

ChinaAMC Leveraged/Inverse Series

**ChinaAMC NASDAQ-100 Index Daily (2x)
Leveraged Product**

**ChinaAMC NASDAQ-100 Index Daily (-1x)
Inverse Product**

**ChinaAMC NASDAQ-100 Index Daily (-2x)
Inverse Product**

Unaudited Semi-Annual Report

For the period from
1 January 2023 to 30 June 2023



华夏基金
ChinaAMC

UNAUDITED SEMI – ANNUAL REPORT

CHINAAMC NASDAQ-100 INDEX DAILY (2x) LEVERAGED PRODUCT
(Stock Code: 7261)

CHINAAMC NASDAQ-100 INDEX DAILY (-1x) INVERSE PRODUCT
(Stock Code: 7331)

CHINAAMC NASDAQ-100 INDEX DAILY (-2x) INVERSE PRODUCT
(Stock Code: 7522)

FOR THE PERIOD FROM 1 JANUARY 2023 TO 30 JUNE 2023

(PRODUCTS OF CHINAAMC LEVERAGED/INVERSE SERIES)

CHINAAMC LEVERAGED/INVERSE SERIES

CONTENTS

	Pages
MANAGEMENT AND ADMINISTRATION	1 - 2
REPORT OF THE MANAGER TO THE UNITHOLDERS	3 - 5
UNAUDITED FINANCIAL STATEMENTS	
Statements of financial position	6
Statements of comprehensive income	7 - 8
Statements of changes in net assets attributable to unitholders	9
Statements of cash flows	10- 12
INVESTMENT PORTFOLIO (UNAUDITED)	13 - 14
MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)	15
PERFORMANCE RECORD (UNAUDITED)	16-17
DETAILS OF FINANCIAL DERIVATIVE INSTRUMENTS (UNAUDITED)	18
DISTRIBUTION DISCLOSURE (UNAUDITED)	19
INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE (UNAUDITED)	20

IMPORTANT:

Any opinion expressed herein reflects the Manager's view only and is subject to change. For more information about the products of the ChinaAMC Leveraged/Inverse Series, please refer to the prospectus of the ChinaAMC Leveraged/Inverse Series which is available at our website: http://www.chinaamc.com.hk/en/products.html?linkage_id=990351

Investors should not rely on the information contained in this report for their investment decisions.

CHINAAMC LEVERAGED/INVERSE SERIES

MANAGEMENT AND ADMINISTRATION

Manager

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

Directors of the Manager

Gan Tian
Li Yimei
Li Fung Ming
Sun Liqiang
Yang Kun (appointed on 30 May 2023)

Trustee and Registrar

HSBC Institutional Trust Services (Asia) Limited
1 Queen's Road Central
Hong Kong

Service Agent

HK Conversion Agency Services Limited
1/F, One & Two Exchange Square
8 Connaught Place
Central, Hong Kong

Legal Counsel to the Manager

Simmons & Simmons
30/F, One Taikoo Place
979 King's Road, Hong Kong

Auditor

Ernst & Young
Certified Public Accountants
Registered Public Interest Entity Auditor
27/F, One Taikoo Place
979 King's Road
Quarry Bay, Hong Kong

Listing Agent

Altus Capital Limited
21 Wing Wo Street
Hong Kong

Participating Dealers for:

- **ChinaAMC NASDAQ-100 Index Daily (2x) Leveraged Product**
- **ChinaAMC NASDAQ-100 Index Daily (-1x) Inverse Product**
- **ChinaAMC NASDAQ-100 Index Daily (-2x) Inverse Product**

ABN AMRO Clearing Hong Kong Limited
Units 7001-06 & 7008B, Level 70
International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong

BNP Paribas Securities Services
60-63/F, Two International Finance Centre
8 Finance Street,
Central, Hong Kong

China International Capital Corporation Hong Kong
Securities Limited
29/F, One International Finance Centre
1 Harbour View Street
Central, Hong Kong

China Merchants Securities (HK) Co., Limited
48/F, One Exchange Square
8, Connaught Place
Central, Hong Kong

Citigroup Global Markets Asia Limited
50/F, Champion Tower
Three Garden Road
Central, Hong Kong

Credit Suisse Securities (Hong Kong) Limited
87-92/F, 97-99/F, Unit 9501A&B, 9502A&B, 9503 and 9508
International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong

DBS Vickers (Hong Kong) Limited
16/F, One Island East
18 Westlands Road
Quarry Bay, Hong Kong

Guotai Junan Securities (Hong Kong) Limited
26/F-28/F, Low Block
Grand Millennium Plaza
181 Queen's Road
Central, Hong Kong

Haitong International Securities Company Limited
22/F, Li Po Chun Chambers
189 Des Voeux Road
Central, Hong Kong

KGI Asia Limited
41/F Central Plaza
18 Harbour Road
Wanchai, Hong Kong

J.P. Morgan Broking (Hong Kong) Limited
23/F-29/F, Chater House
8 Connaught Road
Central, Hong Kong

CHINAAMC LEVERAGED/INVERSE SERIES

MANAGEMENT AND ADMINISTRATION (Continued)

Participating Dealers for:

- ChinaAMC NASDAQ-100 Index Daily (2x) Leveraged Product
(continued)
- ChinaAMC NASDAQ-100 Index Daily (-1x) Inverse Product
(continued)
- ChinaAMC NASDAQ-100 Index Daily (-2x) Inverse Product
(continued)

Korea Investment & Securities Asia Limited
Suites 3716-19
Jardine House
1 Connaught Place
Central, Hong Kong

Merrill Lynch Far East Limited
55/F, Cheung Kong Center
2 Queen's Road Central
Central, Hong Kong

