

利安資金中國增長基金 年度財務報告

(中文簡譯本)

2022年06月30日

利安資金管理公司

Lion Global Investors Limited

www.lionglobalinvestors.com

新光投信

Shin Kong Investment Trust

www.skit.com.tw

本基金財務報告內容如與英文版財務報告有任何歧異，以英文版財務報告為主。

本基金財務報告簡譯本僅供投資人參考用。

警語：本基金財務報告（簡譯本）僅投資人參考，不代表對行情之預測或研判，投資人應自負風險。本基金經主管機關核准，惟不表示本基金絕無風險。本公司以往之經理績效，不保證各基金之最終投資收益；本公司除盡善良管理人之注意義務外，不負責各基金之盈虧，亦不保證最低收益，投資人申購前應詳閱各基金公開說明書。

利安資金中國增長基金財務報告

總投資報酬表

2021年07月01日至2022年06月30日

	附註	2022 S\$	2021 S\$
收入			
股利		804,256	564,875
利息		642	464
		<u>804,898</u>	<u>565,339</u>
減：費用			
審計費		18,900	18,900
託管費		5,608	(332)
管理費		392,694	430,152
專業費		20,580	20,544
登錄費		18,020	14,464
交易費用		76,988	76,624
受託公司費		8,000	2,839
評價行政費		8,000	4,414
其他費用		19,170	15,271
		<u>567,960</u>	<u>582,876</u>
淨利/(費用)		<u>236,938</u>	<u>(17,537)</u>
淨投資收益或損失			
已實現淨投資收益/(損失)		(9,524,537)	9,394,331
已實現現貨合約收益/(損失)		(154)	1,447
兌換收益/(損失)		4,623	27,607
		<u>(9,519,980)</u>	<u>9,423,385</u>
稅前總投資利潤/(虧損)		(9,283,042)	9,405,848
減：所得稅		(83,642)	(59,476)
期間總利潤/(虧損)		<u>(9,366,684)</u>	<u>9,346,372</u>

本基金財務報告內容如與英文版財務報告有任何歧異，以英文版財務報告為主。

本基金財務報告簡譯本僅供投資人參考用。

警語：本基金財務報告（簡譯本）僅供投資人參考，不代表對行情之預測或研判，投資人應自負風險。本基金經主管機關核准，惟不表示本基金絕無風險。本公司以往之經理績效，不保證各基金之最終投資收益；本公司除盡善良管理人之注意義務外，不負責各基金之盈虧，亦不保證最低收益，投資人申購前應詳閱各基金公開說明書。

利安資金中國增長基金財務報告

資產負債表

2021年07月01日至2022年06月30日

	附註	2022 S\$	2021 S\$
資產			
投資組合		26,581,517	35,908,968
應收帳款		213,816	77,157
經紀人應付帳款		11,234	-
衍生性金融商品公平價值		-	-
現金及銀行存款		1,511,905	1,359,080
總資產		28,318,472	37,345,205
負債			
應付款項		74,744	88,982
經紀人應收帳款		-	-
衍生性金融商品公平價值		-	-
總負債		74,744	88,982
權益			
基金單位持有人資產淨值		28,243,728	37,256,223

本基金財務報告內容如與英文版財務報告有任何歧異，以英文版財務報告為主。

本基金財務報告簡譯本僅供投資人參考用。

警語：本基金財務報告（簡譯本）僅供投資人參考，不代表對行情之預測或研判，投資人應自負風險。本基金經主管機關核准，惟不表示本基金絕無風險。本公司以往之經理績效，不保證各基金之最終投資收益；本公司除盡善良管理人之注意義務外，不負責各基金之盈虧，亦不保證最低收益，投資人申購前應詳閱各基金公開說明書。

For the financial year ended 30 June 2022

ANNUAL REPORT

LIONGLOBAL

CHINA GROWTH FUND

Lion Global Investors Ltd

65 Chulia Street #18-01
OCBC Centre, Singapore 049513

T: +65 6417 6800

F: +65 6417 6806

Co Reg No:198601745D

For more information, visit: lionglobalinvestors.com
or email: ContactUs@lionglobalinvestors.com

© Lion Global Investors Limited. All rights reserved.

DIRECTORY

Manager

Lion Global Investors Limited
65 Chulia Street #18-01
OCBC Centre
Singapore 049513

Directors of Lion Global Investors Limited

Mr Khor Hock Seng (Chairman)
Mr Gerard Lee How Cheng (Chief Executive Officer)
Mr Tan Siew Peng
Mr Ronnie Tan Yew Chye
Ms Chong Chuan Neo

Trustee/Registrar

HSBC Institutional Trust Services (Singapore) Limited
10 Marina Boulevard,
Marina Bay Financial Centre, Tower 2,
#48-01
Singapore 018983

Custodian

The Hongkong and Shanghai Banking Corporation Limited
1 Queen's Road
Central, Hong Kong

Independent Auditor

PricewaterhouseCoopers LLP
7 Straits View, Marina One
East Tower, Level 12
Singapore 018936

PERFORMANCE OF THE FUND

For the financial year ended 30 June 2022

Past performance is not necessarily indicative of future performance. Cumulative returns for the Fund are calculated up to 30 June 2022 in SGD terms, on a single pricing basis with dividends reinvested net of all charges payable upon reinvestment.

