

THE CHINA FUND

STATEMENT OF MOVEMENTS IN NET ASSETS YEAR ENDED 31 MARCH 2003

| | 2003 <i>US\$</i> | 2002 <i>US\$</i> |
|--------------------------------------|----------------------------|----------------------------|
| NET ASSETS AT BEGINNING OF YEAR | 24,265,954 | 23,964,396 |
| PROCEEDS FROM ISSUE OF SHARES | | |
| Gross proceeds | 355,181 | 1,606,958 |
| Equalization on issue of shares | <u>(1,410)</u> | <u>(22,296)</u> |
| | <u>353,771</u> | <u>1,584,662</u> |
| REPURCHASE OF SHARES | | |
| Gross payments | 1,907,459 | 2,280,995 |
| Equalization on repurchase of shares | <u>(28,035)</u> | <u>(56,836)</u> |
| | <u>1,879,424</u> | <u>2,224,159</u> |
| EXCESS REPURCHASES | <u>(1,525,653)</u> | <u>(639,497)</u> |
| | 22,740,301 | 23,324,899 |
| NET (LOSS)/INCOME FOR THE YEAR | (725,341) | 1,237,607 |
| Dividend paid | <u>(404,251)</u> | <u>(296,552)</u> |
| NET ASSETS AT END OF YEAR | <u><u>21,610,709</u></u> | <u><u>24,265,954</u></u> |