Mirae Asset Securities (HK) Limited
Units 8501, 8507-8508
Level 85
International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong

Morgan Stanley Hong Kong Securities Limited
30-32, 35-42 & 45-47 Floor Part of Floor 3, 8-9
International Commerce Centre
1 Austin Road West
Kowloon, Hong Kong

UBS Securities Hong Kong Limited
47-52/F, Two International Finance Centre
8 Finance Street
Central, Hong Kong

Yue Xiu Securities Company Limited
Rooms Nos.4917-4937,
49/F, Sun Hung Kai Centre
No. 30 Harbour Road
Wanchai, Hong Kong

CHINAAMC LEVERAGED/INVERSE SERIES

REPORT OF THE MANAGER TO THE UNITHOLDERS

1. ChinaAMC NASDAQ-100 Daily (2x) Leveraged Product

---a Leveraged Product of ChinaAMC Leveraged/Inverse Series

Introduction

ChinaAMC NASDAQ-100 Index Daily (2x) Leveraged Product ("NDL") is a product of ChinaAMC Leveraged/Inverse Series, an umbrella unit trust established under Hong Kong law by a trust deed dated 13 September 2016, as amended and restated from time to time, between China Asset Management (Hong Kong) Limited (the "Manager") and HSBC Institutional Trust Services (Asia) Limited (the "Trustee"). Units of NDL are traded on The Stock Exchange of Hong Kong Limited ("SEHK") like stocks. It is a futures-based product which invests directly in the E-Mini NASDAQ 100 futures ("E-mini NASDAQ 100 Futures") which are traded on the Chicago Mercantile Exchange ("CME") so as to give NDL twice the daily performance of the NASDAQ-100 Index ("NAS100" or "Index"). Its shares (stock code: 07261) commenced trading on the Stock Exchange of Hong Kong Limited (the "SEHK") on 28 September 2016. NDL is denominated in United States dollars ("USD"). Creations and redemptions are in cash (USD) only.

The Manager intends to adopt a futures-based replication investment strategy to achieve the investment objective of NDL, through directly investing in the nearest quarter E-mini NASDAQ 100 Futures, subject to the rolling strategy discussed below, to obtain the required exposure to the Index. NDL's exposure to E-mini NASDAQ 100 Futures will be 200% of its Net Asset Value ("NAV"), except under extreme circumstances as described below. In entering the nearest quarter E-mini NASDAQ 100 Futures, it is anticipated that no more than 40% of the NAV of NDL from time to time will be used as margin to acquire the E-mini NASDAQ 100 Futures.

In extreme circumstances, such as a trading halt of the E-mini NASDAQ 100 Futures, extreme increase in margin requirements, extreme difference in performance between the E-mini NASDAQ 100 Futures and the Index, NDL will maintain an exposure to E-mini NASDAQ 100 Futures of at least 170% of the NAV, and may also be invested as follows: (i) 0 – 20% of the NAV directly in the constituent securities of the Index; (ii) 0 – 10% of the NAV in US listed exchange traded funds which track the performance of the Index.

Under normal circumstances, at least 60% of the NAV will be invested in cash (US\$) and other US\$ denominated investment products, such as deposits with banks in Hong Kong and money market funds. NDL will not enter into securities lending, repurchase, reverse-repurchase transactions or other similar over-the-counter transactions.

At or around the close of the trading on the NASDAQ on each business day, NDL will seek to rebalance its portfolio, by increasing exposure in response to the NAS100's daily gains or reducing exposure in response to the NAS100's daily losses, so that its daily leverage exposure ratio to the NAS100 is consistent with NDL's investment objectives.

Performance of NDL

The investment objective is to provide daily investment results, before fees and expenses, which closely correspond to twice the daily performance of the NAS100. NDL does not seek to achieve its stated investment objective over a period of time greater than one day.

The performance of NDL is set out below (Total Returns in respective currency^{1,2}):

	1-Month	3-Month	Since Launch ³
The Index	6.55%	15.39%	232.07%
NDL (NAV-to-NAV)	12.23%	29.02%	434.99%
NDL (Market-to-Market)	8.12%	29.41%	420.31%

Activities of NDL

According to Bloomberg, the average daily trading volume of NDL was approximately 41,056 units from 1 January 2023 to 30 June 2023. As of 30 June 2023, there were 2,900,000 units outstanding.

¹ Source: Bloomberg, as of 30 June 2023. NDL seeks to achieve its stated investment objective in one day and rebalances at the end of the day. The performance of NDL may not correspond to two times the return of the underlying index over a period greater than one day.

² Past performance figures are not indicative of the future performance of NDL. With effect from 8 September 2021, Rafferty Asset Management LLC ceased to be the investment adviser of the Product. The performance of the Product prior to 8 September 2021 was achieved under circumstances that no longer apply. The investment objective and strategy of the Product was also clarified on 22 March 2021.

³ Calculated since 28 September 2016.

CHINAAMC LEVERAGED/INVERSE SERIES

REPORT OF THE MANAGER TO THE UNITHOLDERS (continued)

2. ChinaAMC NASDAQ-100 Daily (-1x) Inverse Product

---an Inverse Product of ChinaAMC Leveraged/Inverse Series

Introduction

ChinaAMC NASDAQ-100 Index Daily (-1x) Inverse Product ("NDI") is a product of ChinaAMC Leveraged/Inverse Series, an umbrella unit trust established under Hong Kong law by a trust deed dated 13 September 2016, as amended and restated from time to time, between China Asset Management (Hong Kong) Limited (the "Manager") and HSBC Institutional Trust Services (Asia) Limited (the "Trustee"). Units of NDI are traded on the SEHK like stocks. It is a futures-based product which invests directly in the E-Mini NASDAQ 100 Futures which are traded on the CME so as to give NDI the inverse of the daily performance of the NAS100. Its shares (stock code: 07331) commenced trading on the Stock Exchange of Hong Kong Limited (the "SEHK") on 28 September 2016. NDI is denominated in USD. Creations and redemptions are in cash (USD) only.

