

**China Everbright Fortune Fund Series
- Everbright Greater China Opportunities Fund**

**Unaudited Interim Report
For the half year ended 30 June 2020**



**China Everbright Fortune Fund Series - Everbright Greater China Opportunities Fund
2020 Unaudited Interim Report**

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China Everbright Fortune Fund Series - Everbright Greater China Opportunities Fund

Statement of Assets and Liabilities (Unaudited)

As at 30 June 2020

(Expressed in Hong Kong dollars)

	As at	As at
	30 June 2020	31 December 2019
	HKD	HKD
ASSETS		
Financial assets at FVTPL	90,017,373	81,851,368
Cash and cash equivalents	8,405,021	15,469,318
Due from brokers	34,027,877	1,976,025
Interest receivable on financial assets	489,276	581,886
Dividend receivable	12,000	-
Total Assets	<u>132,951,547</u>	<u>99,878,597</u>
LIABILITIES		
Financial liabilities at FVTPL	(225,346)	(132,750)
Due to brokers	(30,918,307)	-
Accrued expenses and other payables	<u>(240,867)</u>	<u>(428,117)</u>
Total Liabilities	<u>(31,384,520)</u>	<u>(560,867)</u>
Net assets attributable to unitholders	<u>101,567,027</u>	<u>99,317,730</u>
<i>Representing:</i>		
Equity	<u>101,567,027</u>	<u>99,317,730</u>
Number of units in issue, Class I - HKD	<u>11,463,480.70</u>	<u>11,463,480.70</u>
Net asset value per unit	<u>8.86</u>	<u>8.66</u>

China Everbright Fortune Fund Series - Everbright Greater China Opportunities Fund

Statement of comprehensive income (Unaudited)

As at 30 June 2020

(Expressed in Hong Kong dollars)

	As at 30 June 2020 HKD	As at 31 December 2019 HKD
Dividend income	62,507	1,139,573
Interest income on financial asset at FVTPL	1,608,144	1,060,232
Other interest income	4,501	2,679
Net gain from financial assets and financial liabilities at FVTPL	2,424,543	2,571,309
Net foreign exchange gain/ (loss)	(628,770)	(792,531)
Total Income	<u>3,470,925</u>	<u>3,981,262</u>
Management fee	(602,097)	(872,474)
Trustee's fee	(151,674)	(289,661)
Auditor's remuneration	(80,452)	(171,550)
Transaction costs	(225,134)	(378,911)
Miscellaneous expenses	(158,420)	(190,421)
Total operating expenses	<u>(1,217,777)</u>	<u>(1,903,017)</u>
Finance cost	-	-
Profit before taxation	<u>2,253,148</u>	<u>2,078,245</u>
Taxation	<u>(3,851)</u>	<u>(99,448)</u>
Profit and total comprehensive income for the period	<u><u>2,249,297</u></u>	<u><u>1,978,797</u></u>

China Everbright Fortune Fund Series - Everbright Greater China Opportunities Fund
Portfolio Statement (Unaudited)
As at 30 June 2020
(Expressed in Hong Kong dollars)

	Nominal / Value / Holding	Market Value HKD Equivalent	% of Net Asset Value
Equity securities, listed			
<i>China Stocks</i>			
CITIC Securities Co Ltd	40,000	1,057,618	1.04%
Contemporary Amperex Technology Co Ltd	18,000	3,441,844	3.39%
Dawning Information Industry Co Ltd	100,000	4,211,173	4.15%
NAURA Technology Group Co Ltd	20,000	3,748,602	3.69%
SF Holding Co Ltd - A	49,464	2,967,211	2.92%
ZTE Corp	80,000	3,520,716	3.47%
<i>Hong Kong Stocks</i>			
JD.com Inc	16,000	3,708,800	3.65%
NetEase Inc	10,000	1,336,000	1.32%
Semiconductor Manufacturing International Corp	150,000	4,050,000	3.99%
Sino Biopharmaceutical Ltd	300,000	4,380,000	4.31%
Tencent Holdings Ltd	10,000	4,986,000	4.91%
Corporate Bond, listed			
AAC Technologies Holdings Inc 3% 27112024	500,000	3,842,776	3.78%
BOC Aviation Ltd 2.75% 02122023 GMTN	500,000	3,908,619	3.85%
CSSC Capital 2015 Ltd 3% 13022030	500,000	3,790,033	3.73%
China Evergrande Group 8.9% 24052021	500,000	3,804,100	3.75%
Country Garden Holdings Co Ltd 5.4% 27052025	200,000	1,613,114	1.59%
E-House China Enterprise Holdings Ltd 7.625% 18042022	500,000	3,468,765	3.42%
Elect Global Investments Ltd V4.1% PERP	200,000	1,497,737	1.47%
HUARONG FINANCE 2017 COMPANY LIMITED 4.5% 29122049	300,000	2,345,427	2.31%
Huarong Finance 2017 Co Ltd 4.25% 07112027	500,000	4,072,237	4.01%
Indonesia Asahan Aluminium Persero PT 5.45% 15052030 REGS	300,000	2,593,784	2.55%
JD.com Inc 3.375% 14012030	300,000	2,483,080	2.44%
LS Finance 2022 Ltd 4.25% 16102022	400,000	3,031,065	2.98%
New Metro Global Ltd 7.5% 16122021	700,000	5,525,996	5.44%
New Oriental Education & Technology Group Inc 2.125% 02072025	0	0	0.00%
TENCNT 3.24 06/03/50 REGS	500,000	3,899,240	3.84%
Wanda Group Overseas Ltd 7.5% 24072022	400,000	2,902,868	2.86%
Xiaomi Best Time International Ltd 3.375% 29042030 REGS	500,000	3,830,569	3.77%
Derivative financial instrument			
US 10Yr Note (CBT) Sep20	(20)	(191,346)	-0.19%
Hang Seng Index futures Jul 20	(5)	(34,000)	-0.03%
Total investments (Total cost of investments: HKD 81,868,444)		89,792,027	88.41%
Other net assets		11,775,000	11.59%
Total net assets		101,567,027	100.00%

