

**GAVEKAL UCITS FUND**  
**ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS**  
**For the financial year ended 31 December 2023**

**GAVEKAL UCITS FUND**  
**Annual Report and Audited Financial Statements**  
**For the financial year ended 31 December 2023**

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**General Information**

**Directors of the Manager**

Brian Finneran (Irish)  
William Roxburgh (British) (resigned 9 June 2023)  
Hugh Grootenhuis (British)  
Patrick Robinson (Irish)  
David Dillon (Irish)  
Carol Mahon (Irish)  
Graeme Rate (British) (appointed 4 October 2023)

**Registered Office of the Manager**

Percy Exchange  
8-34 Percy Place  
Dublin 4, D04P5K3, Ireland

**Investment Advisor, Distributor and Promoter**

Gavekal Capital Limited  
Suite 3101  
Central Plaza  
18 Harbour Road  
Wanchai  
Hong Kong

**Manager**

Bridge Fund Management Limited  
Percy Exchange  
8-34 Percy Place  
Dublin 4, D04P5K3, Ireland

**Legal Advisor (Hong Kong)**

Deacons Solicitors  
Alexandra House  
5th Floor  
16-20 Chater Road  
Central  
Hong Kong

**Administrator, Registrar and Transfer Agent**

Société Générale Securities Services  
SGSS (Ireland) Limited  
3rd Floor, IFSC House  
International Financial Services Centre  
Dublin 1  
Ireland

**Swiss Representative Agent**

ACOLIN Fund Services AG  
Leutschenbachstrasse 50  
8050 Zurich  
Switzerland

**Legal Advisor (Ireland)**

Dillon Eustace  
33 Sir John Rogerson's Quay  
Dublin 2  
Ireland

**Trustee**

Société Générale S.A. (Dublin Branch)  
3rd Floor, IFSC House  
International Financial Services Centre  
Dublin 1  
Ireland

**Independent Auditors**

Deloitte Ireland LLP  
Chartered Accountants and Statutory Audit Firm  
Deloitte & Touche House  
Earlsfort Terrace  
Dublin 2  
Ireland

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**General Information (continued)**

**Distributors (Hong Kong)**

Gavekal Capital Limited  
Suite 3101  
Central Plaza  
18 Harbour Road  
Hong Kong

**Distributors (Cayman Islands)**

Gavekal Capital Management Limited  
c/o Codan Trust Company (Cayman) Limited  
Cricket Square  
Hutchins Drive  
P.O. Box 2681  
Grand Cayman KY1-1111  
Cayman Islands

**GAVEKAL UCITS FUND**  
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**Background to the GaveKal UCITS Fund (the “Trust”)**

The Trust is an open-ended umbrella unit trust established as an Undertaking for Collective Investment in Transferable Securities (“UCITS”) pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (the “UCITS Regulations”) and Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations 2019 (the “Central Bank UCITS Regulations”) and the Trust Deed dated 22 December 2005 by which the Trust is constituted (the “Trust Deed”).

The Trust currently has three sub-funds (the “Sub-Funds”):

- GaveKal Asian Opportunities UCITS Fund;
- GaveKal China Fixed Income Fund; and
- GaveKal China Onshore RMB Bond Fund.

Bridge Fund Management Limited (the “Manager”) may create more than one class of units in each Sub-Fund to which different levels of subscription fees (if any) and expenses (including the management fee), minimum subscription, minimum holding, designated currency, hedging strategy (if any) applied to the designated currency of the class, distribution policy and such other features as the Manager may determine may be applicable.

Under the terms of an Investment Advisory Agreement dated 29 October 2021, the Manager has delegated the power to implement the investment strategy and the investment management of the Sub-Funds to Gavekal Capital Limited (“Investment Adviser”).

At the financial year end, there were:

- Nine classes of units in issue for GaveKal Asian Opportunities UCITS Fund: the Class A EUR (unhedged), Class A GBP (unhedged), Class A USD (unhedged), Class B GBP (unhedged), Class C EUR (unhedged), Class C USD (unhedged), Class C GBP (unhedged), Class M USD (unhedged) and Class Select Euro (unhedged) units;
- Ten classes of units in issue for GaveKal China Fixed Income Fund: the Class A EUR (unhedged) Class A EUR (hedged), Class A EUR (distributing)(unhedged), Class A USD (unhedged), Class B EUR (unhedged), Class B GBP (distributing)(unhedged), Class C EUR (unhedged), Class SE SEK (unhedged), Class RMB CNH (unhedged) and Class M EUR (unhedged) units;
- Five class of units in issue for GaveKal China Onshore RMB Bond Fund: Class A EUR (unhedged); Class A SEK (unhedged) Class A USD (unhedged); Class B EUR (unhedged) and Class B GBP (unhedged) units.

**Investment objectives and policies**

The investment objective of GaveKal Asian Opportunities UCITS Fund is capital appreciation through tactical asset allocation between the currencies, government bonds, corporate bonds, convertible bonds and equities of the Asia-Pacific region.

The investment objective of GaveKal China Fixed Income Fund is to seek capital appreciation through the acquisition and sale of fixed income securities denominated in Chinese Yuan Renminbi, Hong Kong Dollar, US Dollar and Singapore Dollar.

The investment objective of GaveKal China Onshore RMB Bond Fund is to maximise total return through the acquisition and sale of Chinese onshore renminbi-denominated (“RMB”) bonds.

**GAVEKAL UCITS FUND**  
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**Statement of the Manager's Responsibilities**

The Unit Trusts Act, 1990 of Ireland ("the Act") requires the Manager of the Trust to prepare financial statements for each financial year that give a true and fair view of the financial position of the Trust at the end of that financial year and of the results of its operations and changes in net assets for the financial year then ended.

In preparing these financial statements the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Trust will continue in business.

The Manager is responsible for keeping proper books of account which disclose with reasonable accuracy at any time the financial position of the Trust and to ensure that the financial statements are prepared in accordance with International Financial Reporting Standards as adopted by the European Union and comply with the provisions of the Trust Deed, the UCITS Regulations and the Central Bank Regulations. The Manager has delegated the fund administration function to the Administrator to provide it with fund accounting, administration and transfer agency services. The books of account are kept at the office of Société Générale Securities Services, SGSS (Ireland) Limited (the "Administrator").

The Manager is also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities, and for safeguarding the assets of the Trust.

Under the Regulations, the Manager is required to entrust the assets of the Trust to a depositary for safekeeping. The trustee, Société Générale S.A. acts as depositary to the Trust (the "Depositary").

**Connected Parties Disclosure**

The European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (the "Regulations") require that any transaction carried out with the Trust by the Manager, Investment Adviser, Depositary or an associated company ("connected parties") are carried out as if negotiated at arm's length and are in the best interests of the shareholders.

The Directors are satisfied that there are arrangements in place to ensure that this requirement is applied to transactions with connected parties, and that transactions with connected parties during the year complied with this requirement.

The Regulations require that any transaction carried out with the Sub-Funds by a manager, custodian, investment adviser and/or associated or group companies of these ("connected parties") are carried out as if negotiated at arm's length and are in the best interests of the shareholders.

**GAVEKAL UCITS FUND**  
**Annual Report and Audited Financial Statements**  
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**Trustee's Report to the Unitholders of GaveKal UCITS Fund**

We have enquired into the conduct of the Trust for the financial year ended 31 December 2023 in our capacity as Depositary of the Trust.

In our opinion the Manager has managed the Trust in all material respects during the financial year in accordance with the provisions of the Trust Deed and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations 2011 (UCITS Regulations) including specifically the provisions relating to the limitations imposed on the investment and borrowing powers of the scheme.

This report including the opinion has been prepared for and solely for the Unitholders in the Trust as a body, in accordance with the UCITS Regulations and for no other purpose. We do not, in giving this opinion, accept or assume responsibility for any other purpose or to any other person to whom this report is shown.

**Statement of the Depositary's Responsibilities**

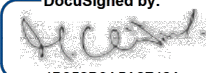
The Depositary is required to:

- Take responsibility for safe-keeping the assets of the Trust in accordance with the UCITS Regulations;
- Ensure that the Trust is managed by the Manager, in all material respects, in that financial year, in accordance with its constitutional documentation and the UCITS Regulations;
- Prepare a report for inclusion in the annual report on the conduct of the Manager in relation to the management of the Trust in accordance with the Trust Deed and the UCITS Regulations;
- If the Manager has not complied, in all material respects, with the Trust's constitutional documentation or the appropriate regulations, the Depositary must state why this is the case and outline the steps which the Depositary has taken to rectify the situation.

**Basis of Depositary Opinion**

The Depositary conducts its reviews on a test basis to ensure that it adheres to the Depositary duties outlined in the UCITS Regulations and to ensure that the Trust is managed, in all material respects, in accordance with the Trust's constitutional documentation and the UCITS Regulations.

On behalf of the Trustee

DocuSigned by:  
  
4B963B0A6A3742A...  
Société Générale S.A. (Dublin Branch)

25 April 2024

## INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF GAVEKAL UCITS FUND

### Report on the audit of the financial statements

#### Opinion on the financial statements of Gavekal Ucits Fund (the 'Trust')

In our opinion the Trust's financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Trust as at 31 December 2023 and of the profit for the financial year then ended; and
- have been properly prepared in accordance with the relevant financial reporting framework, the applicable Regulations and the provisions of the Trust Deed

The financial statements we have audited comprise:

- the Statement of Comprehensive Income;
- the Statement of Financial Position;
- the Statement of Changes in Net Assets attributable to Unitholders;
- the Statement of Cash Flows; and
- the related notes 1 to 19, including material accounting policy information as set out in note 1.

The relevant financial reporting framework that has been applied in their preparation is International Financial Reporting Standards as adopted by the European Union ("IFRS") ("the relevant financial reporting framework").