Time Period	Fund Returns (%)	
	LionGlobal China Growth Fund (SGD Class)	Benchmark* Returns (%)
3 months	-2.7	-1.5
6 months	-12.2	-11.6
1 year	-25.2	-24.6
3 years**	4.1	3.8
5 years**	4.3	4.3
10 years**	7.0	8.1
Since Inception** (8 April 1994)	5.8	2.9

Past performance is not necessarily indicative of future performance. Cumulative returns for the Fund are calculated up to 30 June 2022 in USD terms, on a single pricing basis with dividends reinvested net of all charges payable upon reinvestment.

Time Period	Fund Returns (%)	
	LionGlobal China Growth Fund (USD Class)	Benchmark* Returns (%)
3 months	-5.4	-4.2
6 months	-14.7	-14.4
1 year	-27.7	-27.2
3 years**	3.1	2.9
5 years**	4.1	4.1
10 years**	6.0	7.0
Since Inception** (2 August 2004)	9.0	8.2

Source: Morningstar/Lion Global Investors Ltd.

*Benchmark: CLSA China B Index : Since Inception – 31 December 1994

CLSA China World Index: 01 January 1995 – 22 November 1999

CLSA Greater China Index: 23 November 1999 – 30 April 2003

MSCI Golden Dragon Index: From 1 May 2003

** Returns of more than 1 year are annualised.

The Fund's net asset value may have a higher volatility as a result of its narrower investment focus on a limited geographical market, when compared to funds investing in global or wider regional markets.

REVIEW

For the year ended 30 June 2022, the Fund returned -25.2%, while the benchmark MSCI Golden Dragon returned -24.6%, in SGD terms.

The Greater China markets experienced a sharp sell-off in the past year, roiled by a number of factors. There was regulatory tightening across sectors such as Education, Internet, and E-commerce, targeting unfair competition, data security and social inequality. The property sector was impacted by stricter policies on developers' leverage, and concern about the potential default of Evergrande and other Chinese developers. A resurgence in Covid-19 cases led to lockdowns in major economic hubs such as Shenzhen and Shanghai, impacting manufacturing, logistics and consumption. Such lockdowns also impacted the Taiwanese companies operating in China. Inflationary pressures mounted across the globe following the Russian invasion of Ukraine, and raising concerns that more aggressive tightening by global central banks would result in recession.

The Fund was underweight in China and Taiwan, and overweight in Hong Kong. Fund performance was helped by our underweight in Consumer Discretionary sector, and avoided a large part of the selloff in Internet and Gaming stocks. An overweight position in Energy also benefited when oil prices rallied. However, our underweight in coal miners and coal-fired power producers detracted from performance.

The Fund's net asset value may have a higher volatility as a result of its narrower investment focus on a limited geographical market, when compared to funds investing in global or wider regional markets.

STRATEGY AND OUTLOOK

We believe the Greater China markets are facing some short-term challenges, but we are seeing easing on many fronts that could provide some impetus for a rebound over the next 12 months. Economic activity in China is gradually recovering from the Covid-19 related lockdowns in April and May 2022, but the pace of growth remains tepid. Lockdowns in various cities could still happen as Covid-19 cases rise, but unlikely at the scale previously seen, in our view. We expect manufacturing, logistics and consumption activity to improve as a result. The Chinese government is likely to stimulate growth by accelerating infrastructure spending, and large fiscal firepower has been prepared. However, challenges in the property market need to be addressed, due to its importance to growth.

Regulatory risks toward sectors such as Internet, E-commerce and Gaming seem to have abated, which should allow investors to better assess the long-term prospects of these companies.

Full relaxation of Covid-19 measures in China are unlikely this year, but Hong Kong could gradually relax some of the rules relating to international travel, in our view. This could provide relief for Hong Kong businesses particularly those related to consumption.

The tech-heavy Taiwan market could be more susceptible to fears of global recession and a pullback in tech spending.

The Fund has moved to an overweight in China, as we believe easier policy and cheaper valuations provide a good risk-reward. This is in contrast with the global central banks tightening monetary policies.

As of 10 August 2022.

The Fund's net asset value may have a higher volatility as a result of its narrower investment focus on a limited geographical market, when compared to funds investing in global or wider regional markets.

DISCLOSURES ON THE FUND¹*For the financial year ended 30 June 2022***1. DISTRIBUTION OF INVESTMENTS AS AT 30 JUNE 2022**

	Fair Value	Percentage of
	\$	total net assets
		attributable to
		unitholders
		%
a) <u>By Asset Class</u>		
Equities	26,581,517	94.1
Cash and other net assets	1,662,211	5.9
Net assets attributable to unitholders	28,243,728	100.0

b) By Credit Rating of Debt Securities

Not applicable

c) By Derivative Type

Total net realised losses from financial derivatives at the end of the year were \$66.

¹ As required by Code on Collective Investment Schemes

2. TOP 10 HOLDINGS
As at 30 June 2022

	Fair Value	Percentage of
	\$	total net assets
		attributable to
		unitholders
		%
Taiwan Semiconductor Manufacturing Company Limited	3,351,603	11.9
Tencent Holdings Limited	2,319,342	8.2
Alibaba Group Holding Limited (US01609W1027)	1,682,863	6.0
AIA Group Limited	1,233,878	4.4
JD.Com Inc.	800,627	2.8
Hon Hai Precision Industry Company Limited	747,622	2.6
Baidu Inc. (KYG070341048)	735,917	2.6
China Merchants Bank Company Limited H Shares	651,782	2.3
Hong Kong Exchanges and Clearing Limited	650,363	2.3
China Construction Bank Corporation H Shares	632,169	2.2

As at 30 June 2021

	Fair Value	Percentage of
	\$	total net assets
		attributable to
		unitholders
		%
Taiwan Semiconductor Manufacturing Company Limited	4,490,471	12.1
Tencent Holdings Limited	3,730,045	10.0
Alibaba Group Holding Limited (US01609W1027)	3,242,558	8.7
WuXi Biologics Cayman Inc.	1,982,785	5.3
AIA Group Limited	1,486,593	4.0
Ping An Bank Company Limited	1,203,365	3.2
China Construction Bank Corporation H Shares	959,612	2.6
JD.Com Inc.	851,079	2.3
Hong Kong Exchanges and Clearing Limited	761,013	2.0
Baidu Inc.	673,716	1.8

3. GLOBAL EXPOSURE

The global exposure relating to derivative instruments is calculated using the commitment approach by converting the derivative positions into equivalent positions in the underlying assets embedded in those derivatives.