China Everbright Fortune Fund Series - Everbright Greater China Opportunities Fund
Statement of Changes in Equity (Unaudited)
For the half year ended 30 June 2020
(Expressed in Hong Kong dollars)

	From 1 January 2020 to 30 June 2020	From 1 January 2019 to 31 December 2019
	HKD	HKD
Balance at the beginning of the period	99,317,730	47,338,933
Profit and total comprehensive income for the period	2,249,297	1,978,797
Transaction with unitholders, recognised directly in equity		
Subscriptions of units in Class I - HKD (5,861,664.71 units) for year 2019	-	50,000,000
Total transactions with unitholders	-	50,000,000
Balance at the end of the period	101,567,027	99,317,730
	As as 30 June 2020	As at 31 December 2019
Number of units in issue, Class I - HKD	11,463,480.70	11,463,480.70

China Everbright Fortune Fund Series - Everbright Greater China Opportunities Fund
Statement of Movements in Portfolio Holdings (Unaudited)
For the half year ended 30 June 2020

	At 1 January 2020	<u>Movement in Holdings</u>		At 30 June 2020
		Additions	Disposals	
		<i>Equivalent</i>		
Equity securities, listed				
China Stocks				
Alibaba Group Holding Ltd	-	10,000	10,000	-
China Construction Bank - H	524,000	-	524,000	-
China Eastern Airlines Corp Ltd	392,000	200,000	592,000	-
China Pacific Insurance Group Co Ltd - H	80,000	-	80,000	-
Chinasoft International Ltd	-	180,000	180,000	-
CIFI Holdings Group Co Ltd	-	200,000	200,000	-
CK Infrastructure Holdings Ltd	20,000	-	20,000	-
CITIC Securities Co Ltd	-	40,000	-	40,000
Contemporary Amperex Technology Co Ltd	-	40,000	22,000	18,000
CSPC pharmaceutical Group Co Ltd - A	70,000	-	70,000	-
Dawning Information Industry Co Ltd	-	132,000	32,000	100,000
Fuyao Glass industry Group Co Ltd - A	28,500	12,000	40,500	-
Gree Electric Appliances Inc of Zhuhai - A	-	50,000	50,000	-
Guotai Junan Securities Co Ltd	-	141,000	141,000	-
HK Electric Investments & HK Electric Investments Ltd	200,000	-	200,000	-
Hua Hong Semiconductor Ltd	-	156,000	156,000	-
Huaneng Power International	620,000	-	620,000	-
Meituan Dianping - Class B	-	20,000	20,000	-
NAURA Technology Group Co Ltd	-	25,000	5,000	20,000
SAIC Motor Corp Ltd - A	67,200	-	67,200	-
SF Holding Co Ltd - A	-	69,464	20,000	49,464
Shangdong Gold Mining Co Ltd-A-SSE-SEHK Connect	77,980	-	77,980	-
Xiaomi Corp	-	128,000	128,000	-
Yonghui Superstores Co Ltd	-	150,000	150,000	-
Zijin Mining Group Co Ltd - A	368,100	90,000	458,100	-
ZTE Corp	-	80,000	-	80,000
Hong Kong Stocks				
JD.com Inc	-	16,000	-	16,000
NetEase Inc	-	10,000	-	10,000
Semiconductor Manufacturing International Corp	-	650,000	500,000	150,000
Sino Biopharmaceutical Ltd	117,000	183,000	183,000	300,000
Sunny Optical Technology Group Co Ltd	-	20,000	20,000	-
Tencent Holdings Ltd	6,500	3,500	-	10,000
Corporate Bond, listed				
AAC Technologies Holdings Inc 3% 27112024	500,000	-	-	500,000
Anton Oilfield Services Group/Hong Kong 9.75%	200,000	-	200,000	-
Bank of East Asia Ltd/The V4% 29052030 EMTN	-	250,000	250,000	-
BNP Paribas SA V4.5% PERP REGS	-	500,000	500,000	-
BOC Aviation Ltd 2.625% 17012025 GMTN	-	500,000	500,000	-
BOC Aviation Ltd 2.75% 02122023 GMTN	-	500,000	-	500,000