The applicable regulations that have been applied in their preparation is the Unit Trusts Act, 1990 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 and Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertakings for Collective Investment in Transferable Securities) Regulations, 2019 ("the applicable Regulations").

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (Ireland) (ISAs (Ireland)) and applicable law. Our responsibilities under those standards are described below in the "*Auditor's responsibilities for the audit of the financial statements*" section of our report.

We are independent of the Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ireland, including the Ethical Standard issued by the Irish Auditing and Accounting Supervisory Authority, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Manager's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Trust's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the Manager with respect to going concern are described in the relevant sections of this report.

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## INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF GAVEKAL UCITS FUND

### **Other information**

The other information comprises the information included in the Annual Report and Audited Financial Statements, other than the financial statements and our auditor's report thereon. The Manager is responsible for the other information contained within the Annual Report and Audited Financial Statements. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

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 we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. 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 the financial statements in accordance with the relevant financial reporting framework, 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 Trust'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 intend to liquidate the Trust or to cease operations, or have no realistic alternative but to do so.

### **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 ISAs (Ireland) 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.

A further description of our responsibilities for the audit of the financial statements is located on IAASA's website at: <https://iaasa.ie/publications/description-of-the-auditors-responsibilities-for-the-audit-of-the-financial-statements>. This description forms part of our auditor's report.

### **Report on other legal and regulatory requirements**

#### **Opinion on other matters prescribed by the applicable Regulations**

Based solely on the work undertaken in the course of the audit, we report that:

- We have obtained all the information and explanations which we consider necessary for the purposes of our audit.
- In our opinion the accounting records of the Trust were sufficient to permit the financial statements to be readily and properly audited.
- The financial statements are in agreement with the accounting records.

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## INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF GAVEKAL UCITS FUND

### **Use of our report**

This report is made solely to the Trust's unitholders, as a body, in accordance with the applicable Regulations and the provisions of the Trust Deed. Our audit work has been undertaken so that we might state to the Trust's unitholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Trust and the Trust's unitholders as a body, for our audit work, for this report, or for the opinions we have formed.



Jim Meegan  
For and on behalf of Deloitte Ireland LLP  
Chartered Accountants and Statutory Audit Firm  
Deloitte & Touche House, 29 Earlsfort Terrace, Dublin 2

30 April 2024

**GAVEKAL UCITS FUND**  
**Annual Report and Audited Financial Statements**  
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**Investment Advisor's Report**

The trading net asset value per share for the GaveKal Asian Opportunities UCITS Fund (Class A Euro) was EUR249.60 as of December 29, 2023. The value of shares in the GaveKal Asian Opportunities UCITS Fund appreciated by +11.15% in 2023 in EUR terms and +14.62% in USD terms, an outperformance relative to the MSCI Asia Pacific Index of 326bps and 317bps in EUR and USD terms, respectively. The major positive contributor to performance was the fund's overweight positions in India and Korea, while an underweight in China, good stock selection in Japan and Taiwan further added value to the fund.

The GaveKal China Fixed Income Fund gained +0.50% in USD terms for the year to December 29, 2023, underperforming by 31bps the composite index made up of 65% Bloomberg Onshore China Treasury 1-10 years and 35% Markit iBoxx ALBI China Offshore RMB Non-Government IG Total Return Index. The net asset value per share of the fund (Class A USD) stood at USD142.71 at year-end.

The GaveKal China Onshore RMB Bond Fund had a neutral year. The fund's net asset value per share (B EUR class) stood at EUR107.81 as of December 29, 2023. It fell behind the Bloomberg China Treasury Total Return Index by 94bps for the year.

**GaveKal Asian Opportunities UCITS Fund**

Most Asian equity markets rose during the period under review, driven by the US bond market's strong rally and weakness in the US dollar. Large-cap growth stocks outperformed while cyclical stocks underperformed. In the fourth quarter, the market consensus started to discount US interest rate cuts as inflation appeared to have peaked. However, we believe that inflation will remain sticky and that the US fiscal deficit is unlikely to improve sharply amid a slowing economy. While we remain overweight equities, we have shifted to a more balanced allocation between growth and value stocks in the portfolio.

Growth stocks in the Japanese market outperformed on lower US bond yields. Our holdings, like Tokyo Electron (8035 JP) and Fast Retailing (9983 JP), added value. Value stocks, especially banks and trading companies, delivered strong performances. We maintain our holdings in names which include Mitsubishi UFJ Financial Group (8306 JP), Sumitomo Mitsui Financial Group (8316 JP) and Itochu (8001 JP) on their strong earnings and improving returns for shareholders through buybacks. Our overweight position in Japan is backed by the weak yen policy, which is expected to change only gradually.

We remain overweight India. Large-cap banks, which include ICICI Bank (ICICIB IN) and IndusInd Bank (IIB IN), remain the best proxies for the investment-led growth cycle. Our other holdings, such as Larsen and Toubro (LT IN) and Reliance Industries (RELIANCE IN), also offer good exposure to the Indian growth story.

Our bullish medium-term view on the semiconductor sector, based on strong growth momentum in artificial intelligence and continuing supply-side capacity cuts, has added value over the period, backed by strong performances from TSMC (2330 TT), SK Hynix (000660 KS) and Tokyo Electron (8035 JP). We have also added Sumco (3436 JP) on the apparent bottoming-out of the global wafer business.

**GaveKal China Fixed Income Fund**

For the full year of 2023, the composite index made up of 65% Bloomberg Onshore China Treasury 1-10 years and 35% Markit iBoxx ALBI China Offshore RMB Non-Government IG Total Return Index ("the benchmark") gained +0.81% in USD terms. Against this backdrop, the GaveKal China Fixed Income Fund gained +0.5% in USD terms, below the benchmark by 31bps. CNH depreciated by -2.84% against USD during the year.

In terms of performance attribution, the onshore duration positioning detracted from performance while the carry and the offshore positioning contributed to performance.

During the period, the fund's AUM declined from USD589mn to USD275mn. The fund increased its weighted modified duration by 0.5 years to 3.6 years given the slower-than-expected economic recovery in China. The fund also increased its sovereign exposure by 14.4% of NAV in 2023, while reducing its commercial bank exposure by 12.3% of NAV. In terms of credit rating, the fund trimmed its BBB-rated names by 6.8% of NAV while adding its AAA-rated exposure by 5% of NAV and AA-rated exposure by 4% of NAV. As such, the average credit rating for the fund holdings has been improved from A to A+.

**GAVEKAL UCITS FUND**  
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**Investment Advisor's Report (continued)**

**GaveKal China Fixed Income Fund (continued)**

In December, China's official manufacturing PMI fell short of expectations, mainly driven by weaker new orders. However, this decline might not signal a broader industrial slowdown as December tends to be a slower month for the PMI. We expect sustained export and industrial production growth, yet subdued credit expansion and ongoing deflationary pressures suggest potential for further interest rate cuts. Major state-owned banks have recently lowered their deposit rates by 10-25 basis points, paving the way for lower bank lending rates.

In 2023, renminbi internationalization proceeded apace, with China and Brazil successfully conducting a trade entirely in their own currencies, marking a milestone in their bilateral trade relations. Bank of China helped Eldorado Brasil, a Brazilian paper pulp company, process the renminbi-based letter of credit discounting, and immediately converted it into Brazilian reais that were deposited in the company's account. Brazilian central bank reported that as of end 2022, the renminbi surpassed the euro to become Brazil's second-largest international reserve currency. The proportion of the renminbi in Brazil's international exchange reserves reached 5.37%, exceeding the proportion of the euro at 4.74% and up from 4.99% in 2021.

Argentina announced the use of renminbi liquidity provided by its currency swap agreement with China to repay USD1.7bn of its USD2.7bn payment obligations to the International Monetary Fund. This is the first time a country has used the renminbi in international debt repayments, a result of Argentina's shortage of US dollar reserves. This could potentially boost creditors' willingness to accept the renminbi in payment, helping to grow the role of the Chinese currency in the global monetary system.

In terms of trade with the Middle East, the Central Bank of Iraq announced its plan to allow direct renminbi settlement for the first time for trade from China, while China completed its first cross-border renminbi-settled liquefied natural gas transaction with Saudi Arabia. PetroChina International also completed the first-ever international crude oil trade to be settled in e-CNY at the Shanghai Petroleum and Natural Gas Exchange. The exact value of the deal and the identity of the seller were not disclosed. The deal is part of the SHPGX's efforts to address the Shanghai municipal government's requirements to use the e-CNY in cross-border trade.

The People's Bank of China officially launched the Swap Connect in 2023, an interest rate swap market access scheme. This allows domestic and overseas investors to conduct renminbi interest rate swap trading and clearing via infrastructure institutions in the Chinese mainland and the Hong Kong Special Administrative Region. The rollout of the scheme marked an important step in China's financial opening-up, allowing overseas investors to manage the interest rate risks associated with their rising investments in the onshore bond market.

Hong Kong Exchanges and Clearing Limited launched the HKD-RMB Dual Counter Model and the Dual Counter Market Making Program in its securities market on June 19. Under the dual counter model, investors can interchange securities listed in both Hong Kong dollar and renminbi counters. Securities under the two counters are of the same class and holdings of securities in the two counters can be transferred without change of beneficial ownership, giving issuers and investors more choices.

According to the PBoC, foreign institutional investors maintained a net capital inflow of more than RMB200bn (USD28bn) into Chinese bonds for the ninth consecutive month in October, with net purchases of Chinese bonds exceeding RMB1trn (USD137bn). As of the end of October, a total of 1,110 overseas institutions from 70 countries and regions had entered China's bond market. The total value of Chinese bonds held by foreign institutions reached RMB3.3trn, a nearly 200% increase since 2017.

