss	141,064
Foreign exchange differences, net	<u>(3,327)</u>
	<u>1,897,007</u>

EXPENSES

Management fee	(208,306)
Trustee fee	(62,492)
Custodian fee	(73,080)
License fee	(4,500)
Other expenses	<u>(3,899)</u>
	<u>(352,277)</u>

PROFIT AND TOTAL COMPREHENSIVE INCOME  
FOR THE PERIOD

1,544,730

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

STATEMENT OF FINANCIAL POSITION

30 June 2014

HK\$  
(Unaudited)

ASSETS

Financial assets at fair value through profit or loss	49,110,786
Cash at bank	1,232,763
Interest receivables	609,022
Amount due from broker	1,201,497
Other receivables	<u>14,680</u>

TOTAL ASSETS	<u>52,168,748</u>
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LIABILITIES

Amount due to broker	595,333
Management fee payable	21,719
Trustee fee payable	6,516
Other payables and accruals	<u>450</u>

TOTAL LIABILITIES	<u>624,018</u>
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NET ASSETS ATTRIBUTABLE TO HOLDERS OF  
REDEEMABLE UNITS

51,544,730

NUMBER OF UNITS IN ISSUE

- Class A units	-
- Class I units	5,083,837.744

NET ASSETS ATTRIBUTABLE TO HOLDERS OF  
REDEEMABLE UNITS PER UNIT

- Class A units	N/A
- Class I units	10.139

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND  
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STATEMENT OF CHANGES IN EQUITY

For the period from 2 September 2013 (date of inception) to 30 June 2014

HK\$  
(Unaudited)

At 2 September 2013 (date of inception)	-
Subscription of units	50,843,404
Redemption of units	-
Profit and total comprehensive income for the period	1,544,730
Distribution to unitholder	<u>(843,404)</u>
At 30 June 2014	<u><u>51,544,730</u></u>

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND  
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STATEMENT OF DISTRIBUTION

For the period from 2 September 2013 (date of inception) to 30 June 2014

HK\$  
(Unaudited)

Undistributed income at 2 September 2013 (date of inception)	-
Profit and total comprehensive income for the period	1,544,730
Less: Unrealised gain on financial assets at fair value through profit or loss	<u>(89,333)</u>
Undistributed income before distribution	1,455,397
2013 final distribution (HK\$0.069 per unit) distributed on 30 December 2013	(345,000)
2014 interim distribution (HK\$0.099 per unit) distributed on 19 June 2014	<u>(498,404)</u>
Undistributed income at 30 June 2014	<u><u>611,993</u></u>

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND  
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STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (Unaudited)  
30 June 2014

Listed/quoted/unquoted debt securities	Movements			Holdings as at 30 June 2014
	Holdings as at 2 September 2013	Additions	Disposals	
<i>British Virgin Islands</i>				
Dominated in HK\$				
HLP FINANCE LTD 4.35% S/A 20JAN2021	-	1,000,000	-	1,000,000
MELCO FINANCE LTD 4.15% Q 05MAR2018	-	1,000,000	-	1,000,000
NWD MTN LTD 5.9% S/A 18SEP2023	-	4,000,000	-	4,000,000
<i>Cayman Islands</i>				
Dominated in HK\$				
CHEUNG KONG BOND FINANCE LTD 5.1% Q 07APR2016	-	1,000,000	-	1,000,000
CHEUNG KONG FINANCE MTN LTD 4.35% Q 20JAN2020	-	1,000,000	-	1,000,000
COUNTRY GARDEN HLDGS CO LTD 11.75% S/A 10SEP2014 REGS	-	500,000	(500,000)	-
MTR CORP (CI) 4.95% Q 21OCT2019	-	1,000,000	-	1,000,000
MTR CORP (CI) LTD 4.5 % Q 11MAY2015	-	1,000,000	-	1,000,000
SUN HUNG KAI PRO (CAP) 3.1% Q 24JUL2014	-	1,000,000	-	1,000,000
SUN HUNG KAI PRO (CAP) 4.67% Q 09FEB2016	-	1,500,000	-	1,500,000
YUZHOU PROPERTIES CO LTD 8.625% S/A 24JAN2019	-	500,000	(500,000)	-
Dominated in US\$				
CIFI HLDGS GROUP CO LTD 12.25% S/A 15APR2018	-	1,000,000	(500,000)	500,000
SHUI ON DEVELOPMENT HLDG LTD 9.75% S/A 16FEB2015	-	500,000	-	500,000
SUNAC CHINA HLDGS LTD 9.375% S/A 05APR2018	-	1,000,000	(500,000)	500,000
<i>China</i>				
Dominated in HK\$				
BIOSTIME INTL HLDGS LTD CB 0% A 20FEB2019	-	2,000,000	-	2,000,000
CHINA PETROLEUM & CHEMICAL CORP CB 0% A 24APR2014	-	1,000,000	(1,000,000)	-
<i>Hong Kong</i>				
Dominated in HK\$				
DAH SING BANK LTD 2.28% Q 07NOV2018 FXCD	-	1,000,000	-	1,000,000



