

Semi-Annual Report (Unaudited)

**CHINA UNIVERSAL INTERNATIONAL SERIES –
CUAM CHINA-HONG KONG STRATEGY 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 2019 to 30 June 2019

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
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CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
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ADMINISTRATION AND MANAGEMENT

MANAGER

China Universal Asset Management (Hong Kong)
Company Limited
3710-11, Two International Finance Centre
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

LI Wen
WAN Qing
ZHANG Hui

AUDITOR

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
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STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UNAUDITED)

	For the period from 1 January 2019 to to 30 June 2019 HK\$	For the period from 1 January 2018 to to 30 June 2018 HK\$
	(Unaudited)	(Unaudited)
INCOME		
Dividend income	4,698,748	3,063,976
Interest income	7,854	9,259
Net gains on financial assets at fair value through profit or loss	82,482,384	12,062,292
Foreign exchange differences, net	<u>(152,567)</u>	<u>(685,275)</u>
	<u>87,036,419</u>	<u>14,450,252</u>
EXPENSES		
Management fee	(1,877,940)	(2,036,076)
Trustee fee	(315,481)	(352,248)
License fee	(3,125)	(3,143)
Custodian fee	(43,490)	(45,775)
Broker commission and investment transaction fee	(438,782)	(827,590)
Bank charges	<u>(24,318)</u>	<u>(2,820)</u>
	<u>(2,703,136)</u>	<u>(3,267,652)</u>
PROFIT BEFORE TAX	84,333,283	11,182,600
Income tax	<u>(171,844)</u>	<u>(167,666)</u>
INCREASE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u>84,161,439</u>	<u>11,014,934</u>

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
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STATEMENT OF FINANCIAL POSITION

	30 June 2019 HK\$ (Unaudited)	31 December 2018 HK\$ (Audited)
ASSETS		
Financial assets at fair value through profit or loss	430,468,502	344,942,831
Prepayment	3,249	6,375
Cash and bank balances	7,461,118	12,517,751
Dividend receivables	1,632,895	2,533
Due from the manager	150,631	128,945
Amount due from broker	12,375,104	2,594,719
Subscription proceeds receivable	<u>1,078,085</u>	<u>9,875</u>
TOTAL ASSETS	<u><u>453,169,584</u></u>	<u><u>360,203,029</u></u>
LIABILITIES		
Management fee payable	309,801	277,047
Trustee fee payable	50,041	46,339
Amounts due to brokers	11,592,481	5,043
Other payables and accruals	82,915	300
Redemption proceeds payable	<u>1,764,736</u>	<u>-</u>
TOTAL LIABILITIES EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u><u>13,799,974</u></u>	<u><u>328,729</u></u>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u><u>439,369,610</u></u>	<u><u>359,874,300</u></u>
NUMBER OF UNITS IN ISSUE		
- Class A (HKD) units	9,133,091.424	7,625,838.506
- Class I (HKD) units	12,957,070.986	14,183,448.836
- Class A (USD) units	2,839,227.238	2,372,838.152
- Class A (RMB) units	29,820.893	40,000.000
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS PER UNIT		
	HK\$	HK\$
- Class A (HKD) units	13.401	10.942
- Class I (HKD) units	22.124	18.020
	US\$	US\$
- Class A (USD) units	1.350	1.099
	RMB	RMB
- Class A (RMB) units	11.239	9.001

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
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STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)

	HK\$ (Unaudited)
At 31 December 2017 and 1 January 2018	420,372,455
Subscription of units	143,886,074
Redemption of units	(119,983,205)
Increase in net assets attributable to unitholders during the period	11,014,934
At 30 June 2018	<u>455,290,258</u>

	HK\$ (Unaudited)
At 31 December 2018 and 1 January 2019	359,874,300
Subscription of units	61,441,077
Redemption of units	(66,107,206)
Increase in net assets attributable to unitholders during the period	84,161,439
At 30 June 2019	<u>439,369,610</u>

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

For the period from 1 January 2019 to 30 June 2019

<u>Listed equities</u>	Movements				
	Holdings as at 1 January 2019	Additions	Corporate Action	Disposals	Holdings as at 30 June 2019
Mainland China					
KWEICHOW MOUTAI CO LTD-A	38,208	7,915	-	(8,315)	37,808
MIDEA GROUP CO LTD-A	-	93	-	-	93
WULIANGYE YIBIN CO LTD-A	-	69,954	-	-	69,954
Hong Kong					
AGRICULTURAL BANK OF CHINA LTD-H	3,656,000	-	-	-	3,656,000
AIA GROUP LTD	531,400	-	-	-	531,400
CANSINO BIOLOGICS INC-H	-	118,000	-	-	118,000
CHINA AOYUAN PROPERTY GROUP LTD	1,085,000	-	-	(1,085,000)	-
CHINA CONSTRUCTION BANK CORP-H	3,128,000	-	-	-	3,128,000
CHINA MERCHANTS BANK CO LTD-H	642,000	246,000	-	(320,000)	568,000
CHINA PACIFIC INSURANCE (GROUP) CO-H	-	429,000	-	(429,000)	-
CHINA RESOURCES LAND LTD	-	388,000	-	-	388,000
GUANGZHOU AUTOMOBILE GROUP CO LTD-H	148,000	-	-	(148,000)	-
HAIER ELECTRONICS GROUP CO LTD	-	280,000	-	(280,000)	-
HENDERSON LAND DEVELOPMENT CO LTD	299,000	181,000	48,000	-	528,000
HISENSE HOME APPLIANCES GROUP CO LTD-H	1,268,000	-	-	(1,268,000)	-
HONG KONG EXCHANGES & CLEARING LTD	-	172,800	-	(34,000)	138,800
HUATAI SECURITIES CO LTD-H	-	399,000	-	(399,000)	-
INNOVENT BIOLOGICS INC (B)	-	163,000	-	-	163,000
LIFESTYLE CHINA GROUP LTD	5,180,000	-	-	-	5,180,000
PING AN INSURANCE GROUP CO OF CHINA LTD-H	-	209,000	-	-	209,000
SHANGHAI JUNSHI BIOSCIENCES CO LTD	-	164,000	-	-	164,000
SHANGHAI PHARMACEUTICALS HLDG CO LTD-H	652,000	-	-	(652,000)	-
SINO BIOPHARMACEUTICAL LTD	500	-	-	-	500
SUN HUNG KAI PROPERTIES LTD	252,000	66,000	-	-	318,000
TENCENT HLDGS LTD	97,400	12,300	-	(11,100)	98,600
TIMES CHINA HLDGS LTD	-	480,000	-	-	480,000
TONG REN TANG TECHNOLOGIES CO LTD-H	994,000	-	-	(497,000)	497,000

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MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (continued)

For the period from 1 January 2019 to 30 June 2019

<u>Listed equities (continued)</u>	Movements				
	Holdings as at 1 January 2019	Additions	Corporate Action	Disposals	Holdings as at 30 June 2019
Hong Kong (Continued)					
YUZHOU PROPERTIES CO LTD	1,449,000	-	-	(1,449,000)	-
United States					
ALIBABA GROUP HLDG LTD- SPONSORED ADR	28,161	4,580	-	-	32,741
MOMO INC-ADR	49,324	-	-	(49,324)	-
NEW ORIENTAL EDUCATION & TECHNOLOGY-ADR	8,800	-	-	-	8,800
TAL EDUCATION GROUP-ADR	33,481	32,340	-	-	65,821
<u>Unlisted equities</u>					
Mainland China					
WUXI LITTLE SWAN CO LTD-B	100	-	-	(100)	-
<u>Treasury bills</u>					
Hong Kong					
HONG KONG T-BILLS 0% A 10JUL2019	-	12,000,000	-	(12,000,000)	-
HONG KONG T-BILLS 0% A 13FEB2019	60,000,000	-	-	(60,000,000)	-
HONG KONG T-BILLS 0% A 27MAR2019	-	45,000,000	-	(45,000,000)	-

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PERFORMANCE TABLE

1. NET ASSET VALUE

	Net assets value per unit			Total net asset value		
	HK\$	US\$	RMB	HK\$	US\$	RMB
As at 30 June 2019 (Unaudited)						
- Class A (HKD) units	13.401	-	-	122,394,536	-	-
- Class A (RMB) units	-	-	11.239	-	-	335,168
- Class A (USD) units	-	1.350	-	-	3,832,986	-
- Class I (HKD) units	22.124	-	-	286,660,993	-	-
As at 31 December 2018 (Audited)						
- Class A (HKD) units	10.942	-	-	83,445,194	-	-
- Class A (RMB) units	-	-	9.001	-	-	360,043
- Class A (USD) units	-	1.099	-	-	2,608,080	-
- Class I (HKD) units	18.020	-	-	255,592,542	-	-
As at 31 December 2017 (Audited)						
- Class A (HKD) units	12.804	-	-	45,130,096	-	-
- Class A (RMB) units	-	-	9.999	-	-	399,969
- Class A (USD) units	-	1.289	-	-	3,593,063	-
- Class I (HKD) units	20.980	-	-	346,680,110	-	-
As at 31 December 2016 (Audited)						
- Class A (HKD) units	7.876	-	-	131,793	-	-
- Class A (RMB) units	-	-	-	-	-	-
- Class A (USD) units	-	-	-	-	-	-
- Class I (HKD) units	12.842	-	-	170,311,711	-	-

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PERFORMANCE TABLE (continued)

2. HIGHEST ISSUE AND LOWEST REDEMPTION PRICES PER UNIT

	Highest subscription unit price			Lowest redemption unit price		
	HK\$	US\$	RMB	HK\$	US\$	RMB
During the period ended 30 June 2019 (Unaudited)						
- Class A (HKD) units	13.892	-	-	10.730	-	-
- Class A (RMB) units	-	-	11.256	-	-	8.837
- Class A (USD) units	-	1.393	-	-	1.078	-
- Class I (HKD) units	22.908	-	-	17.671	-	-
During the year ended 31 December 2018 (Audited)						
- Class A (HKD) units	14.740	-	-	10.619	-	-
- Class A (RMB) units	-	-	11.228	-	-	8.830
- Class A (USD) units	-	1.483	-	-	1.065	-
- Class I (HKD) units	24.162	-	-	17.473	-	-
During the year ended 31 December 2017 (Audited)						
- Class A (HKD) units	13.387	-	-	7.906	-	-
- Class A (RMB) units	-	-	10.000	-	-	10.000
- Class A (USD) units	-	1.349	-	-	1.000	-
- Class I (HKD) units	21.925	-	-	12.892	-	-
During the year ended 31 December 2016 (Audited)						
- Class A (HKD) units	8.544	-	-	5.849	-	-
- Class A (RMB) units	-	-	-	-	-	-
- Class A (USD) units	-	-	-	-	-	-
- Class I (HKD) units	13.914	-	-	9.495	-	-
During the year ended 31 December 2015 (Audited)						
- Class A (HKD) units	10.331	-	-	6.670	-	-
- Class A (RMB) units	-	-	-	-	-	-
- Class A (USD) units	-	-	-	-	-	-
- Class I (HKD) units	16.712	-	-	10.803	-	-
During the year ended 31 December 2014 (Audited)						
- Class A (HKD) units	-	-	-	-	-	-
- Class A (RMB) units	-	-	-	-	-	-
- Class A (USD) units	-	-	-	-	-	-
- Class I (HKD) units	13.323	-	-	11.059	-	-
For the period from 16 November 2012 (date of inception) to 31 December 2013 (Audited)						
- Class A (HKD) units	-	-	-	-	-	-
- Class A (RMB) units	-	-	-	-	-	-
- Class A (USD) units	-	-	-	-	-	-
- Class I (HKD) units	12.268	-	-	9.972	-	-

CHINA UNIVERSAL INTERNATIONAL SERIES – CUAM CHINA-HONG KONG STRATEGY FUND
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INVESTMENT PORTFOLIO (UNAUDITED)
As at 30 June 2019

	Holdings	Fair Value HK\$	% of net assets
<u>LISTED EQUITY SECURITIES</u>			
Mainland China			
Denominated in RMB			
KWEICHOW MOUTAI CO LTD-A	37,808	42,252,211	9.62
MIDEA GROUP CO LTD-A	93	5,478	0.00
WULIANGYE YIBIN CO LTD-A	69,954	9,370,896	2.13
Hong Kong			
Denominated in HK\$			
AGRICULTURAL BANK OF CHINA LTD-H	3,656,000	11,955,120	2.72
AIA GROUP LTD	531,400	44,770,450	10.19
CANSINO BIOLOGICS INC-H	118,000	3,929,400	0.89
CHINA CONSTRUCTION BANK CORP-H	3,128,000	21,051,440	4.79
CHINA MERCHANTS BANK CO LTD-H	568,000	22,123,600	5.04
CHINA RESOURCES LAND LTD	388,000	13,347,200	3.04
HENDERSON LAND DEVELOPMENT CO LTD	528,000	22,730,400	5.17
HONG KONG EXCHANGES & CLEARING LTD	138,800	38,281,040	8.71
INNOVENT BIOLOGICS INC (B)	163,000	4,295,050	0.98
LIFESTYLE CHINA GROUP LTD	5,180,000	13,260,800	3.02
PING AN INSURANCE GROUP CO OF CHINA LTD-H	209,000	19,604,200	4.46
SHANGHAI JUNSHI BIOSCIENCES CO LTD	164,000	4,903,600	1.12
SINO BIOPHARMACEUTICAL LTD	500	3,995	0.00
SUN HUNG KAI PROPERTIES LTD	318,000	42,135,000	9.59
TENCENT HLDGS LTD	98,600	34,766,360	7.91
TIMES CHINA HLDGS LTD	480,000	7,507,200	1.71
TONG REN TANG TECHNOLOGIES CO LTD-H	497,000	4,627,070	1.05
United States			
Denominated in US\$			
ALIBABA GROUP HLDG LTD-SPONSORED ADR	32,741	43,326,405	9.86
NEW ORIENTAL EDUCATION & TECHNOLOGY-ADR	8,800	6,637,263	1.51
TAL EDUCATION GROUP-ADR	65,821	19,584,324	4.46
TOTAL INVESTMENTS, AT FAIR VALUE		<u>430,468,502</u>	<u>97.97</u>
TOTAL INVESTMENTS, AT COST		<u>365,400,392</u>	

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INVESTMENT PORTFOLIO (UNAUDITED) (continued)
As at 30 June 2019

<u>TOTAL NET ASSETS</u>	Fair Value HK\$	% of net assets
Total investment	430,468,502	97.97
Other net assets	8,901,108	2.03
Total net assets	<u>439,369,610</u>	<u>100.00</u>