China's policymakers are committed to offer robust support in 2024 to further revive the economy, as shown in the Central Economic Work Conference. Fiscal measures focus on fortifying stimulus efforts. Prudent monetary policy aims at ensuring liquidity, aligning credit with targeted nominal economic growth, and reducing overall financing costs for businesses and households.

Since June 26, 2023, the PBoC has consistently set the renminbi fixing stronger than anticipated, signalling support for the currency to prevent one-sided depreciation expectations. Given the PBoC's continued easing bias, we expect the Chinese government bond yield curve to be well-anchored.

**GAVEKAL UCITS FUND**  
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**Investment Advisor's Report (continued)**

**GaveKal China Onshore RMB Bond Fund**

In 2023, the Bloomberg China Treasury Total Return Index ("the benchmark") lost -0.97% in EUR terms. Against this backdrop, the GaveKal China Onshore RMB Bond Fund (EUR B Funder Share Class) lost -1.91% in EUR terms, underperforming the benchmark by 94bps. The fund's AUM decreased by EUR18mn to EUR94mn.

The fund's underperformance is mainly due to the short duration positioning during the first half of the year, when the fund was geared towards an economic recovery after the abolition of zero-Covid policies in late 2022.

At the end of 2023, the fund had a duration 0.13 years greater than the benchmark (7.45 years compared with the benchmark's 7.32 years). This contributed to a slightly higher-weighted yield to maturity for the fund relative to the benchmark (2.47% vs 2.46%).

Ten-year CGB yields have been trading between 2.54% and 2.93%, and decreased 28bps through the year to end at 2.56%. The high was reached at the end of January when people in China, after nearly three years, were again able to visit their families for the Lunar New Year festivities. Soon thereafter, the optimism about the reopening of the economy faded as signs emerged that the recovery would take longer to broaden out and that there were risks of a more pronounced deceleration of the economy. This led to a steady decline in CGB yields.

In March, the National People's Congress confirmed President Xi Jinping's third term, as well as a new leadership team. It also announced a relatively conservative annual growth target of around 5% this year. This indicated that China intended to let the economy recover "naturally" without major stimulus.

However, as the economy continued to weaken in April and May, driven by reversals in the export and property sectors from the strong levels that were recorded in the first quarter, the State Council in June vowed to implement more coordinated policies.

In July, the Politburo acknowledged that the recovery had been sluggish. It expressed its intention to provide more support, "deepen reform and opening-up" and "increase the intensity of macro policy support".

The People's Bank of China followed suit and eased monetary conditions and lowered the policy interest rates in June and August, by 10 bps each time, in order to support growth in a coordinated effort. At the same time, mortgage policies were loosened to revive the real estate sector.

Amid this fragile and slow economic recovery, the Standing Committee of the National People's Congress in October approved the issuance of an additional RMB1trn of treasury bonds to increase fiscal stimulus. This raised the approved budget deficit for this year to 3.8% of expected GDP from 3.0%. It is the first time since 2000 that the deficit target has been raised during the year. Additionally, the Congress also authorized the acceleration of local government bond issuance beyond the initial quota.

Towards the end of the year, China's economic data continued to show a mixed picture, indicating stable but subdued growth. The manufacturing PMI dipped to 49.0 in December. The NBS non-manufacturing PMI managed to stay above 50, driven by a rise in the construction PMI to 56.9, while the service PMI remained at 49.3. The data underscore both the overall sluggish demand and the government's efforts to accelerate infrastructure development to support the economy.

In December Chinese policymakers at the Central Economic Work Conference said they were committed to robust support for the economy in 2024. Fiscal measures will focus on fortifying stimulus efforts. Prudent monetary policy will aim at ensuring liquidity, aligning credit with targeted nominal economic growth, and reducing overall financing costs for businesses and households.

In geopolitical developments, the November 15 meeting between presidents Joe Biden and Xi Jinping offered reassurance, with both leaders committing to responsibly managing differences and competition. While a reversal of the US trade and technology policy towards China may be unlikely, the meeting has probably reduced the risk of a significant escalation in US-China tensions leading up to the 2024 presidential election.

Since June 26, the People's Bank of China has continued to fix the renminbi much stronger than expected, signalling support for the currency to avert one-sided depreciation expectations. Given the PBoC's continued easing bias, we expect the Chinese government bond yield curve to be well-anchored.

**GAVEKAL UCITS FUND**  
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**Investment Advisor's Report (continued)**

**Gavekal Capital Limited**

**January 2024**

**GAVEKAL UCITS FUND**  
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**Statement of Comprehensive Income**

		<b>GaveKal Asian Opportunities UCITS Fund</b>	
		<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
		<b>EUR</b>	<b>EUR</b>
<b>Income</b>	<b>Notes</b>		
Dividend income	1 (d)	3,326,569	3,656,706
Bond interest income	1 (d)	989,909	1,507,679
Deposit interest	1 (d)	117,330	266,758
Net realised gain/(loss) on investments and foreign exchange	3	1,770,608	(17,475,877)
Net unrealised gain/(loss) on investments and foreign exchange	3	15,325,876	(16,100,842)
<b>Total investment income/(loss)</b>		<b>21,530,292</b>	<b>(28,145,576)</b>
<b>Expenses</b>			
Management fees	1(e), 9(a)	(2,390,390)	(2,631,671)
Administration and transfer agent fees	1(e), 9(b)	(109,231)	(122,546)
Depositary fees	1(e), 9(b)	(37,327)	(44,444)
Transaction fees	1(h), 9(d)	(1,912,341)	(1,663,777)
Other fees	1(e)	(87,563)	(51,171)
<b>Total operating expenses</b>		<b>(4,536,852)</b>	<b>(4,513,609)</b>
<b>Operating gain/(loss) before tax</b>		<b>16,993,440</b>	<b>(32,659,185)</b>
Withholding tax on dividends	8	(572,409)	(614,774)
<b>Increase/(decrease) in net assets attributable to Unitholders resulting from operations</b>		<b>16,421,031</b>	<b>(33,273,959)</b>

*The accompanying notes form an integral part of these Financial Statements*

**GAVEKAL UCITS FUND**  
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**Statement of Comprehensive Income (continued)**

		<b>GaveKal China Fixed Income Fund</b>	
		<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
		<b>USD</b>	<b>USD</b>
<b>Income</b>	<b>Notes</b>		
Deposit interest	1(d)	244,900	131,130
Bond interest income	1(d)	12,537,224	40,677,087
Net realised loss on investments and foreign exchange	3	(37,734,290)	(47,429,188)
Net unrealised gain/(loss) on investments and foreign exchange	3	29,189,315	(108,416,074)
<b>Total investment income/(loss)</b>		<b>4,237,149</b>	<b>(115,037,045)</b>
<b>Expenses</b>			
Management fees	1(e), 9(a)	(2,276,745)	(6,123,589)
Administration and transfer agent fees	1(e), 9(b)	(256,383)	(557,564)
Depository fees	1(e), 9(b)	(94,405)	(215,432)
Transaction fees	1(h), 9(d)	(29,663)	(63,047)
Other fees	1(e)	(164,312)	(228,327)
<b>Total operating expenses</b>		<b>(2,821,508)</b>	<b>(7,187,959)</b>
<b>Operating profit/(loss) before tax</b>		<b>1,415,641</b>	<b>(122,225,004)</b>
Withholding tax	8	-	(3)
Dividend distribution	13	(465,553)	(1,448,897)
<b>Increase/(decrease) in net assets attributable to Unitholders resulting from operations</b>		<b>950,088</b>	<b>(123,673,904)</b>

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**GAVEKAL UCITS FUND**  
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**Statement of Comprehensive Income (continued)**

		<b>GaveKal China Onshore RMB</b>	
		<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>Notes</b>	<b>EUR</b>	<b>EUR</b>
<b>Income</b>			
Bond interest income	1(d)	2,985,544	5,232,183
Deposit interest	1(d)	36,711	19,579
Net realised (loss)/gain on investments and foreign exchange	3	(3,831,590)	11,639,039
Net unrealised loss on investments and foreign exchange	3	(748,510)	(12,267,046)
<b>Total investment (loss)/income</b>		<b>(1,557,845)</b>	<b>4,623,755</b>
<b>Expenses</b>			
Management fees	1(e), 9(a)	(639,658)	(1,004,390)
Administration and transfer agent fees	1(e), 9(b)	(69,774)	(109,212)
Depositary fees	1(e), 9(b)	(24,269)	(37,443)
Transaction fees	1(h), 9(d)	(4,455)	(8,376)
Other fees	1(e)	(89,126)	(91,837)
<b>Total operating expenses</b>		<b>(827,282)</b>	<b>(1,251,258)</b>
<b>Operating (loss)/profit before tax</b>		<b>(2,385,127)</b>	<b>3,372,497</b>
<b>(Decrease)/increase in net assets attributable to Unitholders resulting from operations</b>		<b>(2,385,127)</b>	<b>3,372,497</b>

Gains and losses arose solely from continuing operations. There are no recognised gains or losses during the financial year other than those included in the Statement of Comprehensive Income.