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

STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (Unaudited) (continued)

30 June 2014

Listed/quoted/unquoted debt securities	Movements			Holdings as at 30 June 2014
	Holdings as at 2 September 2013	Additions	Disposals	
<i>Hong Kong (continued)</i>				
<i>Denominated in HK\$</i>				
DBS BANK HONG KONG LTD 3.86% Q 20JAN2020 FXCD	-	1,000,000	-	1,000,000
FAR EAST HORIZON LTD 4.35% Q 14MAR2020	-	2,000,000	-	2,000,000
HK GOVT 1.52% S/A 25SEP2018	-	1,000,000	-	1,000,000
HK MTG CO 0% A 19SEP2016	-	1,000,000	-	1,000,000
HK MTG CO 2% Q 11JAN2016	-	1,000,000	-	1,000,000
<i>Dominated in HK\$</i>				
HONG KONG GOVERNMENT BOND PROGRAMME 0.38% S/A 10MAR2014	-	1,000,000	(1,000,000)	-
HONG KONG GOVERNMENT BOND PROGRAMME 0.61% S/A 05FEB2018	-	1,000,000	-	1,000,000
HONG KONG GOVERNMENT BOND PROGRAMME 2.07% S/A 03NOV2014	-	2,000,000	(2,000,000)	-
HONG KONG SAR GOVERNMENT BOND 5.125% S/A 23JUL2019	-	3,000,000	(1,000,000)	2,000,000
KOWLOON-CANTON 3.88% S/A 15JUN2021	-	1,000,000	-	1,000,000
WHARF FINANCE LTD 2.65% Q 11JAN2018	-	2,000,000	-	2,000,000
WHARF FINANCE LTD 3% Q 23OCT2018	-	1,500,000	-	1,500,000
WHARF FINANCE NO 1 LTD 2.9% Q 27NOV2018	-	1,000,000	-	1,000,000
WHEELOK FINANCE LTD 2.7% Q 18JAN2018	-	2,000,000	-	2,000,000
WING HANG BANK LTD 1.3% A 22JUL2015 FXCD	-	1,000,000	-	1,000,000
WING HANG BANK LTD 2.6% Q 16JUL2018 FXCD	-	1,000,000	-	1,000,000
<i>United Arab Emirates</i>				
<i>Dominated in HK\$</i>				
NATIONAL BANK OF ABU DHABI 4.6% Q 29JAN2021 FXCD	-	2,000,000	-	2,000,000
	-	44,500,000	(7,000,000)	37,500,000

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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	10.139	51,544,730

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	10.175	9.941

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM HONG KONG DOLLAR BOND FUND  
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INVESTMENT PORTFOLIO (Unaudited)