The global exposure of the Fund to financial derivative instruments or embedded financial derivative instruments will not exceed 100% of the net asset value of the Fund at any time.

4. COLLATERAL

Nil

5. SECURITIES LENDING OR PURCHASE TRANSACTIONS

Nil

6. INVESTMENT IN OTHER UNIT TRUSTS, MUTUAL FUNDS AND COLLECTIVE INVESTMENT SCHEMES

Nil

7. BORROWINGS

Nil

8. SOFT DOLLAR COMMISSION RECEIVED BY THE MANAGERS

The soft dollar commissions from various brokers for the year were utilised on research and advisory services, economic and political analyses, portfolio analyses, market analyses, data and quotation analyses and computer hardware and software used for and in support of the investment process of fund managers. Goods and services received were for the benefit of the scheme and there was no churning of trades. These brokers also execute trades for other funds managed by the managers. The trades are conducted on best available terms and in accordance with best practices.

9. OTHER MATERIAL INFORMATION

There is no other material information that will adversely impact the valuation of the Fund.

10. SUPPLEMENTAL INFORMATION ON UNDERLYING SUB-FUNDS

Not applicable

REPORT OF THE TRUSTEE

For the financial year ended 30 June 2022

The Trustee is under a duty to take into custody and hold the assets of LionGlobal China Growth Fund (the "Fund") in trust for the unitholders. In accordance with the Securities and Futures Act 2001, its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the financial year covered by these financial statements, set out on pages 12 to 36, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee
HSBC INSTITUTIONAL TRUST SERVICES (SINGAPORE) LIMITED

Authorised signatory

28 September 2022

STATEMENT BY THE MANAGER

For the financial year ended 30 June 2022

In the opinion of Lion Global Investors Limited, the accompanying financial statements set out on pages 12 to 36, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position and the portfolio holdings of LionGlobal China Growth Fund (the "Fund") as at 30 June 2022, and the financial performance and movements in unitholders' funds for the financial year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of
LION GLOBAL INVESTORS LIMITED

Authorised signatory

28 September 2022

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF LIONGLOBAL CHINA GROWTH FUND

(Constituted under a Trust Deed in the Republic of Singapore)

Our Opinion

In our opinion, the accompanying financial statements of the LionGlobal China Growth Fund (the "Fund") are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants, so as to present fairly, in all material respects, the financial position and portfolio holdings of the Fund as at 30 June 2022, and the financial performance and movements of unitholders' funds for the financial year ended on that date.

What we have audited

The financial statements of the Fund comprise:

- the Statement of Total Return for the financial year ended 30 June 2022;
- the Statement of Financial Position as at 30 June 2022;
- the Statement of Movements of Unitholders' Funds for the financial year ended 30 June 2022;
- the Statement of Portfolio as at 30 June 2022; and
- the notes to the financial statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Other Information

The Fund's Manager (the "Manager") is responsible for the other information. The other information comprises all sections of the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager for the Financial Statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to terminate the Fund or to cease the Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants

Singapore, 28 September 2022

STATEMENT OF TOTAL RETURN
For the financial year ended 30 June 2022

	Note	2022 \$	2021 \$
Income			
Dividends		804,256	564,875
Interest on cash and bank balances	10	642	464
		<u>804,898</u>	<u>565,339</u>
Less: Expenses			
Audit fee		18,900	18,900
Custodian fees	10	5,608	(332)
Management fee	10	392,694	430,152
Professional fees		20,580	20,544
Registration fee	10	18,020	14,464
Transaction cost		76,988	76,624
Trustee fee	10	8,000	2,839
Valuation and administration fees	10	8,000	4,414
Miscellaneous expenses		19,170	15,271
		<u>567,960</u>	<u>582,876</u>
Net income/(expense)		<u>236,938</u>	<u>(17,537)</u>
Net gains or losses on value of investments and financial derivatives			
Net (losses)/gains on investments		(9,524,537)	9,394,331
Net (losses)/gains on foreign exchange spot contracts		(154)	1,447
Net gains on foreign exchange forward contracts		88	-
Net foreign exchange gains		4,623	27,607
		<u>(9,519,980)</u>	<u>9,423,385</u>
Total (deficit)/return for the financial year before income tax		(9,283,042)	9,405,848
Less: Income tax	3	(83,642)	(59,476)
Total (deficit)/return for the financial year		<u>(9,366,684)</u>	<u>9,346,372</u>

The accompanying notes form an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION

As at 30 June 2022

	Note	2022 \$	2021 \$
ASSETS			
Portfolio of investments		26,581,517	35,908,968
Receivables	4	213,816	77,157
Due from brokers	5	11,234	-
Cash and cash equivalents	6	1,511,905	1,359,080
Total assets		<u>28,318,472</u>	<u>37,345,205</u>
LIABILITIES			
Payables	7	74,744	88,982
Total liabilities		<u>74,744</u>	<u>88,982</u>
EQUITY			
Net assets attributable to unitholders	8	<u>28,243,728</u>	<u>37,256,223</u>

The accompanying notes form an integral part of these financial statements.

STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS
For the financial year ended 30 June 2022

	Note	2022 \$	2021 \$
Net assets attributable to unitholders at the beginning of the financial year		37,256,223	28,506,485
Operations			
Change in net assets attributable to unitholders resulting from operations		(9,366,684)	9,346,372
Unitholders' contributions/(withdrawals)			
Creation of units		2,556,814	3,126,734
Cancellation of units		(2,202,625)	(3,723,368)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		354,189	(596,634)
Total (decrease)/increase in net assets attributable to unitholders		(9,012,495)	8,749,738
Net assets attributable to unitholders at the end of the financial year	8	28,243,728	37,256,223

The accompanying notes form an integral part of these financial statements.

STATEMENT OF PORTFOLIO
As at 30 June 2022

	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography (Primary)			
QUOTED EQUITIES			
CHINA			
Tencent Holdings Limited	36,900	2,319,342	8.2
Alibaba Group Holding Limited (US01609W1027)	10,637	1,682,863	6.0
JD.Com Inc.	17,857	800,627	2.8
Baidu Inc. (KYG070341048)	27,942	735,917	2.6
China Merchants Bank Company Limited H Shares	70,000	651,782	2.3
China Construction Bank Corporation H Shares	676,360	632,169	2.2
WuXi Biologics Cayman Inc.	46,000	585,770	2.1
Trip.com Group	11,576	454,960	1.6
Jiangxi Ganfeng Lithium Company Limited	29,680	454,539	1.6
East Money Information Company Limited	83,880	442,273	1.6
Meituan	12,500	430,531	1.5
China Resources Beer (Holdings) Company Limited	40,000	415,012	1.5
Haier Smart Home Company Limited	75,400	388,474	1.4
Pinduoduo Inc.	4,350	374,131	1.3
Ping An Insurance (Group) Company of China Limited H Shares	38,500	364,284	1.3
Longfor Group Holdings Limited	54,500	358,121	1.3
China Mengniu Dairy Company Limited	50,000	347,173	1.2
Shenhua Energy Company Limited	84,500	337,197	1.2
Li Ning Company Limited	26,000	335,237	1.2
Yunnan Energy New Material Company Limited	6,200	322,338	1.1

The accompanying notes form an integral part of these financial statements.

LIONGLOBAL CHINA GROWTH FUND

	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography (Primary) (continued)			
QUOTED EQUITIES (continued)			
CHINA (continued)			
Industrial Bank Company Limited	75,100	310,236	1.1
CNOOC Limited	165,000	303,172	1.1
China Resources Land Limited	46,000	298,596	1.1
China Oilfield Services Limited	210,000	286,411	1.0
Hangzhou First Applied Material Company Limited	20,940	284,806	1.0
Weichai Power Company Limited H Shares	120,000	265,182	0.9
Sany Heavy Industry Company Limited	64,600	255,596	0.9
LONGi Green Energy Technology Company Limited	17,892	247,473	0.9
Aier Eye Hospital Group Company Limited	23,766	220,873	0.8
Kweichow Moutai Company Limited	500	212,257	0.8
Semiconductor Manufacturing International Corporation	65,500	211,193	0.8
Angang Steel Company Limited H Shares	406,000	210,979	0.7
Yantai Jereh Oilfield Services Group Company Limited	25,100	209,980	0.7
Shenzhen Mindray Bio-Medical Electronics Company Limited	3,200	208,051	0.7
Aluminum Corporation of China Limited	384,000	202,270	0.7
Postal Savings Bank of China Company Limited	173,000	191,152	0.7
Qingdao TGOOD Electric Company Limited	45,300	162,777	0.6
Beijing Oriental Yuhong	14,450	154,390	0.5
China Mobile Limited	16,500	143,392	0.5
360 DigiTech, Inc.	5,888	141,762	0.5

The accompanying notes form an integral part of these financial statements.

LIONGLOBAL CHINA GROWTH FUND

	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography (Primary) (continued)			
QUOTED EQUITIES (continued)			
CHINA (continued)			
Anhui Conch Cement Company Limited H Shares	23,000	138,692	0.5
KWG Group Holdings Limited	256,000	113,507	0.4
Estun Automation Company Limited A Shares	21,893	111,345	0.4
GoerTek Inc.	15,800	110,203	0.4
		<u>17,427,035</u>	<u>61.7</u>
TAIWAN			
Taiwan Semiconductor Manufacturing Company Limited	150,434	3,351,603	11.9
Hon Hai Precision Industry Company Limited	146,540	747,622	2.6
Mediatek Inc.	15,000	457,059	1.6
Chailease Holding Company Limited	34,530	336,978	1.2
E.Sun Financial Holding Company Limited	201,507	273,519	1.0
Fubon Financial Holding Company Limited	92,904	259,994	0.9
Wiwynn Corporation	3,000	97,871	0.4
		<u>5,524,646</u>	<u>19.6</u>

The accompanying notes form an integral part of these financial statements.

LIONGLOBAL CHINA GROWTH FUND

	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography (Primary) (continued)			
QUOTED EQUITIES (continued)			
HONG KONG			
AIA Group Limited	81,800	1,233,878	4.4
Hong Kong Exchanges and Clearing Limited	9,500	650,363	2.3
BYD Company Limited	8,500	473,362	1.7
Sun Hung Kai Properties Limited	24,000	394,581	1.4
CIMC Enric Holdings Limited	190,000	284,070	1.0
Pacific Basin Shipping Limited	503,000	267,629	0.9
New World Development Company Limited	47,000	234,650	0.8
Galaxy Entertainment Group Limited	11,000	91,303	0.3
		3,629,836	12.8
UNQUOTED EQUITIES			
CHINA			
China Forestry Holdings Company Limited**	3,984,000	-	-
Portfolio of investments		26,581,517	94.1
Other net assets		1,662,211	5.9
Net assets attributable to unitholders		28,243,728	100.0

** This security has been suspended from trading in the previous financial years and its fair value represents the Manager's best estimates.

The accompanying notes form an integral part of these financial statements.

	Percentage of total net assets attributable to unitholders at	
	30 June 2022 %	30 June 2021 %
By Geography (Summary)		
China	61.7	60.6
Taiwan	19.6	23.7
Hong Kong	12.8	12.1
	<hr/>	<hr/>
Portfolio of investments	94.1	96.4
Other net assets	5.9	3.6
Net assets attributable to unitholders	<hr/> 100.0 <hr/>	<hr/> 100.0 <hr/>

The accompanying notes form an integral part of these financial statements.

LIONGLOBAL CHINA GROWTH FUND

	Percentage of total net assets attributable to unitholders at		
	Fair value at	30 June	30 June
	30 June	2022	2021
	\$	%	%
By Industry (Secondary)			
Technology	5,507,830	19.5	20.9
Financial	5,488,390	19.4	17.7
Consumer, Cyclical	5,031,488	17.8	17.5
Communications	3,198,651	11.3	12.9
Consumer, Non-cyclical	1,989,136	7.0	8.6
Basic Materials	1,483,208	5.3	6.0
Real Estate	1,399,455	5.0	4.9
Industrial	1,346,599	4.8	4.5
Energy	1,136,760	4.0	1.8
Utilities	-	-	1.6
Portfolio of investments	26,581,517	94.1	96.4
Other net assets	1,662,211	5.9	3.6
Net assets attributable to unitholders	28,243,728	100.0	100.0

The accompanying notes form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2022

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. GENERAL

LionGlobal China Growth Fund (the “Fund”) is a unit trust constituted by a Deed of Trust dated 17 February 1994 together with its Supplemental Deeds thereon (hereafter referred to as “Trust Deed”) between Lion Global Investors Limited (the “Manager”) and HSBC Institutional Trust Services (Singapore) Limited (the “Trustee”). The Trust Deed is governed by the laws of the Republic of Singapore.

Subscriptions and redemptions of the Fund are denominated in Singapore Dollar and United States Dollar. Investors may subscribe in United States Dollar at the applicable rate of exchange from Singapore Dollar.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss, and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 “Reporting Framework for Investment Funds” (“RAP 7”) issued by the Institute of Singapore Chartered Accountants.

(b) Recognition of income

Dividend income is recognised when the right to receive payment is established.

Interest income is recognised on a time proportion basis using the effective interest method.

(c) Financial derivatives

Financial derivatives are entered into for the purposes of efficient portfolio management, tactical asset allocation or specific hedging of financial assets held as determined by the Manager and in accordance with the provisions of the Trust Deed.

Financial derivatives outstanding at the end of the financial year are measured at their fair values using the marked-to-market method, and the resultant gains and losses are taken up in the Statement of Total Return.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)(d) Investments

Investments are classified as financial assets at fair value through profit or loss.

(i) Initial recognition

Purchases of investments are recognised on the trade date. Investments are recorded at fair value on initial recognition.

(ii) Subsequent measurement

Investments are subsequently carried at fair value. Net change in the fair value of investments are included in the Statement of Total Return in the year in which they arise.

(iii) Derecognition

Investments are derecognised on the trade date of disposal. The resultant realised gains and losses on the sale of investments are computed on the basis of the difference between the weighted average cost and selling price gross of transaction costs, and are taken up in the Statement of Total Return.

(e) Basis of valuation of investments

The fair value of financial assets and liabilities traded in active markets is based on quoted market prices at the close of trading on the reporting date. The Fund utilises the last traded market price for both financial assets and financial liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of fair value.

(f) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(g) Due from and due to brokers

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

(h) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

(i) Payables

Payables are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

(j) Foreign currencies

(i) Functional and presentation currency

The Fund's investors are mainly from Singapore with the subscriptions and redemptions of the units denominated in Singapore Dollar and United States Dollar. The primary activity of the Fund is to invest in equity and equity-linked securities of companies in the People's Republic of China, Hong Kong S.A.R and Taiwan.

The performance of the Fund is measured and reported to the investors in Singapore Dollar. The Manager considers the Singapore Dollar as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The Fund's functional and presentation currency is the Singapore Dollar.

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the closing rates at the reporting date are recognised in the Statement of Total Return. Translation differences on non-monetary financial assets and liabilities such as equities are also recognised in the Statement of Total Return within the net gain or loss on investments.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)**(k) Offsetting financial instruments**

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Fund or the counterparty.

3. INCOME TAX

The Fund is approved by the Monetary Authority of Singapore (“MAS”) for the Enhanced-Tier Fund (“ETF”) Tax Scheme under section 13U* of the Income Tax Act and the relevant regulations. Subject to certain conditions being met on an annual basis, the Fund may enjoy Singapore corporate tax exemption on “specified income” derived from “designated investments” for the life of the Fund. The tax exemption does not apply in the year when the relevant conditions are not met. Losses from “designated investments” are correspondingly disregarded. The terms “specified income” and “designated investments” are defined in the relevant income tax regulation. The Trustee of the Fund will ensure that it fulfills its reporting obligations under the ETF scheme.