**GAVEKAL UCITS FUND**  
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**Statement of Financial Position as at 31 December 2023**

		<b>GaveKal Asian Opportunities UCITS</b>	
		<b>Fund</b>	
	<b>Notes</b>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
		<b>EUR</b>	<b>EUR</b>
<b>Current assets</b>			
Financial assets at fair value through profit or loss	4, 12	154,982,864	151,373,611
Cash and cash equivalents	6	1,631,430	1,755,987
Accrued income	4	222,143	256,849
Receivable for investments sold		7,058,158	-
Subscriptions receivable		44,181	22,497
Dividends receivable		121,813	93,716
<b>Total assets</b>		<b>164,060,589</b>	<b>153,502,660</b>
<b>Current liabilities</b>			
Accrued expenses	5	(308,868)	(322,508)
Bank overdraft	6	(1,540,553)	(12,834)
Payable for investments purchased		(6,732,385)	-
Redemptions payable		(91,600)	(7,286)
<b>Total liabilities (excluding net assets attributable to Unitholders)</b>		<b>(8,673,406)</b>	<b>(342,628)</b>
<b>Net assets attributable to Unitholders</b>		<b>155,387,183</b>	<b>153,160,032</b>

*The accompanying notes form an integral part of these Financial Statements*

**GAVEKAL UCITS FUND**  
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**Statement of Financial Position as at 31 December 2023 (continued)**

		<b>GaveKal China Fixed Income Fund</b>	
		<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
		<b>USD</b>	<b>USD</b>
<b>Current assets</b>	<b>Notes</b>		
Financial assets at fair value through profit or loss	4, 12	269,562,377	570,570,505
Unrealised gain on forward currency contracts	4,1(k)	36	95,535
Cash and cash equivalents	6	5,688,185	11,173,718
Receivable for investments sold		2,383,703	2,889,864
Accrued income	4	2,629,643	11,272,049
Subscription receivable		90,786	59,290
<b>Total assets</b>		<b>280,354,730</b>	<b>596,060,961</b>
<b>Current liabilities</b>			
Unrealised loss on forward currency contracts	4, 12, 1(k)	(10,311)	-
Accrued expenses	5	(345,372)	(568,265)
Payable for investments purchased		(2,386,065)	(2,904,781)
Redemptions payable		(2,705,017)	(3,360,480)
<b>Total liabilities (excluding net assets attributable to Unitholders)</b>		<b>(5,446,765)</b>	<b>(6,833,526)</b>
<b>Net assets attributable to Unitholders</b>		<b>274,907,965</b>	<b>589,227,435</b>

*The accompanying notes form an integral part of these Financial Statements*

**GAVEKAL UCITS FUND**  
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**Statement of Financial Position as at 31 December 2023 (continued)**

		<b>GaveKal China Onshore RMB Bond</b>	
		<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>Notes</b>	<b>EUR</b>	<b>EUR</b>
<b>Current assets</b>			
Financial assets at fair value through profit or loss	4, 12	91,870,171	107,916,561
Cash and cash equivalents	6	6,991,802	2,722,442
Accrued income	4	852,515	1,312,029
<b>Total assets</b>		<b>99,714,488</b>	<b>111,951,032</b>
<b>Current liabilities</b>			
Accrued expenses	5	(154,989)	(156,997)
Redemptions payable		(5,407,112)	-
<b>Total liabilities (excluding net assets attributable to Unitholders)</b>		<b>(5,562,101)</b>	<b>(156,997)</b>
<b>Net assets attributable to Unitholders</b>		<b>94,152,387</b>	<b>111,794,035</b>

For and on behalf of the Manager



Patrick Robinson

25 April 2024



Brian Finneran

**GAVEKAL UCITS FUND**  
**Annual Report and Audited Financial Statements**  
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**Statement of Changes in Net Assets Attributable to Unitholders**

	Notes	GaveKal Asian Opportunities UCITS Fund	
		31-Dec-2023 EUR	31-Dec-2022 EUR
<b>Net assets attributable to Unitholders at beginning of the financial year</b>		<b>153,160,032</b>	<b>208,279,642</b>
Increase/(decrease) in net assets attributable to Unitholders resulting from operations		16,421,031	(33,273,959)
Proceeds from Units issued	7	14,230,754	13,293,022
Payments for Units redeemed	7	(28,424,634)	(35,138,673)
Decrease in net assets resulting from Unit transactions		(14,193,880)	(21,845,651)
Increase/(decrease) in net assets attributable to Unitholders		2,227,151	(55,119,610)
<b>Net assets attributable to Unitholders at end of the financial year</b>		<b>155,387,183</b>	<b>153,160,032</b>

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**GAVEKAL UCITS FUND**  
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**Statement of Changes in Net Assets Attributable to Unitholders (continued)**

	Notes	<u>GaveKal China Fixed Income Fund</u>	
		<u>31-Dec-2023</u>	<u>31-Dec-2022</u>
		USD	USD
<b>Net assets attributable to Unitholders at beginning of the financial year</b>		<b>589,227,435</b>	<b>1,578,299,015</b>
Increase/(decrease) in net assets attributable to Unitholders resulting from operations		950,088	(123,673,904)
Proceeds from Units issued	7	34,966,657	332,477,631
Payments for Units redeemed	7	(350,236,214)	(1,197,875,307)
Decrease in net assets resulting from Unit transactions		(315,269,557)	(865,397,676)
Decrease in net assets attributable to Unitholders		(314,319,469)	(989,071,580)
<b>Net assets attributable to Unitholders at end of the financial year</b>		<b><u>274,907,966</u></b>	<b><u>589,227,435</u></b>

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**GAVEKAL UCITS FUND**  
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**Statement of Changes in Net Assets Attributable to Unitholders (continued)**

	Notes	<b>GaveKal China Onshore RMB Bond</b>	
		<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
		<b>EUR</b>	<b>EUR</b>
<b>Net assets attributable to Unitholders at beginning of the financial year</b>		<b>111,794,035</b>	<b>213,932,687</b>
(Decrease)/increase in net assets attributable to Unitholders resulting from operations		(2,385,127)	3,372,497
Proceeds from Units issued	7	21,227,072	92,786,015
Payments for Units redeemed	7	(36,483,592)	(198,297,164)
Decrease in net assets resulting from Unit transactions		(15,256,520)	(105,511,149)
Decrease in net assets attributable to Unitholders		(17,641,647)	(102,138,652)
<b>Net assets attributable to Unitholders at end of the financial year</b>		<b>94,152,387</b>	<b>111,794,035</b>

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**GAVEKAL UCITS FUND**  
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**Statement of Cash Flows**

	<b>GaveKal Asian Opportunities UCITS Fund</b>	
	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
<b>Increase/(decrease) in net assets attributable to Unitholders resulting from operations</b>	<b>16,421,031</b>	<b>(33,273,959)</b>
<i>Adjustments to reconcile increase/(decrease) in net assets resulting from operations to net cash provided by/(used in) operating activities</i>		
<u>Changes in operating assets and liabilities:</u>		
Net (increase)/decrease in financial assets at fair value through profit or loss	(3,609,253)	52,244,610
Net (increase)/decrease in dividends receivable	(28,097)	10,588
Net increase in payable for investments purchased	6,732,385	-
Net (increase)/decrease in receivable for investments sold	(7,058,158)	293,014
Net decrease in accrued income	34,706	96,671
Net (decrease) in accrued expenses	(13,640)	(404,731)
<b>Net cash (used in)/provided by operating activities</b>	<b><u>(3,942,057)</u></b>	<b><u>52,240,152</u></b>
<b>Cash flows from financing activities</b>		
Proceeds from Units issued	14,209,070	13,364,038
Payments for Units redeemed	(28,340,320)	(35,139,206)
<b>Net cash (used in) from financing activities</b>	<b><u>(14,131,250)</u></b>	<b><u>(21,775,168)</u></b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,652,276)</b>	<b>(2,808,975)</b>
Cash and cash equivalents at beginning of financial year	1,743,153	4,552,128
<b>Cash and cash equivalents at end of financial year</b>	<b><u>90,877</u></b>	<b><u>1,743,153</u></b>

*The accompanying notes form an integral part of these Financial Statements*



**GAVEKAL UCITS FUND**  
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**Statement of Cash Flows (continued)**

	<b>GaveKal China Fixed Income Fund</b>	
	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>USD</b>	<b>USD</b>
<b>Increase/(decrease) in net assets attributable to Unitholders resulting from operations</b>	<b>950,088</b>	<b>(123,673,904)</b>
<i>Adjustments to reconcile increase/(decrease) in net assets resulting from operations to net cash provided by operating activities</i>		
<u>Changes in operating assets and liabilities:</u>		
Net decrease in financial assets at fair value through profit or loss	301,018,439	981,015,297
Net decrease in net unrealised gain on forward currency contracts	95,499	400,991
Net decrease in receivable for investments sold	506,161	3,934,522
Net decrease in accrued income	8,642,405	9,539,017
Net (decrease) in payable for investments purchased	(518,716)	(3,899,329)
Net (decrease) in accrued expenses	(222,893)	(1,334,476)
<b>Net cash provided by operating activities</b>	<b><u>309,520,895</u></b>	<b><u>989,656,022</u></b>
<b>Cash flows from financing activities</b>		
Proceeds from Units issued	34,935,161	337,718,695
Payments for Units redeemed	(350,891,677)	(1,210,230,769)
<b>Net cash (used in) from financing activities</b>	<b><u>(315,956,516)</u></b>	<b><u>(872,512,074)</u></b>
<b>Net (decrease) in cash and cash equivalents</b>	<b>(5,485,533)</b>	<b>(6,529,956)</b>
Cash and cash equivalents at beginning of financial year	11,173,718	17,703,674
<b>Cash and cash equivalents at end of financial year</b>	<b><u>5,688,185</u></b>	<b><u>11,173,718</u></b>

*The accompanying notes form an integral part of these Financial Statements*

**GAVEKAL UCITS FUND**  
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**Statement of Cash Flows (continued)**

	<b>GaveKal China Onshore RMB Bond</b>	
	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
<b>(Decrease)/increase in net assets attributable to Unitholders resulting from operations</b>	<b>(2,385,127)</b>	<b>3,372,497</b>
<i>Adjustments to reconcile (decrease)/increase in net assets resulting from operations to net cash provided by operating activities</i>		
<u>Changes in operating assets and liabilities:</u>		
Net decrease in financial assets at fair value through profit or loss	16,046,390	102,574,778
Net decrease in accrued income	459,514	837,267
Net decrease in subscriptions receivable	-	55,517
Net (decrease) in accrued expenses	(2,008)	(175,031)
<b>Net cash provided by operating activities</b>	<b>16,503,896</b>	<b>103,292,531</b>
<b>Cash flows from financing activities</b>		
Proceeds from Units issued	26,634,184	80,717,358
Payments for Units redeemed	(36,483,592)	(198,297,164)
<b>Net cash (used in) financing activities</b>	<b>(9,849,408)</b>	<b>(117,579,806)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>4,269,361</b>	<b>(10,914,778)</b>
Cash and cash equivalents at beginning of financial year	2,722,442	13,637,220
<b>Cash and cash equivalents at end of financial year</b>	<b>6,991,802</b>	<b>2,722,442</b>

*The accompanying notes form an integral part of these Financial Statements*

**GAVEKAL UCITS FUND**  
**Annual Report and Audited Financial Statements**  
**For the financial year ended 31 December 2023**

**Notes to the Financial Statements**

**1. Summary of significant accounting policies**

**Basis of preparation**

The financial statements have been prepared in accordance with International Financial Reporting Standards (“IFRS”) as adopted by the EU, the Trust Deed and the UCITS Regulations. Considering the Trust’s net assets, liquidity, current commitments, future plans and the feasibility of these plans, the Directors have a reasonable expectation that the Trust will continue in operational existence for a period of at least one year and as a result the financial statements have been prepared on a going concern basis.