BOC Aviation Ltd 3.25% 29042025 REGS	-	300,000	300,000	-
CFLD Cayman Investment Ltd 8.05% 13012025	-	200,000	200,000	-
CIFI Holdings Group Co Ltd 6% 16072025	-	200,000	200,000	-
CLP Power Hong Kong Financing Ltd 2.125% 30062030 EMTN	-	1,000,000	1,000,000	-
CSSC Capital 2015 Ltd 3% 13022030	-	1,500,000	1,000,000	500,000
China Evergrande Group 8.9% 24052021	-	500,000	-	500,000
China State Construction Finance Cayman III Ltd V4%	200,000	-	200,000	-
China Industrial Securities International Financial Group Ltd 5.00%	500,000	-	500,000	-
CITIC Ltd 2.45% 25022025 EMTN	-	500,000	500,000	-
Country Garden Holdings Co Ltd 5.4% 27052025	-	200,000	-	200,000
DBS Group Holdings Ltd V3.30% PERP GMTN	-	400,000	400,000	-
E-House China Enterprise Holdings Ltd 7.625% 18042022	500,000	-	-	500,000
Elect Global Investments Ltd V4.1% PERP	-	200,000	-	200,000
Greenland Global Investment Ltd 5.6% EMTN	200,000	-	200,000	-
HeSteel Hong Kong Co Ltd 4.25%	300,000	300,000	600,000	-
Hongkong Land Finance Cayman Islands Co Ltd/The 2.875% 27052030 EMTN	-	500,000	500,000	-
HUARONG FINANCE 2017 COMPANY LIMITED 4.5% 29122049	300,000	-	-	300,000
Huarong Finance 2017 Co Ltd 4.25% 07112027	-	500,000	-	500,000
Huarong Finance 2019 Co Ltd 3.875% 13/11/2029 EMTN	-	1,000,000	1,000,000	-
Hysan MTN Ltd 2.82% EMTN	500,000	-	500,000	-
Indonesia Asahan Aluminium Persero PT 5.45% 15052030 REGS	-	500,000	200,000	300,000
JD.com Inc 3.375% 14012030	-	500,000	200,000	300,000
Jiangxi Provincial Water Conservancy	200,000	-	200,000	-
Longfor Group Holdings Ltd 3.95%	200,000	-	200,000	-
LS Finance 2022 Ltd 4.25% 16102022	400,000	-	-	400,000
Lv'an Chuangxing Ltd 6.375% 15042020	300,000	-	300,000	-
Minmetals Bounteous Finance BVI Ltd V3.375% PERP	-	500,000	500,000	-
Nanyang Commercial Bank Ltd V3.8%	500,000	500,000	1,000,000	-
New Metro Global Ltd 7.5% 16122021	500,000	700,000	500,000	700,000
Proven Glory Capital Ltd 4.00%	200,000	-	200,000	-
Sino-Ocean Land Treasure IV Ltd 4.75% 14012030	-	1,000,000	1,000,000	-
Sun Hung Kai Properties Capital Market Ltd 2.875% 21012030 EMTN	-	200,000	200,000	-
Sunac China Holdings Ltd 6.5% 10012025	-	200,000	200,000	-
Sunac China Holdings Ltd 7.50%	300,000	-	300,000	-
TENCNT 3.24 06/03/50 REGS	-	800,000	300,000	500,000
TMB Bank PCL/Cayman Islands V4.9% Perp EMTN	200,000	-	200,000	-
Tongfang Aqua Ltd 6.8% 10012022	-	300,000	300,000	-
Vanke Real Estate Hong Kong Co Ltd 4.2% EMTN	400,000	-	400,000	-
Wanda Group Overseas Ltd 7.5% 24072022	400,000	-	-	400,000
Wharf REIC Finance BVI Ltd 2.5%	200,000	-	200,000	-
Woori Bank V4.25% Perp Regs	300,000	-	300,000	-
Xiaomi Best Time International Ltd 3.375% 29042030 REGS	-	500,000	-	500,000
Yuzhou Properties Co Ltd 7.375% 13012026	-	200,000	200,000	-
Derivative financial instrument				
US 10Yr Note (CBT) Mar20	-	30	30	-
US 10Yr Note (CBT) Jun20	-	30	30	-
US 10Yr Note (CBT) Sep20	-	-	20	(20)
Hang Seng Index futures Jan 20	(7)	7	-	-
Hang Seng Index futures Feb 20	-	12	12	-
Hang Seng Index futures Mar 20	-	33	33	-
Hang Seng Index futures Apr 20	-	12	12	-
Hang Seng Index futures May 20	-	14	14	-
Hang Seng Index futures Jun 20	-	20	20	-
Hang Seng Index futures Jul 20	-	-	5	(5)