*The Singapore Attorney General issued the Revised Edition of Acts 2020 effective 31 December 2021 which streamlined and renumbered various Acts, including for the Income Tax Act. The ETF Scheme previously provided under Section 13X of the Income Tax Act is now provided under Section 13U of the Income Tax Act 1947.

	2022	2021
	\$	\$
Overseas income tax	83,642	59,476

The overseas income tax represents tax deducted at source on dividends derived from outside Singapore.

4. RECEIVABLES

	2022	2021
	\$	\$
Amount receivable for creation of units	7,284	16,095
Dividends receivable	199,378	51,329
Other receivables	7,154	9,733
	<u>213,816</u>	<u>77,157</u>

5. DUE FROM BROKERS

	2022	2021
	\$	\$
Sales awaiting settlement	<u>11,234</u>	<u>-</u>

6. CASH AND CASH EQUIVALENTS

The cash and cash equivalents are placed with a financial institution related to the Trustee.

7. PAYABLES

	2022	2021
	\$	\$
Amount payable for cancellation of units	2,155	12,946
Amount due to the Manager	28,699	37,633
Amount due to the Trustee	4,353	2,684
Amount due to the Custodian	641	88
Amount due to the Registrar	1,825	3,229
Other payables	37,071	32,402
	<u>74,744</u>	<u>88,982</u>

8. UNITS IN ISSUE

	2022	2021
	Units	Units
Units at beginning of the year	11,799,772	12,037,791
Units created	968,949	1,058,322
Units cancelled	<u>(818,725)</u>	<u>(1,296,341)</u>
Units at end of the year of	<u>11,949,996</u>	<u>11,799,772</u>
which, units denominated in		
- USD	<u>343,773</u>	<u>290,135</u>
	2022	2021
	\$	\$
Net assets attributable to unitholders	28,243,728	37,256,223
Net asset value per unit	<u>2.363</u>	<u>3.157</u>

There was no difference between the net assets attributable to unitholders per the financial statements and the net assets attributable to unitholders for issuing/redeeming unit at the reporting date.

9. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of market risk (including price risk, interest rate risk and currency risk), liquidity risk and credit risk. The Fund's overall risk management programme seeks to minimise potential adverse effects on the Fund's financial performance. The Fund may use financial futures contracts, options and/or currency forward contracts subject to the terms of the Trust Deed to moderate certain risk exposures. Specific guidelines on exposures to individual securities and certain industries are in place for the Fund at any time as part of the overall financial risk management to reduce the Fund's risk exposures.

The Fund's assets principally consist of investments in equity securities. They are held in accordance with the published investment policies of the Fund. The allocation of assets between the various types of investments is determined by the Manager to achieve their investment objectives.

9. FINANCIAL RISK MANAGEMENT (continued)

The following is a summary of the main risks and risk management policies:

(a) Market risk

Market risk is the risk of loss to the value of investments because of changes in market conditions like interest and currency rate movements and volatility in security prices. External factors such as changes in economic environment, consumption patterns and investor's expectation contribute to market risk which may have a significant impact on the asset's value.

The Fund's investments are substantially dependent on changes in market prices. The Manager monitors the Fund's investments closely so as to assess changes in fundamentals and valuation. Although the Manager makes reasonable efforts in the choice of investments, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the asset value of the Fund. Guidelines are set to reduce the Fund's risk exposures to market volatility such as diversifying the portfolio by investing across various geographies/industries.

Covid-19 pandemic continues to evolve and develop. The situation is dynamic with various cities and countries around the world responding in different ways to address the pandemic. As a result of the Covid-19 pandemic, global financial markets have experienced significant volatility. Given the extent of the crisis, it is difficult to estimate the duration of the volatility in the portfolio of the Fund. The Manager is closely monitoring the development of the Covid-19 pandemic and its related impact.

The Fund's market risk is affected primarily by three components: changes in actual market prices, interest rate volatilities and foreign exchange movements.

(i) Price risk

The Fund's sensitivity to the market is measured using its beta, a ratio that describes how the expected return of a portfolio is correlated to the return of the financial market as a whole. The daily fund price movement is measured against the daily price movement of the benchmark to derive the beta.

As at 30 June 2022, the Fund's beta was 0.96 (2021: 0.99) which is calculated based on the daily returns over the preceding 12 months for the Fund and its benchmark.

9. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

The table below summarises the impact of increases/decreases from the Fund's underlying investments in equities on the Fund's net assets attributable to the unitholders as at 30 June 2022 and 2021. The analysis was based on the assumptions that the index components within the benchmark index increased/decreased by a reasonable possible shift, with all variables held constant and that the fair value of the Fund's investments moved according to the historical correlation with the index.

Fund	Benchmark	Impact of 8% (2021: 8%) movement in benchmark on net assets attributable to the unitholders	
		2022	2021
		\$	\$
LionGlobal China Growth Fund	MSCI Golden Dragon Index	2,041,461	2,843,990

(ii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates. The Fund's financial assets and liabilities are largely non-interest bearing and not subject to significant risk due to fluctuations in the prevailing levels of market interest rates.

Investment funds that invest in equity securities may be subject to interest rate risk as any interest rate change may affect the equity risk premium though at varying degrees. To manage this risk, the Manager analyses how interest rate changes may affect different industries and securities and then seeks to adjust the Fund's portfolio investments accordingly. However, the effects of changes in interest rates on the Fund's portfolio may not be quantified as the relationship between interest rates and the value of the equity securities is indirect. Hence, no separate sensitivity analysis has been presented.

9. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk

The Fund has monetary assets/liabilities denominated in currencies other than Singapore dollars and the Fund may be affected favourably or unfavourably by exchange rate regulations or changes in the exchange rates between the Singapore Dollar and such other currencies. The Fund may enter into foreign currency contracts designed to either hedge some or all of this exposure, or alternatively increase exposure to preferred foreign currencies.

The tables below summarise the Fund's exposure to key currencies at the end of the financial year. Monetary and non-monetary items have been taken into account for the analysis.

As at 30 June 2022	HKD	TWD	USD	SGD	CNH	PHP	KOW	Total
	\$	\$	\$	\$	\$	\$	\$	\$
Assets								
Portfolio of investments	15,605,517	5,524,646	2,198,756	-	3,252,598	-	-	26,581,517
Receivables	137,392	58,921	2,573	13,125	1,805	-	-	213,816
Due from brokers	-	11,234	-	-	-	-	-	11,234
Cash and cash equivalents	28,280	287,192	52,197	382,988	760,727	253	268	1,511,905
Total assets	15,771,189	5,881,993	2,253,526	396,113	4,015,130	253	268	28,318,472
Liabilities								
Payables	-	-	6,839	67,905	-	-	-	74,744
Total liabilities	-	-	6,839	67,905	-	-	-	74,744
Net financial assets	15,771,189	5,881,993	2,246,687	328,208	4,015,130	253	268	
Net currency exposure	15,771,189	5,881,993	2,246,687	328,208	4,015,130	253	268	

9. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

As at 30 June 2021	HKD	TWD	USD	SGD	CNH	PHP	Total
	\$	\$	\$	\$	\$	\$	\$
Assets							
Portfolio of investments	18,656,848	8,844,166	4,758,902	-	3,649,052	-	35,908,968
Receivables	36,424	14,905	1,976	23,849	3	-	77,157
Cash and cash equivalents	100,297	793,790	109,402	56,321	298,995	275	1,359,080
Total assets	18,793,569	9,652,861	4,870,280	80,170	3,948,050	275	37,345,205
Liabilities							
Payables	-	-	6,074	82,908	-	-	88,982
Total liabilities	-	-	6,074	82,908	-	-	88,982
Net financial assets/ (liabilities)	18,793,569	9,652,861	4,864,206	(2,738)	3,948,050	275	
Net currency exposure	18,793,569	9,652,861	4,864,206	(2,738)	3,948,050	275	

Equity investments are non-monetary financial assets and are exposed to both currency risk and price risk. As these financial assets are non-monetary, no separate sensitivity analysis has been performed to analyse currency risk. The impact of currency risk arising from these financial assets of the Fund's net assets value has been included in the above price risk sensitivity analysis.

The Fund's monetary assets/liabilities are measured for their sensitivity to exchange rate movements based on the balance of the monetary assets/liabilities, forecasted exchange rate movements and the net asset value of the Fund.

As of 30 June 2022 and 2021, the Fund's exposure to foreign currency fluctuations with respect to the monetary assets/liabilities is not considered to be significant and hence no sensitivity analysis on foreign currency risk has been presented.

9. FINANCIAL RISK MANAGEMENT (continued)

(b) Liquidity risk

The Fund is exposed to daily redemption of units in the Fund. It therefore invests the majority of its assets in investments that are traded in active markets and can be readily disposed of.

The tables below analyse the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the tables are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

As at 30 June 2022	Less than 3 months \$	3 months- 1 year \$	1-5 years \$	Above 5 years \$
Payables	74,744	-	-	-

As at 30 June 2021	Less than 3 months \$	3 months- 1 year \$	1-5 years \$	Above 5 years \$
Payables	88,982	-	-	-

(c) Credit risk

Credit risk is the risk that counterparty will fail to perform contractual obligations, either in whole or in part, under a contract.

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties, together with the respective credit limits, are approved,
- ensuring that transactions are undertaken with a large number of counterparties, and
- ensuring that the majority of transactions are undertaken on recognised exchanges.

All transactions in listed securities are settled/paid upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

9. FINANCIAL RISK MANAGEMENT (continued)

(c) Credit risk (continued)

Credit risk also arises from cash and cash equivalents and assets held with financial institutions.

The Fund may also enter into derivatives to manage its exposures to currency risk and price risk, including foreign exchange forward contracts and options. Hence, the Fund is also exposed to the risk that its derivatives held with counterparties may not be recoverable in the event of any default by the parties concerned. The Manager minimises the Fund's credit risk by undertaking transactions with banks that are part of banking group with good credit ratings assigned by international credit rating agencies.

For purposes of impairment assessment, the Fund's assets which are measured at amortised cost are considered to have low credit risk as they are not due for payment at the end of the reporting period and there has been no significant increase in the risk of default on the receivables since initial recognition. Accordingly, for the purpose of impairment assessment for these receivables, the loss allowance is measured at an amount equal to 12-month expected credit losses ("ECL"). The ECL for these assets as at the end of the reporting period is not significant.

The tables below summarise the credit rating of banks and custodian in which the Fund's assets are held as at 30 June 2022 and 2021.

	Credit rating ##	Source of credit rating
As at 30 June 2022		
<u>Custodian</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
<u>Bank</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P

9. FINANCIAL RISK MANAGEMENT (continued)

(c) Credit risk (continued)

	Credit rating ^{##}	Source of credit rating
As at 30 June 2021		
<u>Custodian</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
<u>Bank</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

The credit ratings are based on the Long-Term Issuer Ratings published by the rating agency.

^{##} Group credit ratings are presented for unrated subsidiaries.

(d) Capital management

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholders' redemptions.

(e) Fair value estimation

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

9. FINANCIAL RISK MANAGEMENT (continued)

 (e) Fair value estimation (continued)

The following tables analyse within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at 30 June 2022 and 2021:

As at 30 June 2022	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Portfolio of investments				
- Quoted equities	26,581,517	-	-	26,581,517
- Unquoted equities	-	-	-#	-
	<u>26,581,517</u>	<u>-</u>	<u>-</u>	<u>26,581,517</u>

As at 30 June 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Portfolio of investments				
- Quoted equities	35,908,968	-	-	35,908,968
- Unquoted equities	-	-	-#	-
	<u>35,908,968</u>	<u>-</u>	<u>-</u>	<u>35,908,968</u>

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, comprise active listed equities. The Fund does not adjust the quoted price for these instruments.

Investments classified within Level 3 have significant unobservable inputs as there are no readily available quoted market prices. Investments classified as Level 3 consist of 1 equity security (2021: 2 equity securities) which is suspended from trading on the relevant exchange. The fair value of these securities have been written down to nil value. The valuation techniques and key unobservable inputs for these investments are not disclosed and no sensitivity analysis is presented as the amount is insignificant.

The assets and liabilities included in the Statement of Financial Position except Portfolio of Investments are carried at amortised cost; their carrying values are a reasonable approximation of fair value.

10. RELATED PARTY TRANSACTIONS

Management fees are paid to the Manager, while trustee fee is paid to the Trustee. These fees paid or payable by the Fund shown in the Statement of Total Return and in the respective notes to the financial statements are on terms set out in the Trust Deed.

In addition to the related party information shown elsewhere in the financial statements, the following significant transactions took place during the financial year between the Fund and related parties at terms agreed between the parties and within the provisions of the Trust Deed:

	2022	2021
	\$	\$
Net Interest income from a bank which is a related company of the Trustee	642	464
Transaction fees charged by the Trustee	1,793	(2,186)
Registration fees charged by a related company of the Trustee	18,020	14,464
Valuation and administration fees charged by the Trustee	8,000	4,414
Custodian fees charged by a related company of the Trustee	5,608	(332)
Bank service fees charged by a bank which is a related company of the Trustee	6,642	922
Cash transfer fees charged by a related company of the Trustee	<u>2,654</u>	<u>5,669</u>

11. FINANCIAL RATIOS

	2022	2021
	%	%
Expense ratio ¹	1.56	1.48
Portfolio turnover ratio ²	<u>37</u>	<u>29</u>

¹ The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio at 30 June 2022 was based on total operating expenses of \$490,972 (2021: \$506,251) divided by the average net asset value of \$31,444,791 (2021: \$34,230,346) for the year. The total operating expenses do not include (where applicable) brokerage and other transaction costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances.

² The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being sales of \$11,597,688 (2021: purchases of \$9,950,381) divided by the average daily net asset value of \$31,444,791 (2021: \$34,230,346).

DISCLAIMER

This advertisement or publication has not been reviewed by the Monetary Authority of Singapore. It is for information only, and is not a recommendation, offer or solicitation for the purchase or sale of any capital markets products or investments and does not have regard to your specific investment objectives, financial situation, tax position or needs. Applications for units in our funds must be made on forms accompanying the prospectus. You should read the prospectus and Product Highlights Sheet which is available and may be obtained from Lion Global Investors Limited ("LGI") or any of its distributors, consider if a fund is suitable for you and seek such advice from a financial adviser if necessary, before deciding whether to invest in the fund. Investments in our funds are not obligations of, deposits in, guaranteed or insured by LGI or any of its affiliates and are subject to investment risks including the possible loss of the principal amount invested. The performance of a fund is not guaranteed and the value of units in a fund and the income accruing to the units, if any, may rise or fall. Past performance, as well as any predictions, projections, or forecasts are not necessarily indicative of the future or likely performance of a fund. Any extraordinary performance may be due to exceptional circumstances which may not be sustainable. Dividend distributions, which may be either out of income and/or capital, are not guaranteed and subject to LGI's discretion. Any such dividend distributions will reduce the available capital for reinvestment and may result in an immediate decrease in the net asset value of the fund. Any information (which includes opinions, estimates, graphs, charts, formulae or devices) is subject to change or correction at any time without notice and is not to be relied on as advice. You are advised to conduct your own independent assessment and investigation of the relevance, accuracy, adequacy and reliability of any information contained herein and no warranty is given and no liability is accepted for any loss arising directly or indirectly as a result of you acting on such information. The fund may, where permitted by the prospectus, invest in financial derivative instruments for hedging purposes or for the purpose of efficient portfolio management. LGI, its related companies, their directors and/or employees may hold units of a fund and be engaged in purchasing or selling units of a fund for themselves or their clients. Lion Global Investors® Limited (UEN/ Registration No. 198601745D) is a Singapore incorporated company, and is not related to any asset or fund management entity that is domiciled in Europe or the United States.

This publication may be translated into the Chinese language. In the event of any ambiguity, discrepancy or omission between the English and Chinese versions, the English version shall apply and prevail. In the event of any ambiguity, discrepancy or omission between this publication and the prospectus, the contents of the prospectus shall apply and prevail.



Lion Global Investors Ltd

65 Chulia Street #18-01

OCBC Centre, Singapore 049513

For more information, visit: lionglobalinvestors.com or email: ContactUs@lionglobalinvestors.com

Co Reg No:198601745D