**(a) Portfolio valuation**

*Investment transactions*

*(i) Classification and measurement*

Under IFRS 9, a financial asset is classified as measured at: amortised cost, Fair value through other comprehensive income (“FVOCI”) or fair value through profit or loss (“FVTPL”). The classification of financial assets under IFRS 9 is based on the business model in which a financial asset is managed and on its contractual cash flow characteristics.

In evaluating the classification of financial assets the Trust has determined the following:

- Based on how performance is evaluated, how risks are managed and how compensation is paid, the business model for financial assets is to manage on a fair value basis.
- The contractual cash flows of the financial assets are not solely payments of principal and interest.

Based on the above evaluation, the Trust’s investments are classified at FVTPL. All other financial assets are classified as being measured at amortised cost. The Trust’s financial liabilities are classified at FVTPL.

*(ii) Recognition and derecognition*

Purchases and sales of investments are recognised on trade date – the date on which the Trust commits to purchase or sell the asset. Investments are initially recognised at fair value and are derecognised when the rights to receive cash flows from the investments have expired or the Trust has transferred substantially all risks and rewards of ownership.

**(b) Gains and losses on sale of investments**

Realised gains and losses on sale of securities are calculated on a weighted average cost basis, while realised gains and losses on sale of derivatives are calculated using the first-in-first-out (“FIFO”) method. Realised and unrealised gains and losses on investments arising during the financial year are recognised in the Statement of Comprehensive Income.

**(c) Foreign exchange translation**

Items included in the Trust’s financial statements are measured using the primary currency of the majority of investing Units (the “functional currency”).

The functional currency of GaveKal China Fixed Income Fund is the United States Dollar (“USD”), and is the presentation currency for the Sub-Fund in the financial statements.

The functional currency of GaveKal Asian Opportunities UCITS Fund and GaveKal China Onshore RMB Bond Fund is the Euro (“EUR”), and is the presentation currency for the Sub-Fund in these financial statements.

Assets and liabilities expressed in foreign currencies are converted into the functional currency of each of the Sub-Funds using the exchange rates prevailing at the year end. Transactions in foreign currencies are translated into the respective functional currency at exchange rates ruling at the transaction dates. Gains and losses on translation of investments are included in net movement in financial assets and liabilities at fair value through profit or loss. Gains and losses on foreign exchange transactions are recognised in the Statement of Comprehensive Income in determining the result for the financial year.

**GAVEKAL UCITS FUND**  
**Annual Report and Audited Financial Statements**  
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**Notes to the Financial Statements (continued)**

**1. Summary of significant accounting policies (continued)**

**(d) Income**

Dividends are recognised as income on the dates that securities are first quoted “ex-dividend” to the extent information thereon is reasonably available to the Trust. Bond interest income is recognised on an effective yield basis in line with the contractual terms. Deposit interest is recognised as income of the relevant Sub-Fund on an accrual basis.

**(e) Expenses**

Expenses are accounted for on an accrual basis.

**(f) Net Asset Value per Unit**

The Net Asset Value per Unit of each class is calculated by dividing the Net Asset Value of the Sub-Fund attributable to a class by the number of Units of the class of the relevant Sub-Fund in issue as at the relevant Valuation Point.

**(g) Net assets attributable to Unitholders**

The redeemable participating Units can be put back to the Sub-Fund at any time for cash equal to each Unit’s proportionate share of the Sub-Fund’s Net Asset Value. The redeemable participating Unit is carried at the redemption amount that is payable at the Statement of Financial Position date if the Unitholder exercised its right to put the redeemable participating Unit back to the Sub-Fund.

**(h) Transaction costs**

Transaction costs on financial assets held for trading are expensed immediately.

**(i) Cash and cash equivalents**

Cash comprises demand deposits. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and which are subject to insignificant risk of changes in value, and are held for the purpose of meeting short-term cash commitments rather than for investment or other purposes.

**(j) Futures contracts**

Futures are standardised exchange-traded contracts to either purchase or sell a designated financial instrument, currency, commodity or an index at a specified future date for a specified price and may be settled in cash or another financial asset. Upon entering into a futures contract, the relevant Sub-Fund is required to deposit with a broker an amount of cash or securities equal to the minimum initial margin requirement. The amount of cash or eligible securities required for the initial margin requirement is set by the exchange on which the contract is traded. The contracts are marked to market daily and settled daily through the margin account maintained with the executing broker. Subsequent payments are made or received by the relevant Sub-Fund each day, dependent on the daily fluctuations in the value of the underlying index or security. These payments are recorded for financial reporting purposes as unrealised gains or losses by the relevant Sub-Fund. When entering into a closing transaction, the relevant Sub-Fund will realise a gain or loss equal to the difference between the value of the futures contract to sell and the futures contract to buy or the amounts received on the sale of the futures.

**(k) Forward currency contracts**

Forward contracts entered into by the relevant Sub-Fund represent a firm commitment to buy or sell an underlying asset, or currency at a specified value and point in time based upon an agreed or contracted rate. The realised / unrealised gain or loss is equal to the difference between the value of the contract at the onset and the value of the contract at settlement date / year-end date and are included in the Statement of Comprehensive Income.

**GAVEKAL UCITS FUND**  
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**Notes to the Financial Statements (continued)**

**2. New standards and amendments to existing standards**

There are no standards, interpretations or amendments to existing standards that are not yet effective that would be expected to have a significant impact on the Trust.

**3. Net movement on financial assets at fair value through profit and loss**

<b><u>GaveKal Asian Opportunities UCITS Fund</u></b>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
<i>Net gain/(loss) on investment activities</i>		
Net realised gain/(loss) on investments	2,293,990	(15,676,024)
Net realised (loss) on foreign exchange	(523,382)	(1,799,853)
<b>Net realised gain/(loss) on investments and foreign exchange</b>	<b>1,770,608</b>	<b>(17,475,877)</b>
Net unrealised gain/(loss) on investments	15,308,709	(16,099,301)
Net unrealised gain/(loss) on foreign exchange	17,167	(1,541)
<b>Net unrealised gain/(loss) on investments and foreign exchange</b>	<b>15,325,876</b>	<b>(16,100,842)</b>
 <b><u>GaveKal China Fixed Income Fund</u></b>	 <b>31-Dec-2023</b>	 <b>31-Dec-2022</b>
	<b>USD</b>	<b>USD</b>
<i>Net gain/(loss) on investment activities</i>		
Net realised loss on investments	(37,632,566)	(38,930,528)
Net realised loss on foreign exchange	(101,724)	(8,498,660)
<b>Net realised loss on investments and foreign exchange</b>	<b>(37,734,290)</b>	<b>(47,429,188)</b>
Net unrealised gain/(loss) on investments	29,365,255	(108,080,565)
Net unrealised loss on foreign exchange	(175,940)	(335,509)
<b>Net unrealised gain/(loss) on investments and foreign exchange</b>	<b>29,189,315</b>	<b>(108,416,074)</b>
 <b><u>GaveKal China Onshore RMB Bond Fund</u></b>	 <b>31-Dec-2023</b>	 <b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
<i>Net loss on investment activities</i>		
Net realised (loss)/gain on investments	(3,749,707)	11,882,218
Net realised (loss) on foreign exchange	(81,883)	(243,179)
<b>Net realised (loss)/gain on investments and foreign exchange</b>	<b>(3,831,590)</b>	<b>11,639,039</b>
Net unrealised (loss) on investments	(754,611)	(12,262,039)
Net unrealised gain/(loss) on foreign exchange	6,101	(5,007)
<b>Net unrealised (loss) on investments and foreign exchange</b>	<b>(748,510)</b>	<b>(12,267,046)</b>

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**Notes to the Financial Statements (continued)**

**4. Financial assets and liabilities at fair value through profit or loss**

<b><u>GaveKal Asian Opportunities UCITS Fund</u></b>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
<b>Financial assets</b>		
Cost	140,298,298	151,996,216
Unrealised gain/(loss) on investments including accrued income	14,906,709	(365,756)
Financial assets at fair value	155,205,007	151,630,460
Less accrued income on interest bearing securities	(222,143)	(256,848)
Financial assets at fair value	<b>154,982,864</b>	<b>151,373,611</b>

<b><u>GaveKal China Fixed Income Fund</u></b>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>USD</b>	<b>USD</b>
<b>Financial assets</b>		
Cost	325,175,474	655,644,391
Unrealised (loss) on investments including accrued income	(52,983,418)	(73,706,304)
Financial assets at fair value	272,192,056	581,938,088
Less accrued income on interest bearing securities	(2,629,643)	(11,272,048)
Financial assets at fair value	<b>269,562,413</b>	<b>570,666,040</b>

<b><u>GaveKal China Onshore RMB Bond Fund</u></b>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
<b>Financial assets</b>		
Cost	90,721,260	106,013,037
Unrealised gain on investments including accrued income	2,001,426	3,215,553
Financial assets at fair value	92,722,686	109,228,590
Less accrued income on interest bearing securities	(852,515)	(1,312,029)
Financial assets at fair value	<b>91,870,171</b>	<b>107,916,561</b>

**5. Accrued expenses**

<b><u>GaveKal Asian Opportunities UCITS Fund</u></b>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
Management fees	181,089	195,390
Administration and transfer agent fees	8,684	31,550
Depositary fees	27,776	19,729
Audit fees	12,394	9,474
Other fees	78,925	66,366
	<b>308,868</b>	<b>322,508</b>

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**Notes to the Financial Statements (continued)**

**5. Accrued expenses (continued)**

**GaveKal China Fixed Income Fund**

	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>USD</b>	<b>USD</b>
Management fees	120,173	278,989
Administration and transfer agent fees	30,594	144,397
Depository fees	44,520	31,194
Audit fees	13,680	10,141
Other fees	136,405	103,545
	<b>345,372</b>	<b>568,265</b>

**GaveKal China Onshore RMB Bond Fund**

	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
Management fees	47,361	57,402
Administration and transfer agent fees	5,158	20,931
Depository fees	11,460	8,714
Audit fees	12,308	7,978
Other fees	78,702	61,971
	<b>154,989</b>	<b>156,997</b>

**6. Cash and cash equivalents**

**GaveKal Asian Opportunities UCITS Fund**

<u>Cash</u>		<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>Credit Rating</b>	<b>EUR</b>	<b>EUR</b>
Société Générale S.A.	A-	1,611,193	1,715,413
UBS	A+	20,237	20,150
Ulster Bank	A-	-	20,424
		<b>1,631,430</b>	<b>1,755,987</b>

Bank overdraft

Société Générale S.A.	A-	(1,540,553)	(12,834)
		<b>(1,540,553)</b>	<b>(12,834)</b>

**GaveKal China Fixed Income Fund**

		<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
		<b>USD</b>	<b>USD</b>
<u>Cash</u>			
Société Générale S.A.	A-	5,688,185	11,173,718
		<b>5,688,185</b>	<b>11,173,718</b>

**GaveKal China Onshore RMB Bond Fund**

		<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
		<b>EUR</b>	<b>EUR</b>
<u>Cash</u>			
Société Générale S.A.	A-	6,991,802	2,722,442
		<b>6,991,802</b>	<b>2,722,442</b>

**GAVEKAL UCITS FUND**  
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**7. Redeemable participating Units**

<b><u>GaveKal Asian Opportunities UCITS Fund</u></b>	<b>Class A EUR</b>	<b>Class A GBP</b>	<b>Class A USD</b>	<b>Class B GBP</b>	
Number of Units issued and fully paid up at 1 January 2022	318,873	44,492	592,196	3,442	
Issued during the financial year	35,551	-	12,378	-	
Redeemed during the financial year	(49,564)	-	(148,219)	(863)	
Balance at 31 December 2022 and 1 January 2023	304,860	44,492	456,355	2,579	
Issued during the financial year	29,400	558	25,162	-	
Redeemed during the financial year	(77,446)	(361)	(49,063)	(48)	
<b>Balance at 31 December 2023</b>	<b>256,814</b>	<b>44,689</b>	<b>432,454</b>	<b>2,531</b>	

<b><u>GaveKal Asian Opportunities UCITS Fund</u></b>	<b>Class C GBP</b>	<b>Class C EUR</b>	<b>Class C USD</b>	<b>Class Select EUR</b>	<b>Class M USD</b>
Number of Units issued and fully paid up at 1 January 2022	145	32,627	9,058	73,000	-
Issued during the financial year	-	17,707	1,000	-	-
Redeemed during the financial year	-	(4,638)	(5,997)	-	-
Balance at 31 December 2022 and 1 January 2023	145	45,696	4,061	73,000	-
Issued during the financial year	-	7,265	1,492	-	25,617
Redeemed during the financial year	-	(20,482)	(531)	-	(1,858)
<b>Balance at 31 December 2023</b>	<b>145</b>	<b>32,479</b>	<b>5,022</b>	<b>73,000</b>	<b>23,759</b>

<b><u>GaveKal China Fixed Income Fund</u></b>	<b>Class A CNH</b>	<b>Class B EUR</b>	<b>Class B GBP</b>	<b>Class A4 EUR</b>	<b>Class A EUR</b>
Number of Units issued and fully paid up at 1 January 2022	3,669,231	159,426	172,217	18,571	3,929,449
Issued during the financial year	431,415	35,472	9,710	2,625	788,545
Redeemed during the financial year	(3,565,049)	(136,601)	(120,913)	(3,661)	(2,913,297)
Balance at 31 December 2022 and 1 January 2023	535,596	58,297	61,015	17,535	1,804,697
Issued during the financial year	15,169	726	7,248	200	143,856
Redeemed during the financial year	(296,645)	(36,129)	(39,535)	(10,155)	(1,122,617)
<b>Balance at 31 December 2022</b>	<b>254,121</b>	<b>22,893</b>	<b>28,727</b>	<b>7,580</b>	<b>825,936</b>



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**Notes to the Financial Statements (continued)**

**7. Redeemable participating Units (continued)**

<b><u>GaveKal China Fixed Income Fund</u></b>	<b>Class A USD</b>	<b>Class A3 EUR</b>	<b>Class C EUR</b>	<b>Class SE SEK</b>	<b>Class M EUR</b>
Number of Units issued and fully paid up at 1 January 2022	3,438,083	456,571	390,876	837,478	-
Issued during the financial year	722,871	252,164	123,556	1,415	-
Redeemed during the financial year	(2,921,465)	(569,420)	(305,761)	(430,367)	-
Balance at 31 December 2022 and 1 January 2023	1,239,488	139,315	208,671	408,526	-
Issued during the financial year	24,149	10,784	10,450	-	2,311
Redeemed during the financial year	(658,656)	(76,173)	(152,217)	(92,563)	(2,108)
<b>Balance at 31 December 2023</b>	<b>604,981</b>	<b>73,926</b>	<b>66,904</b>	<b>315,964</b>	<b>203</b>

<b><u>GaveKal China Onshore RMB Bond Fund</u></b>	<b>Class A EUR</b>	<b>Class A SEK</b>	<b>Class A USD</b>	<b>Class B EUR</b>	<b>Class A GBP</b>
Number of Units issued and fully paid up at 1 January 2022	329,932	1,011,370	439,988	1,102,064	8,597
Issued during the financial year	237,048	7,862	11,509	561,606	6,510
Redeemed during the financial year	(231,336)	(1,862)	(183,335)	(1,345,747)	(2,600)
Balance at 31 December 2022 and 1 January 2023	335,644	1,017,370	268,162	317,923	12,507
Issued during the financial year	74,538	-	8,367	113,154	-
Redeemed during the financial year	(76,897)	-	(103,333)	(157,125)	(6,510)
<b>Balance at 31 December 2023</b>	<b>333,285</b>	<b>1,017,370</b>	<b>173,197</b>	<b>273,951</b>	<b>5,997</b>

**8. Taxation**

Under current law and practice, the Trust qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended. On that basis it is not chargeable to Irish tax on its income or capital gains.

However, Irish tax may arise on the happening of a “chargeable event”. A chargeable event includes any distribution payments to Unitholders or any encashment, redemption, cancellation or transfer of shares and the holding of shares at the end of each eight year period beginning with the acquisition of such shares.

No Irish Tax will arise on the Trust in respect of chargeable events in respect of:

- (a) Transactions by a Unitholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended, are held by the Trust.
- (b) Transactions by certain exempted Irish resident Unitholders who have provided the Trust with the necessary signed statutory declarations.

Dividends, interest and capital gains (if any) received on investments made by the Trust may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Trust or its Unitholders.

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**Notes to the Financial Statements (continued)**

**9. Fees**

**(a) Management fees**

Bridge Fund Management Limited is the Manager of the Trust. During the financial year, GaveKal Asian Opportunities UCITS Fund paid to the Manager a fee at an annual maximum rate not exceeding 2.02% of the Net Asset Value of the class C EUR, C USD and C GBP Shares, 1.52% of the class A EUR, A USD, A GBP, B GBP shares, 1.02% of the class Select EUR shares and 0.02% for class C AUD shares on the Sub-Fund. GaveKal China Onshore RMB Bond Fund paid to the Manager a fee at an annual rate not exceeding 0.67% of the Net Asset Value of class A EUR, A GBP, A SEK and A USD, 0.47% of the class B EUR shares and 0.57% of the class B USD Distributing on the Sub-Fund. GaveKal China Fixed Income Fund paid to the Manager a fee at an annual rate not exceeding 1.22% of the Net Asset Value of the class B EUR shares, 1.02% of the class C EUR shares and 0.52% of the class A EUR, A EUR (hedged), A USD, SE- SEK, RMB CNH, B GBP Distributing and A EUR Distributing shares on the Sub-Fund. The fees are paid monthly in arrears and accrue on each Dealing Day. The management fee is subject to a minimum annual rate not to exceed €70,000, which shall be allocated pro-rata across all of the sub-funds of the Trust. The Manager shall be entitled to be reimbursed by the Sub-Fund for reasonable out of pocket expenses incurred and any VAT on all fees and expenses payable to or by it. The fees and expenses of the Manager (including the Investment Adviser and Distributors fees) will be discharged out of the management fee. The Investment Adviser shall be entitled to be repaid for any out-of-pocket expenses out of the assets of the relevant Sub-Fund. The management fee may be waived or reduced by the Manager.

The management fees charged for each Sub-Fund for the financial year are shown in the Statement of Comprehensive Income, and the fees outstanding at the end of financial year are shown in note 5.

**(b) Depositary and administration fees**

Société Générale S.A. (Dublin Branch) is the Trustee of the Trust. The Trustee is entitled to receive a depositary fee of up to 0.013% of the Net Asset Value of each Sub-Fund, subject to a minimum annual fee of:

- EUR 12,000 for GaveKal Asian Opportunities UCITS Fund;
- EUR 10,000 for GaveKal China Fixed Income Fund; and
- USD 12,000 for GaveKal China Onshore RMB Bond Fund.

The depositary fee is paid monthly in arrears and accrued on each Dealing Day.

Société Générale Securities Services, SGSS (Ireland) Limited, the Administrator of the Trust, is entitled to receive fees of up to 0.055% of the Net Asset Value of each Sub-Fund, subject to a minimum annual fee of:

- EUR 24,996 for GaveKal Asian Opportunities UCITS Fund;
- USD 24,996 for GaveKal China Fixed Income Fund; and
- USD 24,996 for GaveKal China Onshore RMB Bond Fund.

The Administrator also receives a Unitholder-servicing fee charged at normal commercial rates for any other administrative services. The administration fee is paid monthly in arrears and accrued on each Dealing Day.

The depositary and administration fees charged for each Sub-Fund for the financial year are shown in the Statement of Comprehensive Income, and the fees outstanding at the end of financial year are shown in note 5.

**(c) Audit fees**

Fees and expenses paid to the statutory auditors, Deloitte Ireland LLP, in respect of the financial year, entirely relate to the audit of the financial statements of the Trust. There were no fees and expenses paid in respect of other assurance, tax advisory or non-audit services provided by the auditors for the financial years ended 31 December 2023 or 31 December 2022.

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**Notes to the Financial Statements (continued)**

**9. Fees (continued)**

**(c) Audit fees (continued)**

The independent auditors' fees charged for each Sub-Fund for the financial year, excluding VAT, are as follows:

**GaveKal Asian Opportunities UCITS Fund**

	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
Statutory Audit	10,000	9,474
<b>Total</b>	<b>10,000</b>	<b>9,474</b>

**GaveKal China Fixed Income Fund**

	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>USD</b>	<b>USD</b>
Statutory Audit	11,038	10,141
<b>Total</b>	<b>11,038</b>	<b>10,141</b>

**GaveKal China Onshore RMB Bond Fund**

	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
Statutory Audit	10,000	7,978
<b>Total</b>	<b>10,000</b>	<b>7,978</b>

**(d) Transaction costs**

Transaction costs are defined as the incremental costs that are directly attributable to the acquisition, issue or disposal of a financial asset or financial liability. An incremental cost is one that would not have been incurred if the entity had not acquired, issued or disposed of the financial instrument. When a financial asset or financial liability is recognised initially, an entity shall measure it at its fair value through profit or loss less transaction costs that are directly attributable to the acquisition or issue of the financial asset or financial liability.

Transaction costs on the purchase and sale of bonds and forwards are included in the purchase and sale price of the investment. They cannot be practically or reliably gathered as they are embedded in the cost of the investment and cannot be separately verified or disclosed. Transaction costs on purchases and sales of equities and futures are disclosed in the Statement of Comprehensive Income.

For the financial year ended 31 December 2023 and 2022, the Sub-Funds incurred transaction costs as follows:

**GaveKal Asian Opportunities UCITS Fund**

	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
Purchases	420,840	635,962
Sales	1,469,941	1,006,848
Cash transaction fees	21,560	20,967
	<b>1,912,341</b>	<b>1,663,777</b>

**GaveKal China Fixed Income Fund**

	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>USD</b>	<b>USD</b>
Sales	(690)	-
Cash transaction fees	30,353	63,047
	<b>29,663</b>	<b>63,047</b>

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**Notes to the Financial Statements (continued)**

**9. Fees (continued)**

**(d) Transaction costs (continued)**

<b><u>GaveKal China Onshore RMB Bond Fund</u></b>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
	<b>EUR</b>	<b>EUR</b>
Cash transaction fees	4,455	8,376
	<b>4,455</b>	<b>8,376</b>

**10. Exchange rates**

**GaveKal Asian Opportunities UCITS Fund and GaveKal China Onshore RMB Bond Fund**

The financial statements of GaveKal Asian Opportunities UCITS Fund and GaveKal China Onshore RMB Bond Fund are prepared in EUR. The following exchange rates have been used to translate assets and liabilities denominated in other currencies to the functional currency of the Sub-Fund.

	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
<b>Currency</b>	<b>EUR</b>	<b>EUR</b>
AUD	0.6170	0.6370
CHF	1.0765	1.0104
CNH	0.1272	0.1350
GBP	1.1534	1.1300
HKD	0.1160	0.1196
IDR	0.0001	0.0001
INR	0.0109	0.0113
JPY	0.0064	0.0071
KRW	0.0007	0.0007
NZD	0.5724	0.5934
SGD	0.6865	0.6967
THB	0.0263	0.0270
TWD	0.0296	0.0304
USD	0.9060	0.9343
SEK	-	0.0896

**GaveKal China Fixed Income Fund**

The financial statements of GaveKal China Fixed Income Fund are prepared in USD. The following exchange rates have been used to translate assets and liabilities denominated in other currencies to the functional currency of the Sub-Fund.

	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>
<b>Currency</b>	<b>USD</b>	<b>USD</b>
CHF	-	1.0815
CNH	-	0.1445
EUR	1.1038	1.0703
GBP	1.2731	1.2095
HKD	0.1281	0.1281
SEK	0.0991	0.0959
SGD	0.7578	0.7458

**GAVEKAL UCITS FUND**  
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**Notes to the Financial Statements (continued)**

**11. Financial instruments and risk management**

The main risks for financial reporting purposes arising from each Sub-Fund's financial instruments are defined in IFRS 13 as market price risk, currency risk, interest rate risk, liquidity risk and credit risk. The Board of Directors of the Manager reviews and agrees policies for managing each of these risks and these are summarised below. These policies have remained substantially unchanged since the beginning of the financial year to which these financial statements relate.

**Derivatives exposure**

Under the UCITS Regulations, the Manager is required to employ a risk management process in connection with any use of derivatives by a Sub-Fund. The Manager uses a methodology known as the Commitment Approach, whereby the market or notional values of the assets underlying each derivative held by a Sub-Fund is aggregated to determine the exposure of the Sub-Fund to derivatives. In accordance with the UCITS Regulations, the exposure of a Sub-Fund to derivatives must not exceed 100% of the Sub-Fund's NAV.

**(a) Market price risk**

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the Sub-Funds might suffer through holding market positions in the face of price movements. The Investment Advisor considers the asset allocation of the portfolios in order to minimise the risk associated with particular countries or industry sectors whilst continuing to follow each Sub-Fund's investment objective. The Investment Advisor does not use derivative instruments to hedge the investment portfolios against market risk as, in its opinion, it is more efficient to dispose of liquid investments directly. As required by IFRS 13, the Manager has conducted a sensitivity analysis in relation to market price risk. The table below shows the effect of a 10% change in the prices of securities in the net assets attributable to Unitholders of each Sub-Fund.

<b><u>GaveKal Asian Opportunities UCITS Fund</u></b>	<b>31-Dec-23</b>	<b>31-Dec-22</b>
	<b>EUR</b>	<b>EUR</b>
Net assets attributable to Unitholders	155,387,183	153,160,032
Securities held for trading	154,982,864	151,373,611
Effect of a 10% increase in Securities held for trading	15,498,286	15,137,361
Effect of a 10% increase in Securities held for trading on Net Assets attributable to Unitholders	170,885,469	168,297,393
Effect of a 10% decrease in Securities held for trading on Net Assets attributable to Unitholders	139,888,897	138,022,671

**GaveKal China Fixed Income Fund**

As the GaveKal China Fixed Income Fund invests solely in fixed income securities, a market price risk analysis is not appropriate. The Fund has been analysed further in the Interest Risk note on page 40.

**GaveKal China Onshore RMB Bond Fund**

As the GaveKal China Onshore RMB Bond Fund invests solely in fixed income securities, a market price risk analysis is not appropriate. The Fund has been analysed further in the Interest Risk note on page 40.

**(b) Currency risk**

A Sub-Fund may invest in securities denominated in currencies other than its reporting currency. Consequently, each Sub-Fund is exposed to risks that the exchange rate of its reporting currency relative to other currencies may change in a manner that has an adverse effect on the value of the Sub-Fund's assets and liabilities denominated in foreign currency, as measured in the reporting currency.

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**Notes to the Financial Statements (continued)**

**11. Financial instruments and risk management (continued)**

**(b) Currency risk (continued)**

The following sets out the total exposure of the Sub-Funds to foreign currency risk as at 31 December 2023 and 31 December 2022.

As required by IFRS 13, the Manager has conducted a sensitivity analysis in relation to currency risk.

*GaveKal Asian Opportunities UCITS Fund*

As at 31 December 2023, had the EUR strengthened/weakened by 5% against the above currencies, the net assets attributable to Unitholders would have decreased/increased by approximately EUR 7,787,029 (2022: EUR 7,673,441).

*GaveKal China Fixed Income Fund*

As at 31 December 2023, had the USD strengthened/weakened by 5% against the above currencies, the net assets attributable to Unitholders would have decreased/increased by approximately USD 13,062,119 (2022: USD 29,994,713).