China Everbright Fortune Fund Series - Everbright Greater China Opportunities Fund
Notes to the Financial Statements

1 GENERAL

China Everbright Fortune Fund Series (the "Trust") was constituted as an open-ended unit trust established as an umbrella unit trust under the laws of Hong Kong pursuant to a trust deed dated 10 October 2013 between China Everbright Securities (HK) Limited (the "Manager") and ICBC (Asia) Trustee Company Limited (the "Trustee").

Everbright Greater China Opportunities Fund (the "Sub-Fund") was constituted as a separate Sub-fund on 26 November 2015. The Sub-fund is an open-ended Sub-fund and is authorised by the Securities and Futures Commission of Hong Kong (the "SFC") under Section 104(1) of the Securities and Futures Ordinance and is required to comply with the Code on Unit Trusts and Mutual Funds established by the SFC (the "SFC Code"). Authorisation by the SFC does not imply official approval or recommendation. As at 30 June 2020, there were three other sub-funds established by the Trust, namely Everbright Hong Kong Bond Fund, Everbright Income Focus Fund and Everbright Global Brands Fund.

The investment objective of the Sub-Fund is to aim to provide investors with medium to long term capital appreciation by investing not less than 70% of the Sub-Fund's net asset value in a portfolio consisting of listed securities or securities quoted on the over-the-counter markets of companies that derive a significant portion of their revenues from goods produced or sold and/or investments made or services performed in Hong Kong, China and Taiwan (the "Greater China").

2 BASIS OF PREPARATION

The financial statements are presented in Hong Kong dollars. They have been prepared under the historical cost basis, except for financial assets classified at fair value through profit or loss that have been measured at fair value. The preparation of the financial statements requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Management believes that the estimates utilised in preparing its financial statements are reasonable and prudent. Actual results could differ from these estimates. These financial statements are presented in Hong Kong dollars which is the sub-fund's major functional currency. The accounting policies and methods applied in the preparation of these interim financial statements are in accordance with the International Financial Reporting Standards ("IFRS"), which is consistent with those applied in annual financial statements of the year ended 31 December 2019.

3 RECONCILIATION OF NET ASSET VALUE

The net asset value ("NAV") presented in the financial statements and that quoted for pricing purposes at the period end ("Dealing NAV") are different as the principles for calculating the Dealing NAV as set out in the Explanatory Memorandum are different from those required for financial reporting purposes under IFRS. The following reconciliation provides details of these differences:

	30 June 2020	31 December 2019
	HKD	HKD
NAV as reported in the financial statements	101,567,027	99,317,730
Adjustments for different basis adopted by the sub-fund in arriving at the Dealing NAV:		
- Unamortised portion of preliminary expenses	186,144	224,546
Dealing NAV	<u>101,753,171</u>	<u>99,542,276</u>
Number of units in issue, Class I - HKD	<u>11,463,480.70</u>	<u>11,463,480.70</u>
Dealing NAV per unit, Class I - HKD	<u>8.87</u>	<u>8.68</u>

China Everbright Fortune Fund Series - Everbright Greater China Opportunities Fund

Administration

Manager

China Everbright Securities (HK) Limited
12/F, Everbright Centre, 108 Gloucester Road, Wanchai, Hong Kong

Investment advisor

China Everbright Assets Management Limited
46/F Far East Finance Centre,
16 Harcourt Road, Hong Kong

Directors of the Manager

Li Bingtao
Sun Yi
Tai Yiu Kuen, Kevin
Lin Xiangli
Shen Jie
Wu Po Sing

Trustee

ICBC (Asia) Trustee Company Limited
33/F, ICBC Tower, 3 Garden Road, Central, Hong Kong

Registrar and Transfer Agent

ICBC (Asia) Trustee Company Limited
33/F, ICBC Tower, 3 Garden Road, Central, Hong Kong

Custodian

Industrial and Commercial Bank of China (Asia) Limited
33/F, ICBC Tower, 3 Garden Road, Central, Hong Kong

Solicitors to the Manager

Deacons
5/F Alexandra House, 18 Chater Road, Central, Hong Kong

Auditors

KPMG
8/F Prince's Building, 10 Chater Road, Central, Hong Kong