The Manager intends to adopt a futures-based replication investment strategy to achieve the investment objective of NDI, through directly investing in the nearest quarter E-mini NASDAQ 100 Futures, subject to the rolling strategy discussed below, to obtain the required exposure to the Index. In entering the nearest quarter E-mini NASDAQ 100 Futures, it is anticipated that no more than 20% of the NAV of NDI from time to time will be used as margin to acquire the E-mini NASDAQ 100 Futures.

The remaining 80% of the NAV of NDI will be invested in cash (USD) and other USD denominated investment products, such as deposits with banks in Hong Kong or money market funds. NDI will not enter into securities lending, repurchase, reverse-repurchase transactions or other similar over-the-counter transactions.

At or around the close of the trading on the NASDAQ on each business day, NDI will seek to rebalance its portfolio, by decreasing inverse exposure in response to the NAS100's daily gains or increasing inverse exposure in response to the NAS100's daily losses, so that its daily inverse exposure ratio to the NAS100 is consistent with NDI's investment objectives.

Performance of NDI

The investment objective is to provide daily investment results, before fees and expenses, which closely correspond to the inverse of the daily performance of the NAS100. NDI does not seek to achieve its stated investment objective over a period of time greater than one day.

The performance of NDI is in below (Total Returns in respective currency^{4,5}):

	1-Month	3-Month	Since Launch ⁶
The Index	6.55%	15.39%	232.07%
NDI (NAV-to-NAV)	-5.47%	-12.21%	-78.61%
NDI (Market-to-Market)	-3.58%	-12.45%	-78.10%

Activities of NDI

According to Bloomberg, the average daily trading volume of NDI was approximately 9,767 units from 1 January 2023 to 30 June 2023. As of 30 June 2023, there were 11,200,000 units outstanding.

⁴ Source: Bloomberg, as of 30 June 2023. NDI seeks to achieve its stated investment objective in one day and rebalances at the end of the day. The performance of NDI may not correspond to inverse the return of the underlying index over a period greater than one day.

⁵ Past performance figures are not indicative of the future performance of the NDI. With effect from 8 September 2021, Rafferty Asset Management LLC ceased to be the investment adviser of the Product. The performance of the Product prior to 8 September 2021 was achieved under circumstances that no longer apply. The investment objective and strategy of the Product was also clarified on 22 March 2021.

⁶ Calculated since 28 September 2016.

CHINAAMC LEVERAGED/INVERSE SERIES

REPORT OF THE MANAGER TO THE UNITHOLDERS (continued)

3. ChinaAMC NASDAQ-100 Daily (-2x) Inverse Product

---an Inverse Product of ChinaAMC Leveraged/Inverse Series

Introduction

ChinaAMC NASDAQ-100 Index Daily (-2x) Inverse Product ("NDI2X") is a product of ChinaAMC Leveraged/Inverse Series, an umbrella unit trust established under Hong Kong law by a trust deed dated 13 September 2016, as amended and restated from time to time, between China Asset Management (Hong Kong) Limited (the "Manager") and HSBC Institutional Trust Services (Asia) Limited (the "Trustee"). Units of NDI2X are traded on the SEHK like stocks. It is a futures-based product which invests directly in the E-Mini NASDAQ 100 Futures which are traded on the CME so as to give NDI2X twice the inverse of the daily performance of the NAS100. Its shares (stock code: 7522) commenced trading on the Stock Exchange of Hong Kong Limited (the "SEHK") on 6 September 2019. NDI2X is denominated in USD. Creations and redemptions are in cash (USD) only.

The Manager intends to adopt a futures-based replication investment strategy to achieve the investment objective of NDI2X, through directly investing in the nearest quarter E-mini NASDAQ 100 Futures, subject to the rolling strategy discussed below, to obtain the required exposure to the Index. In entering the nearest quarter E-mini NASDAQ 100 Futures, it is anticipated that no more than 40% of the NAV of NDI2X from time to time will be used as margin to acquire the E-mini NASDAQ 100 Futures.

The remaining 60% of the NAV of NDI2X will be invested in cash (USD) and other USD denominated investment products, such as deposits with banks in Hong Kong or money market funds NDI2X will not enter into securities lending, repurchase, reverse-repurchase transactions or other similar over-the-counter transactions.

At or around the close of the trading on the NASDAQ on each business day, NDI2X will seek to rebalance its portfolio, by decreasing inverse exposure in response to the NAS100's two times inverse (-2x) daily gains or increasing inverse exposure in response to the NAS100's two times inverse (-2x) daily losses, so that its daily twice inverse exposure ratio to the NAS100 is consistent with NDI2X's investment objectives.

Performance of NDI2X

The investment objective is to provide daily investment results, before fees and expenses, which closely correspond to the twice inverse of the daily performance of the NAS100. NDI2X does not seek to achieve its stated investment objective over a period of time greater than one day.

The performance of NDI2X is set out below (Total Returns in respective currency^{7,8}):

	1-Month	3-Month	Since Launch ⁹
The Index	6.55%	15.39%	100.06%
NDI2X (NAV-to-NAV)	-11.27%	-23.98%	-88.26%
NDI2X (Market-to-Market)	-8.00%	-24.63%	-87.85%

Activities of NDI2X

According to Bloomberg, the average daily trading volume of NDI2X was approximately 1,508,390 units from 1 January 2023 to 30 June 2023. As of 30 June 2023, there were 224,200,000 units outstanding.

⁷ Source: Bloomberg, as of 30 June 2023. NDI2X seeks to achieve its stated investment objective in one day and rebalances at the end of the day. The performance of NDI2X may not correspond to two-times inverse the return of the underlying index over a period greater than one day.

⁸ Past performance figures are not indicative of the future performance of NDI2X. With effect from 8 September 2021, Rafferty Asset Management LLC ceased to be the investment adviser of the Product. The performance of the Product prior to 8 September 2021 was achieved under circumstances that no longer apply. The investment objective and strategy of the Product was also clarified on 22 March 2021.

⁹ Calculated since 9 September 2019.

CHINAAMC LEVERAGED/INVERSE SERIES

STATEMENTS OF FINANCIAL POSITION

As at 30 June 2023

	<u>NDL</u>		<u>NDI</u>		<u>NDI2X</u>	
	30 June 2023 (Unaudited) US\$	31 December 2022 (Audited) US\$	30 June 2023 (Unaudited) US\$	31 December 2022 (Audited) US\$	30 June 2023 (Unaudited) US\$	31 December 2022 (Audited) US\$
ASSETS						
Financial assets at fair value through profit or loss	2,778,844	1,666,363	1,806,519	2,662,691	15,315,891	23,591,823
Cash and cash equivalents	3,126,933	1,813,036	2,280,843	2,957,007	12,474,510	17,451,545
Amounts due from brokers	2,891,803	2,928,843	896,464	1,005,867	14,917,680	18,151,413
Prepayments and other receivables	3,513	924	5,029	1,171	7,148	13,754
TOTAL ASSETS	8,801,093	6,409,166	4,988,855	6,626,736	42,715,229	59,208,535
LIABILITIES						
Financial liabilities at fair value through profit or loss	-	650,364	173,826	-	2,866,407	-
Auditor's remuneration payable	5,356	-	5,356	-	5,307	-
Management fee payable	6,813	5,166	3,981	5,364	40,692	58,317
Trustee fee payable	2,959	3,058	2,959	3,058	4,069	5,832
Other payables and accruals	16,151	46,733	16,061	42,133	46,474	66,677
TOTAL LIABILITIES	31,279	705,321	202,183	50,555	2,962,949	130,826
EQUITY						
Net assets attributable to unitholders	8,769,814	5,703,845	4,786,672	6,576,181	39,752,280	59,077,709
TOTAL LIABILITIES AND EQUITY	8,801,093	6,409,166	4,988,855	6,626,736	42,715,229	59,208,535
Number of units in issue	2,900,000	3,900,000	11,200,000	11,200,000	224,200,000	171,100,000
Net asset value per unit	3.0241	1.4625	0.4274	0.5872	0.1773	0.3453

Note: The semi-annual report of the ChinaAMC Leveraged/Inverse Series have been prepared in accordance with the same accounting policies adopted in the annual financial statements for the year ended 31 December 2022.

CHINAAMC LEVERAGED/INVERSE SERIES

STATEMENTS OF COMPREHENSIVE INCOME

For the period from 1 January 2023 to 30 June 2023

	<u>NDL</u>		<u>NDI</u>		<u>NDI2X</u>	
	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$
INCOME						
Interest income	79,430	8,330	39,291	6,097	565,472	75,530
Other income	10,421	128	8,734	128	3,314	922
	<u>89,851</u>	<u>8,458</u>	<u>48,025</u>	<u>6,225</u>	<u>568,786</u>	<u>76,452</u>
EXPENSES						
Management fee	(35,700)	(37,738)	(27,475)	(40,685)	(290,391)	(433,482)
Trustee fee	(17,852)	(17,852)	(17,852)	(17,852)	(29,039)	(43,348)
Accounting and professional fees ^{Note 1}	(4,463)	(4,463)	(4,463)	(4,463)	(4,464)	(4,464)
Auditor's remuneration	(5,776)	(5,869)	(5,776)	(5,869)	(5,727)	(5,820)
Safe custody and bank charges ^{Note 1}	(305)	(373)	(430)	(369)	(2,273)	(2,373)
Brokerage and other transaction fees ^{Note 1}	(2,631)	(2,975)	(1,581)	(2,776)	(16,986)	(35,239)
Other operating expenses ^{Note 1}	(23,590)	(23,869)	(23,565)	(22,346)	(41,641)	(78,063)
	<u>(90,317)</u>	<u>(93,139)</u>	<u>(81,142)</u>	<u>(94,360)</u>	<u>(390,521)</u>	<u>(602,789)</u>
(LOSSES)/GAINS BEFORE INVESTMENT GAINS/(LOSSES) AND EXCHANGE DIFFERENCES	<u>(466)</u>	<u>(84,681)</u>	<u>(33,117)</u>	<u>(88,135)</u>	<u>178,265</u>	<u>(526,337)</u>
INVESTMENT GAINS /(LOSSES) AND EXCHANGE DIFFERENCES						
Net realised gains/(losses) on financial assets/liabilities at fair value through profit or loss	3,138,698	(4,995,056)	(1,301,591)	2,149,677	(24,055,419)	38,465,285
Net change in unrealised gains/(losses) on financial assets/liabilities at fair value through profit or loss	1,262,845	(316,547)	(454,805)	197,789	(7,801,631)	2,889,755
Foreign exchange (losses)/gains	(558)	53	4	(12)	(6,244)	3
	<u>4,400,985</u>	<u>(5,311,550)</u>	<u>(1,756,392)</u>	<u>2,347,454</u>	<u>(31,863,294)</u>	<u>41,355,043</u>
TOTAL COMPREHENSIVE INCOME	<u>4,400,519</u>	<u>(5,396,231)</u>	<u>(1,789,509)</u>	<u>2,259,319</u>	<u>(31,685,029)</u>	<u>40,828,706</u>