*GaveKal China Onshore RMB Bond Fund*

As at 31 December 2023, had the EUR strengthened/weakened by 5% against the above currencies, the net assets attributable to Unitholders would have decreased/increased by approximately EUR 4,693,882 (2022: USD 5,573,601).

**(c) Interest rate risk**

Interest rate risk is the risk that a financial assets value will fluctuate as a result of changes in market interest rates. Interest rate risk is managed as part of the overall investment strategy of the Trust.

*GaveKal Asian Opportunities UCITS Fund*

Part of the GaveKal Asian Opportunities UCITS Fund's portfolio consists of fixed income securities, while the remainder of financial assets and liabilities are non-interest bearing, with the exception of cash which carries interest at variable rates.

The interest rate duration of the Sub-Fund's fixed income portfolio is actively managed by the Investment Advisor.

	<b>31-Dec-23</b>	<b>31-Dec-22</b>
Average portfolio interest rate duration	0.75	1.32

An increase of 25 basis points in interest rates as at the reporting date would have decreased the net assets attributable to Unitholders by approximately EUR 30,892 (2022: EUR 87,769). A decrease of 25 basis points would have an equal but opposite effect.

*GaveKal China Fixed Income Fund*

The interest rate duration of the Sub-Fund's fixed income portfolio is actively managed by the Investment Advisor.

	<b>31-Dec-23</b>	<b>31-Dec-22</b>
Average portfolio interest rate duration	3.60	3.13

An increase of 25 basis points in interest rates as at the reporting date would have decreased the net assets attributable to Unitholders by approximately USD 2,426,061 (2022: USD 4,464,714). A decrease of 25 basis points would have an equal but opposite effect.

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**Notes to the Financial Statements (continued)**

**11. Financial instruments and risk management (continued)**

**(c) Interest rate risk (continued)**

*GaveKal China Onshore RMB Bond Fund*

The interest rate duration of the Sub-Fund's fixed income portfolio is actively managed by the Investment Advisor.

	<b>31-Dec-23</b>	<b>31-Dec-22</b>
Average portfolio interest rate duration	7.45	6.98

An increase of 25 basis points in interest rates as at the reporting date would have decreased the net assets attributable to Unitholders by approximately EUR 1,711,082 (2022: 1,883,144). A decrease of 25 basis points would have an equal but opposite effect.

**(d) Liquidity risk**

The offering documents of each Sub-Fund provide for the daily and weekly creation and cancellation of units respectively and therefore each Sub-Fund is exposed to the liquidity risk of meeting Unitholder redemptions at any time. The Sub-Funds have the ability to borrow in the short term to meet these obligations, although no such borrowings have arisen during the financial year.

The liquidity profile of the Sub-Funds' liabilities based on contractual maturity terms were as follows:

**GaveKal Asian Opportunities UCITS Fund**

<b>31-Dec-23</b>	<b>&lt; 1 month EUR</b>	<b>&lt; 1 year EUR</b>
Accrued expenses	217,549	91,319
Redemptions payable	91,600	-
Payable for investments purchased	6,732,385	-
Bank overdraft	1,540,553	-
Net assets attributable to Unitholders	155,387,183	-
	<b>163,969,270</b>	<b>91,319</b>
<b>31-Dec-22</b>	<b>&lt; 1 month EUR</b>	<b>&lt; 1 year EUR</b>
Accrued expenses	246,668	75,840
Redemptions payable	7,286	-
Bank overdraft	12,834	-
Net assets attributable to Unitholders	153,160,032	-
	<b>153,426,820</b>	<b>75,840</b>

**GAVEKAL UCITS FUND**  
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**Notes to the Financial Statements (continued)**

**11. Financial instruments and risk management (continued)**

**(d) Liquidity risk (continued)**

**GaveKal China Fixed Income Fund**

<b>31-Dec-23</b>	<b>&lt; 1 month USD</b>	<b>&lt; 1 year USD</b>
Unrealised loss on forward currency contracts	10,311	-
Accrued expenses	195,288	150,084
Redemptions payable	2,705,017	-
Payable for investments purchased	2,386,065	-
Net assets attributable to Unitholders	274,907,965	-
	<b>280,204,646</b>	<b>150,084</b>
<b>31-Dec-22</b>	<b>&lt; 1 month USD</b>	<b>&lt; 1 year USD</b>
Accrued expenses	454,579	113,686
Redemptions payable	3,360,480	-
Payable for investments purchased	2,904,781	-
Net assets attributable to Unitholders	589,227,435	-
	<b>595,947,275</b>	<b>113,686</b>

**GaveKal China Onshore RMB Bond Fund**

<b>31-Dec-23</b>	<b>&lt; 1 month EUR</b>	<b>&lt; 1 year EUR</b>
Accrued expenses	63,979	91,010
Redemptions payable	5,407,112	-
Net assets attributable to Unitholders	94,152,387	-
	<b>99,623,478</b>	<b>91,010</b>
<b>31-Dec-22</b>	<b>&lt; 1 month EUR</b>	<b>&lt; 1 year EUR</b>
Accrued expenses	87,048	69,949
Net assets attributable to Unitholders	111,794,035	-
	<b>111,881,083</b>	<b>69,949</b>

**(e) Credit risk**

Each Sub-Fund is exposed to credit risk on parties with whom it trades and will also bear the risk of settlement default. Each Sub-Fund minimises concentration of credit risk by undertaking transactions with creditworthy counterparties on recognized and reputable exchanges.

Each Sub-Fund's maximum exposure to credit risk (not taking into account the value of any collateral or other security held) in the event that counterparties fail to perform their obligations as of 31 December 2023 in relation to each class of recognised financial assets, other than derivatives, is the carrying amount of those assets as indicated in the Statement of Financial Position.



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**Notes to the Financial Statements (continued)**

**11. Financial instruments and risk management (continued)**

**(e) Credit risk (continued)**

*Counterparty risk*

Each Sub-Fund will have credit exposure to counterparties by virtue of investment positions in options, futures, forward currency and other contracts held by the Sub-Fund. To the extent that a counterparty defaults on its obligation and the Sub-Fund is delayed or prevented from exercising its rights with respect to the investments in its portfolio, it may experience a decline in the value of its position, lose income and incur costs associated with asserting its rights.

A substantial portion of the assets of the Sub-Funds are held by the Depositary, which has a long term debt rating of A1 (2022: A-) as issued by Moody's and A- (2022: A-) as issued by Standard & Poors.

Bankruptcy or insolvency of the Depositary may cause the Sub-Funds' rights with respect to securities held by the Depositary to be delayed or limited.

IFRS 7 requires disclosures in the Sub-Funds' financial statements surrounding offsetting assets and liabilities to enable the reader to evaluate the effect or potential effects on the Sub-Funds of netting arrangements, including rights of set-off associated with the Sub-Funds' recognised financial assets and financial liabilities. As at 31 December 2023 and 2022 the Sub-Funds did not have any master netting arrangements in place. The Sub-Funds do not meet the criteria for offsetting financial assets and liabilities in the statement of financial position as the Sub-Funds do not currently have a legally enforceable right to offset recognised amounts, as the right to offset is enforceable only on the occurrence of future events such as a default or bankruptcy.

**12. Fair value hierarchy**

IFRS 13 establishes a three-tier fair value hierarchy that prioritises the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurement) and lowest priority to unobservable inputs (Level 3 measurement). Investments measured and reported at fair value are classified and disclosed in one of the following fair value hierarchy levels based on the significance of the inputs used in measuring its fair value:

- |         |   |
|---------|---|
| Level 1 | Unadjusted quoted prices in active markets that are accessible at the measurement date for identical, unrestricted assets or liabilities;   |
| Level 2 | Quoted prices in markets that are not active or financial instruments for which all significant inputs are observable, either directly or indirectly. Fair value is determined through the use of models or other valuation methodologies;  |
| Level 3 | Prices or valuations that require inputs that are both significant to the fair value measurement and are unobservable. Unobservable inputs are developed based on the best information available in the circumstances and reflect the Sub-Fund's own assumptions about how market participants would be expected to value the asset or liability. |

An investment is always categorised as Level 1, 2 or 3 in its entirety. In certain cases, the fair value measurement for an investment may use a number of different inputs that fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement.

Each Sub-Fund's financial instruments are measured at fair value and it is usually possible to determine their fair values within a reasonable range of estimates. Fair value estimates are made at a specific point in time, based on market conditions and information about the financial instrument. These estimates are subjective in nature and involve uncertainties that may require significant judgement (e.g., interest rates, volatility, estimated cash flows etc.). Actual results could differ from these estimates.

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**Notes to the Financial Statements (continued)**

**12. Fair value hierarchy (continued)**

The following tables illustrate the fair value hierarchy for investments in the Sub-Funds at the financial year end:

**GaveKal Asian Opportunities UCITS Fund**

<b><u>31-Dec-23</u></b>	<b>Total EUR</b>	<b>Level 1 EUR</b>	<b>Level 2 EUR</b>	<b>Level 3 EUR</b>
<b>Current assets</b>				
Financial assets at fair value through profit or loss:				
- Equities	<b>122,356,289</b>	122,356,289	-	-
- Bonds	<b>16,475,474</b>	16,475,474	-	-
- Warrants	<b>16,151,101</b>	16,151,101	-	-
	<b>154,982,864</b>	154,982,864	-	-

<b><u>31-Dec-22</u></b>	<b>Total EUR</b>	<b>Level 1 EUR</b>	<b>Level 2 EUR</b>	<b>Level 3 EUR</b>
<b>Current assets</b>				
Financial assets at fair value through profit or loss:				
- Equities	<b>94,733,545</b>	94,733,545	-	-
- Bonds	<b>26,596,692</b>	26,596,692	-	-
- