

Semi-Annual Report (Unaudited)

**CHINA UNIVERSAL INTERNATIONAL SERIES –
CUAM SELECT US DOLLAR BOND FUND**

(A Sub-Fund of China Universal International Series, an
umbrella unit trust established under the laws of Hong Kong)

For the period from 1 January 2018 to 30 June 2018

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

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CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM SELECT US 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, Two International Finance Centre
8 Finance Street
Central
Hong Kong

DIRECTORS OF THE MANAGER

LI Wen
WAN Qing
ZHANG Hui

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

AUDITOR

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 SELECT US DOLLAR BOND FUND
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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

	For the period from 1 January 2018 to 30 June 2018 US\$ (Unaudited)	For the period from 27 March 2017 (date of inception) to 30 June 2017 US\$ (Unaudited)
INCOME		
Interest income on financial assets at fair value through profit or loss	163,552	42,148
Other interest income	331	4,282
Net losses on financial assets at fair value through profit or loss	(265,750)	(35,447)
Foreign exchange differences, net	(858)	(1,757)
Other Income	<u>5,530</u>	<u>-</u>
	<u>(97,195)</u>	<u>9,226</u>
EXPENSES		
Management fee	(18,444)	(6,964)
Trustee fee	(10,330)	(2,078)
Custodian fee	(752)	(135)
License fee	(401)	(197)
Other expenses	<u>(498)</u>	<u>(99)</u>
	<u>(30,425)</u>	<u>(9,473)</u>
DECREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u>(127,620)</u>	<u>(247)</u>

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STATEMENT OF FINANCIAL POSITION

	30 June 2018	31 December 2017
	US\$ (Unaudited)	US\$ (Audited)
ASSETS		
Financial assets at fair value through profit or loss	6,869,952	6,663,090
Cash and cash equivalents	336,748	1,684,634
Interest receivables	95,754	85,450
Prepayment and other receivables	<u>8,888</u>	<u>2,131</u>
TOTAL ASSETS	<u><u>7,311,342</u></u>	<u><u>8,435,305</u></u>
LIABILITIES		
Management fee payable	2,992	3,573
Trustee fee payable	2,417	1,056
Redemption proceeds payable	-	1,097,804
Other payables and accruals	<u>150</u>	<u>120</u>
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u><u>5,559</u></u>	<u><u>1,102,553</u></u>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u><u>7,305,783</u></u>	<u><u>7,332,752</u></u>
NUMBER OF UNITS IN ISSUE		
- Class A (USD) units	71,473.054	71,473.054
- Class A (HKD) units	223,408.189	144,160.861
- Class A (RMB) units	906.827	906.827
- Class I (USD) units	5,268,826.549	5,268,826.549
- Class I (HKD) units	1,407,477.748	1,407,477.748
- Class I (RMB) units	906.818	906.818
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS PER UNIT		
	US\$	US\$
- Class A (USD) units	0.981	1.000
- Class I (USD) units	0.983	1.000
	HK\$	HK\$
- Class A (HKD) units	9.876	10.023
- Class I (HKD) units	9.887	10.022
	RMB\$	RMB\$
- Class A (RMB) units	9.496	9.519
- Class I (RMB) units	9.528	9.538

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM SELECT US DOLLAR BOND FUND
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STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)

	US\$
	(Unaudited)
At 27 March 2017(date of inception)	-
Subscription of units	5,825,179
Redemption of units	-
Decrease in net assets attributable to unitholders during the period	<u>(247)</u>
At 30 June 2017	<u><u>5,824,932</u></u>

	US\$
	(Unaudited)
At 31 December 2017 and 1 January 2018	7,332,752
Subscription of units	100,651
Redemption of units	-
Decrease in net assets attributable to unitholders during the period	<u>(127,620)</u>
At 30 June 2018	<u><u>7,305,783</u></u>

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM SELECT US DOLLAR BOND FUND
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MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)

For the period from 1 January 2018 to 30 June 2018

		Movement			
<u>LISTED/QUOTED DEBT SECURITIES</u>	As at 1 January 2018	Additions	Corporate Action	Disposals	At 30 June 2018
<i>British Virgin Islands</i>					
Denominated in US\$					
CHINA CINDA FINANCE 2015 I LTD 3.125% S/A 23APR2020 REGS	200,000	-	-	-	200,000
CHINA GREAT WALL INTL HLDGS III LTD 2.625% S/A 27OCT2021	200,000	-	-	(200,000)	-
CITICS SECURITIES FINANCE MTN CO LTD 3.25% S/A 20APR2022	200,000	-	-	(200,000)	-
CNOOC FIN 4.25% S/A 26JAN2021 REGS	200,000	-	-	(200,000)	-
COSCO PACIFIC FINANCE 2013 CO LTD 4.375% S/A 31JAN2023	200,000	200,000	-	(200,000)	200,000
CSI FINANCIAL PRODUCTS LTD 3M L+0.5% Q 22SEP2018	-	200,000	-	-	200,000
FRANSHION BRILLIANT LTD 5.75% S/A 19MAR2019	200,000	-	-	-	200,000
HAITONG INTL FINANCE 2015 LTD 4.2% S/A 29JUL2020	200,000	-	-	(200,000)	-
POLY REAL ESTATE FINANCE LTD 5.25% S/A 25APR2019	200,000	-	-	(200,000)	-
SINOCHEM OFFSHORE CAPITAL CO LTD 3.124% S/A 24MAY2022	200,000	-	-	(200,000)	-
SINOPEC GROUP OVERSEAS DEVELOPMENT 2013 LTD 2.5% S/A 17OCT2018 REGS	200,000	-	-	-	200,000
STATE GRID OVERSEAS INVESTMENT 2013 LTD 3.125% S/A 22MAY2023 REGS	200,000	-	-	(200,000)	-
WISDOM GLORY GROUP LTD 5.25% S/A PERP	-	200,000	-	-	200,000
ZHONGRONG INTL BOND 2016 LTD 6.95% S/A 21JUN2019	200,000	-	-	-	200,000
<i>Cayman Islands</i>					
Denominated in US\$					
AGILE GROUP HLDGS LTD 9% S/A 21MAY2020	200,000	-	-	-	200,000
AGILE GROUP HLDGS LTD 8.25% S/A PERP	-	200,000	-	-	200,000
AZURE NOVA INTL FINANCE LTD 4.25% S/A 21MAR2027	200,000	-	-	-	200,000
CAR INC 6.125% S/A 04FEB2020 REGS	200,000	-	-	-	200,000
CENTRAL CHINA REAL ESTATE LTD 6.5% S/A 04JUN2018	200,000	-	-	(200,000)	-
CENTRAL CHINA REAL ESTATE LTD 6.75% S/A 08NOV2021	-	400,000	-	-	400,000
CIFI HLDGS GROUP CO LTD 5.5% S/A 23JAN2022	200,000	-	-	-	200,000

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MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the period from 1 January 2018 to 30 June 2018

		Movement			
	As at 1	Additions	Corporate	Disposals	At 30 June
<u>LISTED/QUOTED DEBT SECURITIES</u>	January 2018		Action		2018
<u>(continued)</u>					
<i>Cayman Islands (continued)</i>					
Denominated in US\$					
COUNTRY GARDEN HLDGS CO LTD					
4.75% S/A 28SEP2023	200,000	-	-	-	200,000
GREENTOWN CHINA HLDGS LTD 5.875%					
S/A 11AUG2020	200,000	-	-	-	200,000
KWG PROPERTY HLDG LTD 5.875% S/A					
10NOV2024	-	200,000	-	-	200,000
KWG PROPERTY HLDGS LTD 8.975% S/A					
14JAN2019 REGS	200,000	-	-	-	200,000
LOGAN PROPERTY HLDGS CO LTD					
5.125% S/A 02NOV2018	-	200,000	-	-	200,000
LOGAN PROPERTY HLDGS CO LTD					
5.25% S/A 23FEB2023	-	200,000	-	-	200,000
LONGFOR PROPERTIES CO LTD 4.5%					
S/A 16JAN2028	-	200,000	-	(200,000)	-
LONGFOR PROPERTIES CO LTD 6.75%					
S/A 29JAN2023 (CALLED)	200,000	-	-	(200,000)	-
MELCO RESORTS FINANCE LTD 4.875%					
S/A 06JUN2025 REGS	200,000	-	-	-	200,000
POWERLONG REAL ESTATE HLDGS LTD					
4.875% S/A 15SEP2021	-	200,000	-	-	200,000
POWERLONG REAL ESTATE HLDGS LTD					
7.625% S/A 26NOV2018	200,000	-	-	-	200,000
SHIMAO PROPERTY HLDGS LTD 4.75%					
S/A 03JUL2022	-	200,000	-	-	200,000
SHIMAO PROPERTY HLDGS LTD 8.125%					
S/A 22JAN2021 (CALLED)	200,000	-	-	(200,000)	-
TIMES CHINA HLDGS LTD 5.75% S/A					
26APR2022	200,000	-	-	-	200,000
TIMES CHINA HLDGS LTD 6.6% S/A					
02MAR2023	-	200,000	-	-	200,000
YUZHOU PROPERTIES CO LTD 5.375%					
S/A PERP	-	400,000	-	-	400,000
 <i>China</i>					
Denominated in US\$					
BEIJING CAPITAL POLARIS INVESTMENT					
CO LTD 2.875% S/A 01APR2018	-	200,000	-	(200,000)	-
SUNSHINE LIFE INSURANCE CORP LTD					
4.5% S/A 20APR2026	-	200,000	-	-	200,000
TAIKANG INSURANCE GROUP INC 3.5%					
S/A 19JAN2022	200,000	-	-	-	200,000
UNION LIFE INSURANCE CO LTD 3% S/A					
19SEP2021	200,000	-	-	-	200,000

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MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)

For the period from 1 January 2018 to 30 June 2018

		Movement			
	As at 1 January 2018	Additions	Corporate Action	Disposals	At 30 June 2018
<u>LISTED/QUOTED DEBT SECURITIES</u>					
<u>(continued)</u>					
<i>Hong Kong</i>					
Denominated in US\$					
BAO-TRANS ENTERPRISES LTD 3.75% S/A 12DEC2018 REGS	200,000	-	-	-	200,000
CCBL CAYMAN 1 CORP LTD 2.375% S/A 31MAY2019	200,000	-	-	(200,000)	-
CITIC LTD 3.125% S/A 28FEB2022	200,000	-	-	(200,000)	-
CNAC HK FINBRIDGE CO LTD 4.875% S/A 14MAR2025	-	200,000	-	-	200,000
HONG KONG RED STAR MACALLINE UNIVERSAL HOME FURNISHINGS LTD 3.375% S/A 21SEP2022	200,000	-	-	-	200,000
ICBCIL FINANCE CO LTD 3.375% S/A 05APR2022	200,000	-	-	-	200,000
YANLORD LAND HK CO LTD 5.875% S/A 23JAN2022	-	200,000	-	-	200,000
<i>Singapore</i>					
Denominated in US\$					
SINOCHEM INTL DEVELOPMENT PTE LTD 3.125% S/A 25JUL2022	200,000	-	-	(200,000)	-

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PERFORMANCE TABLE

1. NET ASSET VALUE	Net asset value per unit			Total net asset value		
	US\$	HK\$	RMB\$	US\$	HK\$	RMB\$
As at 30 June 2018 (Unaudited)						
- Class A (USD) units	0.981	-	-	70,129	-	-
- Class I (USD) units	0.983	-	-	5,178,329	-	-
- Class A (HKD) units	-	9.876	-	-	2,206,409	-
- Class I (HKD) units	-	9.887	-	-	13,915,396	-
- Class A (RMB) units	-	-	9.496	-	-	8,611
- Class I (RMB) units	-	-	9.528	-	-	8,641
As at 31 December 2017 ¹ (Audited)						
- Class A (USD) units	1.000	-	-	71,447	-	-
- Class I (USD) units	1.000	-	-	5,269,159	-	-
- Class A (HKD) units	-	10.023	-	-	1,444,957	-
- Class I (HKD) units	-	10.022	-	-	14,105,251	-
- Class A (RMB) units	-	-	9.519	-	-	8,632
- Class I (RMB) units	-	-	9.538	-	-	8,649

¹ Inception on 27 March 2017

2. HIGHEST ISSUE AND LOWEST REDEMPTION PRICES PER UNIT

	Highest subscription unit price			Lowest redemption unit price		
	US\$	HK\$	RMB\$	US\$	HK\$	RMB\$
For the period ended 30 June 2018 (Unaudited)						
- Class A (USD) units	0.999	-	-	0.981	-	-
- Class I (USD) units	1.000	-	-	0.983	-	-
- Class A (HKD) units	-	10.029	-	-	9.876	-
- Class I (HKD) units	-	10.028	-	-	9.887	-
- Class A (RMB) units	-	-	9.543	-	-	9.087
- Class I (RMB) units	-	-	9.563	-	-	9.113
For the period from 27 March 2017(date of inception) to 31 December 2017 (Audited)						
- Class A (USD) units	1.012	-	-	0.998	-	-
- Class I (USD) units	1.013	-	-	0.999	-	-
- Class A (HKD) units	-	10.190	-	-	9.997	-
- Class I (HKD) units	-	10.200	-	-	9.997	-
- Class A (RMB) units	-	-	10.079	-	-	9.518
- Class I (RMB) units	-	-	10.082	-	-	9.537

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM SELECT US DOLLAR BOND FUND
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INVESTMENT PORTFOLIO (UNAUDITED)

As at 30 June 2018

	Holding/ Nominal Value	Fair Value US\$	% of net assets
Listed/quoted debt securities			
<i>British Virgin Islands</i>			
Denominated in US\$			
CHINA CINDA FINANCE 2015 I LTD 3.125% S/A 23APR2020 REGS	200,000	197,444	2.70
CSI FINANCIAL PRODUCTS LTD 3M L+0.5% Q 22SEP2018	200,000	199,960	2.74
COSCO PACIFIC FINANCE 2013 CO LTD 4.375% S/A 31JAN2023	200,000	197,218	2.70
FRANSHION BRILLIANT LTD 5.75% S/A 19MAR2019	200,000	202,872	2.78
WISDOM GLORY GROUP LTD 5.25% S/A PERP	200,000	190,894	2.61
SINOPEC GROUP OVERSEAS DEVELOPMENT 2013 LTD 2.5% S/A 17OCT2018 REGS	200,000	199,714	2.73
ZHONGRONG INTL BOND 2016 LTD 6.95% S/A 21JUN2019	200,000	191,042	2.62
<i>Cayman Islands</i>			
Denominated in US\$			
AGILE GROUP HLDGS LTD 9% S/A 21MAY2020	200,000	207,524	2.84
AGILE GROUP HLDGS LTD 8.25% S/A PERP	200,000	199,322	2.73
AZURE NOVA INTL FINANCE LTD 4.25% S/A 21MAR2027	200,000	195,990	2.68
CAR INC 6.125% S/A 04FEB2020 REGS	200,000	195,078	2.67
CENTRAL CHINA REAL ESTATE LTD 6.75% S/A 08NOV2021	400,000	381,588	5.22
CIFI HLDGS GROUP CO LTD 5.5% S/A 23JAN2022	200,000	185,278	2.54
COUNTRY GARDEN HLDGS CO LTD 4.75% S/A 28SEP2023	200,000	183,560	2.51
GREENTOWN CHINA HLDGS LTD 5.875% S/A 11AUG2020	200,000	200,398	2.74
KWG PROPERTY HLDGS LTD 8.975% S/A 14JAN2019 REGS	200,000	203,022	2.78
KWG PROPERTY HLDG LTD 5.875% S/A 10NOV2024	200,000	171,434	2.35
LOGAN PROPERTY HLDGS CO LTD 5.125% S/A 02NOV2018	200,000	199,494	2.73
LOGAN PROPERTY HLDGS CO LTD 5.25% S/A 23FEB2023	200,000	172,192	2.36
MELCO RESORTS FINANCE LTD 4.875% S/A 06JUN2025 REGS	200,000	189,332	2.59
POWERLONG REAL ESTATE HLDGS LTD 7.625% S/A 26NOV2018	200,000	200,268	2.74
POWERLONG REAL ESTATE HLDGS LTD 4.875% S/A 15SEP2021	200,000	175,820	2.41

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INVESTMENT PORTFOLIO (UNAUDITED) (continued)

As at 30 June 2018

	Holding/ Nominal Value	Fair Value US\$	% of net assets
Listed/quoted debt securities (continued)			
<i>Cayman Islands (continued)</i>			
Denominated in US\$			
SHIMAO PROPERTY HLDGS LTD 4.75% S/A 03JUL2022	200,000	190,838	2.61
TIMES CHINA HLDGS LTD 5.75% S/A 26APR2022	200,000	178,212	2.44
TIMES CHINA HLDGS LTD 6.6% S/A 02MAR2023	200,000	177,522	2.43
YUZHOU PROPERTIES CO LTD 5.375% S/A PERP	400,000	346,548	4.73
<i>China</i>			
Denominated in US\$			
SUNSHINE LIFE INSURANCE CORP LTD 4.5% S/A 20APR2026	200,000	191,810	2.63
TAIKANG INSURANCE GROUP INC 3.5% S/A 19JAN2022	200,000	196,648	2.69
UNION LIFE INSURANCE CO LTD 3% S/A 19SEP2021	200,000	184,656	2.53
<i>Hong Kong</i>			
Denominated in US\$			
BAO-TRANS ENTERPRISES LTD 3.75% S/A 12DEC2018 REGS	200,000	200,122	2.74
CNAC HK FINBRIDGE CO LTD 4.875% S/A 14MAR2025	200,000	199,244	2.73
HONG KONG RED STAR MACALLINE UNIVERSAL HOME FURNISHINGS LTD 3.375% S/A 21SEP2022	200,000	171,602	2.35
ICBCIL FINANCE CO LTD 3.375% S/A 05APR2022	200,000	195,132	2.67
YANLORD LAND HK CO LTD 5.875% S/A 23JAN2022	200,000	198,174	2.71
TOTAL INVESTMENTS, AT FAIR VALUE		6,869,952	94.03
TOTAL INVESTMENTS, AT COST		7,121,964	
<u>TOTAL NET ASSETS</u>			
Total investment		6,869,952	94.03
Cash and cash equivalents		336,748	4.61
Other net assets		99,083	1.36
Total net assets		7,305,783	100.00