CHINAAMC LEVERAGED/INVERSE SERIES

STATEMENTS OF COMPREHENSIVE INCOME (continued)

For the period from 1 January 2023 to 30 June 2023

Note 1 During the period ended 30 June 2023 and 2022, amounts paid to the Trustee and its connected person were as follows:

	<u>NDL</u>		<u>NDI</u>		<u>NDI2X</u>	
	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$
Accounting and professional fees	(4,463)	(4,463)	(4,463)	(4,463)	(4,464)	(4,464)
Safe custody and bank charges	(305)	(373)	(430)	(369)	(2,273)	(2,373)
Brokerage and other transaction fees	(930)	(1,260)	(855)	(1,305)	(1,770)	(1,695)
Other operating expenses	(100)	(190)	-	(45)	(355)	(580)

CHINAAMC LEVERAGED/INVERSE SERIES

STATEMENTS OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

For the period from 1 January 2023 to 30 June 2023

	<u>NDL</u>		<u>NDI</u>		<u>NDI2X</u>	
	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$
Net assets attributable to unitholders at the beginning of the period	5,703,845	8,874,435	6,576,181	7,412,276	59,077,709	68,877,757
Issue of units	1,550,400	3,643,230	-	427,680	16,326,720	10,870,490
Redemption of units	(2,884,950)	(566,100)	-	(1,011,200)	(3,967,120)	(52,943,410)
Total comprehensive income	4,400,519	(5,396,231)	(1,789,509)	2,259,319	(31,685,029)	40,828,706
Net assets attributable to unitholders at the end of the period	<u>8,769,814</u>	<u>6,555,334</u>	<u>4,786,672</u>	<u>9,088,075</u>	<u>39,752,280</u>	<u>67,633,543</u>
	Units	Units	Units	Units	Units	Units
Number of units in issue at the beginning of the period	3,900,000	2,400,000	11,200,000	16,900,000	171,100,000	334,400,000
Number of units issued during the period	900,000	1,600,000	-	800,000	65,500,000	36,300,000
Number of units redeemed during the period	(1,900,000)	(200,000)	-	(2,000,000)	(12,400,000)	(175,900,000)
Number of units in issue at the end of the period	<u>2,900,000</u>	<u>3,800,000</u>	<u>11,200,000</u>	<u>15,700,000</u>	<u>224,200,000</u>	<u>194,800,000</u>

CHINAAMC LEVERAGED/INVERSE SERIES

STATEMENT OF CASH FLOWS

For the period from 1 January 2023 to 30 June 2023

NDL

	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Total comprehensive income	4,400,519	(5,396,231)
Adjustment for:		
Interest income	(79,430)	(8,330)
Operating gain/(loss) before changes in working capital	<u>4,321,089</u>	<u>(5,404,561)</u>
(Increase)/decrease in financial assets at fair value through profit or loss	(1,112,481)	340,591
Decrease in amounts due from brokers	37,040	664,335
Increase in prepayments and other receivables	(2,832)	-
(Decrease)/ increase in financial liabilities at fair value through profit or loss	(650,364)	313,615
Increase/(decrease) in auditor's remuneration payable	5,356	(5,141)
Increase/(decrease) in management fee payable	1,647	(1,719)
Decrease in trustee fee payable	(99)	(99)
Decrease in other payables and accruals	(30,582)	(4,610)
	<u>2,568,774</u>	<u>(4,097,589)</u>
Interest received	79,673	7,923
Net cash flows from/(used in) operating activities	<u>2,648,447</u>	<u>(4,089,666)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of units	1,550,400	3,643,230
Payments on redemption of units	(2,884,950)	(566,100)
Net cash flows (used in)/from financing activities	<u>(1,334,550)</u>	<u>3,077,130</u>
NET CHANGES IN CASH AND CASH EQUIVALENTS	1,313,897	(1,012,536)
Cash and cash equivalents at the beginning of the period	<u>1,813,036</u>	<u>3,627,325</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u><u>3,126,933</u></u>	<u><u>2,614,789</u></u>
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash at bank	2,699,376	1,955,250
Non-pledged short-term deposits with original maturity of less than three months when acquired	427,557	659,539
	<u>3,126,933</u>	<u>2,614,789</u>

CHINAAMC LEVERAGED/INVERSE SERIES

STATEMENT OF CASH FLOWS (continued)

For the period from 1 January 2023 to 30 June 2023

NDI

	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Total comprehensive income	(1,789,509)	2,259,319
Adjustment for:		
Interest income	(39,291)	(6,097)
Operating (loss)/gain before changes in working capital	(1,828,800)	2,253,222
Decrease in financial assets at fair value through profit or loss	856,172	241,707
(Increase)/decrease in prepayments and other receivables	(4,166)	12,315
Decrease/(increase) in amount due from broker	109,403	(518,474)
Increase/(decrease) in financial liabilities at fair value through profit or loss	173,826	(27,510)
Increase/(decrease) in auditor's remuneration payable	5,356	(5,141)
(Decrease)/increase in management fee payable	(1,383)	802
Decrease in trustee fee payable	(99)	(98)
Decrease in other payables and accruals	(26,072)	(15,889)
	(715,763)	1,940,934
Interest received	39,599	5,468
Net cash flows (used in)/from operating activities	(676,164)	1,946,402
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of units	-	427,680
Payments on redemption of units	-	(1,011,200)
Net cash flows used in financing activities	-	(583,520)
NET CHANGES IN CASH AND CASH EQUIVALENTS	(676,164)	1,362,882
Cash and cash equivalents at the beginning of the period	2,957,007	3,792,783
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	2,280,843	5,155,665
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash at bank	1,738,846	4,135,546
Non-pledged short-term deposits with original maturity of less than three months when acquired	541,997	1,020,119
	2,280,843	5,155,665

CHINAAMC LEVERAGED/INVERSE SERIES

STATEMENT OF CASH FLOWS (continued)

For the period from 1 January 2023 to 30 June 2023

NDI2X

	For the period from 1 January 2023 to 30 June 2023 (Unaudited) US\$	For the period from 1 January 2022 to 30 June 2022 (Unaudited) US\$
CASH FLOWS FROM OPERATING ACTIVITIES		
Total comprehensive income	(31,685,029)	40,828,706
Adjustment for:		
Interest income	(565,472)	(75,530)
Operating (loss)/gain before changes in working capital	(32,250,501)	40,753,176
Decrease/(increase) in financial assets at fair value through profit or loss	8,275,932	(2,153,360)
(Increase)/decrease in prepayments and other receivables	(181)	3,658
Decrease/(increase) in amount due from broker	3,233,733	(2,345,611)
Increase/(decrease) in financial liabilities at fair value through profit or loss	2,866,407	(736,395)
Increase/(decrease) in auditor's remuneration payable	5,307	(5,090)
Decrease in management fee payable	(17,625)	(7,763)
Decrease in trustee fee payable	(1,763)	(776)
(Decrease)/increase in other payables and accruals	(20,203)	7,160
	(17,908,894)	35,514,999
Interest received	572,259	71,769
Net cash flows (used in)/from operating activities	(17,336,635)	35,586,768
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from issue of units	16,326,720	10,870,490
Payments on redemption of units	(3,967,120)	(52,943,410)
Net cash flows from/(used in) financing activities	12,359,600	(42,072,920)
NET CHANGES IN CASH AND CASH EQUIVALENTS	(4,977,035)	(6,486,152)
Cash and cash equivalents at the beginning of the period	17,451,545	29,231,012
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	12,474,510	22,744,860
ANALYSIS OF BALANCES OF CASH AND CASH EQUIVALENTS		
Cash at bank	8,223,097	16,725,078
Non-pledged short-term deposits with original maturity of less than three months when acquired	4,251,413	6,019,782
	12,474,510	22,744,860

CHINAAMC LEVERAGED/INVERSE SERIES

INVESTMENT PORTFOLIO (UNAUDITED)

As at 30 June 2023

NDL

	<u>Holdings</u>	<u>Fair value</u> US\$	<u>% of NAV</u>
<u>Unlisted collective investment schemes</u>			
Hong Kong			
CHINAAMC SELECT MONEY MARKET FUND	190,967	254,192	2.90
CHINAAMC SELECT USD MONEY MARKET FUND	14,325	1,486,694	16.95
Ireland			
UBS (IRL) SELECT MONEY MARKET FUND	4,249	465,595	5.31
Total unlisted collective investment schemes		<u>2,206,481</u>	<u>25.16</u>
	<u>Expiration date</u>	<u>Contracts</u>	<u>Fair value</u> US\$
<u>Listed futures contracts</u>			
United States			
NASDAQ 100 E-MINI SEP 15/09/2023 [#]	15 September 2023	50	572,363
Total listed future contracts			<u>572,363</u>
Total investments, at fair value			2,778,844
(Total investments, at cost: US\$2,139,519)			
Other net assets			5,990,970
Net asset attributable to unitholders			<u>8,769,814</u>

NDI

	<u>Holdings</u>	<u>Fair value</u> US\$	<u>% of NAV</u>
<u>Unlisted collective investment schemes</u>			
Hong Kong			
CHINAAMC SELECT MONEY MARKET FUND	250,071	332,863	6.95
CHINAAMC SELECT USD MONEY MARKET FUND	9,297	964,861	20.16
Ireland			
UBS (IRL) SELECT MONEY MARKET FUND	4,643	508,795	10.63
Total unlisted collective investment schemes		<u>1,806,519</u>	<u>37.74</u>
	<u>Expiration date</u>	<u>Contracts</u>	<u>Fair value</u> US\$
<u>Listed futures contracts</u>			
United States			
NASDAQ 100 E-MINI SEP 15/09/2023 [#]	15 September 2023	(15)	(173,826)
Total listed future contracts			<u>(173,826)</u>
Total investments, at fair value			1,632,693
(Total investments, at cost: US\$1,730,698)			
Other net assets			3,153,979
Net asset attributable to unitholders			<u>4,786,672</u>

[#] The underlying index of NASDAQ 100 E-MINI SEP 15/09/2023 is Nasdaq-100 Index. The clearing house is Chicago Mercantile Exchange.

CHINAAMC LEVERAGED/INVERSE SERIES

INVESTMENT PORTFOLIO (UNAUDITED) (continued)

As at 30 June 2023

NDI2X

	<u>Holdings</u>	<u>Fair value</u> US\$	<u>% of NAV</u>
<u>Unlisted collective investment schemes</u>			
Hong Kong			
CHINAAMC SELECT MONEY MARKET FUND	1,978,168	2,633,088	6.62
CHINAAMC SELECT USD MONEY MARKET FUND	79,968	8,299,528	20.88
Ireland			
UBS (IRL) SELECT MONEY MARKET FUND	40,001	4,383,275	11.03
Total unlisted collective investment schemes		<u>15,315,891</u>	<u>38.53</u>
	<u>Expiration date</u>	<u>Contracts</u>	<u>Fair value</u> US\$
			<u>% of NAV</u>
<u>Listed futures contracts</u>			
United States			
NASDAQ 100 E-MINI SEP 15/09/2023 [#]	15 September 2023	(257)	(2,866,407)
Total listed future contracts			<u>(2,866,407)</u>
Total investments, at fair value			12,449,484
(Total investments, at cost: US\$14,770,333)			31.32
Other net assets			<u>27,302,796</u>
Net asset attributable to unitholders			<u>39,752,280</u>
			<u>100.00</u>

The underlying index of NASDAQ 100 E-MINI SEP 15/09/2023 is Nasdaq-100 Index. The clearing house is Chicago Mercantile Exchange.