30 June 2014

Listed/quoted/unquoted debt securities	Holdings	Fair Value HK\$	% of net assets
<i>British Virgin Islands</i>			
Dominated in HK\$			
HLP FINANCE LTD 4.35% S/A 20JAN2021	1,000,000	1,022,278	1.98
MELCO FINANCE LTD 4.15% Q 05MAR2018	1,000,000	1,002,500	1.94
NWD MTN LTD 5.9% S/A 18SEP2023	4,000,000	4,200,463	8.15
<i>Cayman Islands</i>			
Dominated in HK\$			
CHEUNG KONG BOND FINANCE LTD 5.1% Q 07APR2016	1,000,000	1,055,829	2.05
CHEUNG KONG FINANCE MTN LTD 4.35% Q 20JAN2020	1,000,000	1,045,228	2.03
MTR CORP (CI) 4.95% Q 21OCT2019	1,000,000	1,117,060	2.17
MTR CORP (CI) LTD 4.5 % Q 11MAY2015	1,000,000	1,029,640	2.00
SUN HUNG KAI PRO (CAP) 3.1% Q 24JUL2014	1,000,000	1,001,000	1.94
SUN HUNG KAI PRO (CAP) 4.67% Q 09FEB2016	1,500,000	1,570,965	3.05
Dominated in US\$			
CIFI HLDGS GROUP CO LTD 12.25% S/A 15APR2018	500,000	4,293,291	8.34
SHUI ON DEVELOPMENT HLDG LTD 9.75% S/A 16FEB2015	500,000	4,006,394	7.77
SUNAC CHINA HLDGS LTD 9.375% S/A 05APR2018	500,000	3,941,946	7.65
<i>China</i>			
Dominated in HK\$			
BIOSTIME INTL HLDGS LTD CB 0% A 20FEB2019	2,000,000	1,944,040	3.77
<i>Hong Kong</i>			
Dominated in HK\$			
DAH SING BANK LTD 2.28% Q 07NOV2018 FXCD	1,000,000	972,753	1.89
DBS BANK HONG KONG LTD 3.86% Q 20JAN2020 FXCD	1,000,000	1,016,032	1.97
FAR EAST HORIZON LTD 4.35% Q 14MAR2020	2,000,000	1,973,000	3.83
HK GOVT 1.52% S/A 25SEP2018	1,000,000	1,015,760	1.97
HK MTG CO 0% A 19SEP2016	1,000,000	972,418	1.89
HK MTG CO 2% Q 11JAN2016	1,000,000	1,017,618	1.97
HONG KONG GOVERNMENT BOND PROGRAMME 0.61% S/A 05FEB2018	1,000,000	983,380	1.91
HONG KONG SAR GOVERNMENT BOND 5.125% S/A 23JUL2019	2,000,000	2,336,000	4.53
KOWLOON-CANTON 3.88% S/A 15JUN2021	1,000,000	1,068,980	2.07
WHARF FINANCE LTD 2.65% Q 11JAN2018	2,000,000	1,974,460	3.83
WHARF FINANCE LTD 3% Q 23OCT2018	1,500,000	1,490,025	2.89
WHARF FINANCE NO 1 LTD 2.9% Q 27NOV2018	1,000,000	986,640	1.91
WHEELLOCK FINANCE LTD 2.7% Q 18JAN2018	2,000,000	1,996,883	3.87
WING HANG BANK LTD 1.3% A 22JUL2015 FXCD	1,000,000	998,517	1.94
WING HANG BANK LTD 2.6% Q 16JUL2018 FXCD	1,000,000	990,491	1.92

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INVESTMENT PORTFOLIO (Unaudited) (continued)

30 June 2014

	Holdings	Fair Value HK\$	% of net assets
<b>Listed/quoted/unquoted debt securities</b>			
<i>United Arab Emirates</i>			
Dominated in HK\$			
NATIONAL BANK OF ABU DHABI 4.6% Q 29JAN2021 FXCD	2,000,000	2,087,195	4.05
		<hr/>	<hr/>
TOTAL INVESTMENTS, AT FAIR VALUE		49,110,786	95.28
		<hr/>	<hr/>
<b><u>TOTAL NET ASSETS</u></b>			
Total investment (cost: HK\$49,021,453)		49,110,786	95.28
Other net assets		2,433,944	4.72
		<hr/>	<hr/>
Total net assets		51,544,730	100.00
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