CHINAAMC LEVERAGED/INVERSE SERIES

MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)

For the period from 1 January 2023 to 30 June 2023

NDL

Investments	Holdings as at 1 January 2023	Additions	Disposals	Holdings as at 30 June 2023
Collective investment schemes				
CHINAAMC SELECT MONEY MARKET FUND	190,967	-	-	190,967
CHINAAMC SELECT USD MONEY MARKET FUND	9,497	4,828	-	14,325
UBS (IRL) SELECT MONEY MARKET FUND	4,249	-	-	4,249
Future contracts				
NASDAQ 100 E-MINI MAR 17/03/2023	51	31	(82)	-
NASDAQ 100 E-MINI JUN 16/06/2023	-	78	(78)	-
NASDAQ 100 E-MINI SEP 15/09/2023	-	58	(8)	50

NDI

Investments	Holdings as at 1 January 2023	Additions	Disposals	Holdings as at 30 June 2023
Collective investment schemes				
CHINAAMC SELECT MONEY MARKET FUND	250,071	-	-	250,071
CHINAAMC SELECT USD MONEY MARKET FUND	13,297	-	(4,000)	9,297
UBS (IRL) SELECT MONEY MARKET FUND	6,343	-	(1,700)	4,643
Future contracts				
NASDAQ 100 E-MINI MAR23 17/03/2023	(29)	43	(14)	-
NASDAQ 100 E-MINI JUN23 16/06/2023	-	32	(32)	-
NASDAQ 100 E-MINI SEP23 15/09/2023	-	3	(18)	(15)

NDI2X

Investments	Holdings as at 1 January 2023	Additions	Disposals	Holdings as at 30 June 2023
Collective investment schemes				
CHINAAMC SELECT MONEY MARKET FUND	1,978,168	-	-	1,978,168
CHINAAMC SELECT USD MONEY MARKET FUND	104,968	-	(25,000)	79,968
UBS (IRL) SELECT MONEY MARKET FUND	48,001	-	(8000)	40,001
Future contracts				
NASDAQ 100 E-MINI MAR 17/03/2023	(537)	888	(351)	-
NASDAQ 100 E-MINI JUN 16/06/2023	-	664	(664)	-
NASDAQ 100 E-MINI SEP 15/09/2023	-	68	(325)	(257)

CHINAAMC LEVERAGED/INVERSE SERIES

PERFORMANCE RECORD (UNAUDITED)

For the period from 1 January 2023 to 30 June 2023

NET ASSET VALUE

		30 June 2023 (Unaudited)		31 December 2022 (Audited)		31 December 2021 (Audited)	
		Net asset value	Net asset value per unit	Net asset value	Net asset value per unit	Net asset value	Net asset value per unit
NDL	US\$	8,769,814	3.0241	5,703,845	1.4625	8,874,435	3.6977
NDI	US\$	4,786,672	0.4274	6,576,181	0.5872	7,412,276	0.4386
NDI2X	US\$	39,752,280	0.1773	59,077,709	0.3453	68,877,757	0.2060

HIGHEST ISSUE PRICE AND LOWEST REDEMPTION PRICE PER UNIT*

		30 June 2023 (Unaudited)		31 December 2022 (Audited)		31 December 2021 (Audited)	
		Highest issue price per unit	Lowest redemption price per unit	Highest issue price per unit	Lowest redemption price per unit	Highest issue price per unit	Lowest redemption price per unit
NDL	US\$	2.6661	1.4093	3.7711	1.3971	3.8479	2.1956
NDI	US\$	0.5977	0.4260	0.6095	0.4342	0.6081	0.4343
NDI2X	US\$	0.3582	0.1767	0.3785	0.2019	0.3966	0.2020

		31 December 2020 (Audited)		31 December 2019 (Audited)		31 December 2018 (Audited)	
		Highest issue price per unit	Lowest redemption price per unit	Highest issue price per unit	Lowest redemption price per unit	Highest issue price per unit	Lowest redemption price per unit
NDL	US\$	6.3601	1.4704	5.2091	2.7570	4.4870	2.5395
NDI	US\$	1.1735	0.5885	1.4357	0.9912	1.5106	1.1871
NDI2X	US\$	1.6241	0.3737	-	-	-	-

		31 December 2017 (Audited)	
		Highest issue price per unit	Lowest redemption price per unit
NDL	US\$	3.4340	1.9860
NDI	US\$	1.9815	1.4407

CHINAAMC LEVERAGED/INVERSE SERIES

PERFORMANCE RECORD (UNAUDITED) (continued)

For the period from 1 January 2023 to 30 June 2023

COMPARISON OF THE PRODUCTS PERFORMANCE AND THE ACTUAL INDEX PERFORMANCE*

	30 June 2023 (Unaudited)		31 December 2022 (Audited)		31 December 2021 (Audited)	
	Index performance (%)	Product performance (%)	Index performance (%)	Product performance (%)	Index performance (%)	Product performance (%)
NDL **	39.35%	79.12%	-32.38%	-61.17%	27.51%	54.46%
NDI ***	39.35%	-25.92%	-32.38%	34.43%	27.51%	-25.58%
NDI2X ***	39.35%	-47.38%	-32.38%	69.80%	27.51%	-45.19%
	31 December 2020 (Audited)		31 December 2019 (Audited)		31 December 2018 (Audited)	
	Index performance (%)	Product performance (%)	Index performance (%)	Product performance (%)	Index performance (%)	Product performance (%)
NDL **	48.88%	87.93%	39.46%	75.11%	0.04%	-12.26%
NDI ***	48.88%	-40.60%	39.46%	-29.87%	0.04%	-3.35%
NDI2X ***	48.88% ¹	-68.92% ¹	-	-	-	-
	31 December 2017 (Audited)					
	Index performance (%)	Product performance (%)				
NDL **	33.11%	67.74%				
NDI ***	33.11%	-26.61%				

* Past performance figures shown are not indicative of the future performance of the products.

** These leveraged products seek to achieve its stated investment objective in one day and rebalances at the end of the day. That is, the performance of the leveraged products may not correspond to two times the return of the underlying index over a one-year or any year beyond one day.

*** These inverse products seek to achieve its stated investment objective in one day and rebalances at the end of the day. That is, the performance of the inverse products may not correspond to the opposite return of the underlying index over a one-year or any year beyond one day.

¹ Period from 6 September 2019 (date of inception) to 31 December 2020.

CHINAAMC LEVERAGED/INVERSE SERIES

DETAILS OF FINANCIAL DERIVATIVE INSTRUMENTS (UNAUDITED)

As at 30 June 2023

Product's derivative financial instruments at the reporting date are detailed below:

Futures contracts

The details of Future contracts held by the Sub-Funds as at 30 June 2023 are as follows:

Description	Underlying asset	Counter party	Fair value US\$
<u>Financial assets:</u>			
<u>NDL</u> NASDAQ 100 E-MINI SEP 15/09/2023	NASDAQ 100 Index	BNP Paribas	572,363
<u>Financial liabilities:</u>			
<u>NDI</u> NASDAQ 100 E-MINI SEP 15/09/2023	NASDAQ 100 Index	BNP Paribas	173,826
<u>NDI2X</u> NASDAQ 100 E-MINI SEP 15/09/2023	NASDAQ 100 Index	BNP Paribas	2,866,407

CHINAAMC LEVERAGED/INVERSE SERIES

DISTRIBUTION DISCLOSURE (UNAUDITED)

For the period from 1 January 2023 to 30 June 2023

The Manager may in its absolute discretion distribute income to unitholders at such time or times as it may determine in each financial period or determine that no distribution shall be made in any financial period. The amount to be distributed to unitholders, if any, may pay out of gross income while all or part of the fees and expenses of a product are charged to/paid out of the capital of such product under the ChinaAMC Leveraged/Inverse Series (collectively known as the “Products”).

The Manager did not intend to pay or make any distributions or dividends during the period ended 30 June 2023 (2022: Nil).

CHINAAMC LEVERAGED/INVERSE SERIES

INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE (UNAUDITED)

According to Chapter 8.6(h) of the SFC Code, the value of a product's holding in securities issued by any single issuer may not exceed 10% of its total NAV. Relief to this limitation was given in Appendix I of the SFC Code as the strategy to hold securities from single issuer for more than 10% of NAV is clearly disclosed in the prospectus of the Products.

There were money market funds that individually accounted for more than 10% of the NAV of each Products as at 30 June 2023 and 31 December 2022 as follows:

	Respective weighting in the Product's NAV 30 June 2023	Respective weighting in the Product's NAV 31 December 2022
<i>CHINAAMC Select USD Money market Fund</i>		
<u>NDL</u>	16.95%	16.85%
<u>NDI</u>	20.16%	20.46%
<u>NDI2X</u>	20.88%	17.98%
<i>UBS (IRL) Select Money Market Fund</i>		
<u>NDI</u>	10.63%	10.32%
<u>NDI2X</u>	11.03%	8.69%

The SFC Code further provides that, if the investment limits stated above are breached, the management company should take as a priority objective all steps as are necessary within a reasonable period of time to remedy the situation, taking due account of the interests of the holders.

As stated in the prospectus, at least 60% of the NAV for NDL and NDI2X, and at least 80% of the NAV of NDI will be invested in cash (US\$) and other US\$ denominated investment products, such as deposits with banks in Hong Kong and SFC authorised money market funds.

	Respective weighting in the Product's NAV 30 June 2023	Respective weighting in the Product's NAV 31 December 2022
<i>US\$ denominated cash, deposits and money market funds</i>		
<u>NDL</u>	40.96%	56.61%
<u>NDI</u>	58.28%	75.75%
<u>NDI2X</u>	42.41%	56.21%

As per Chapter 8.4A(e) of the SFC Code, the Products with investments in futures may not hold open positions in any futures contract month for which the combined margin requirement represents 5% or more of the NAV of the Products.

As the Manager expects that no more than 40% of the NAV for NDL and NDI2X, 20% of the NAV for NDI will be used as margin to acquire the futures contracts, the Manager has applied a waiver to the SFC, and was granted, in respect of the Products from the requirement under Chapter 8.4A(e) of the SFC Code, subject to certain conditions as stated in the prospectus of the Products.

Details of the Products' margin requirements as at 30 June 2023 and 31 December 2022 are disclosed below:

	<u>30 June 2023</u>		<u>31 December 2022</u>	
	US\$	% of NAV	US\$	% of NAV
<i>Initial margin requirement</i>				
<u>NDL</u>	2,310,000	26.34%	886,380	15.56%
<u>NDI</u>	693,000	14.48%	504,020	7.67%
<u>NDI2X</u>	11,873,400	29.87%	9,333,060	15.81%
<i>Aggregate margin deposit</i>				
	<u>30 June 2023</u>		<u>31 December 2022</u>	
	US\$	% of NAV	US\$	% of NAV
<u>NDL</u>	2,891,803	32.97%	2,928,843	51.35%
<u>NDI</u>	896,464	18.73%	1,005,867	15.30%
<u>NDI2X</u>	14,917,680	37.53%	18,151,413	30.72%

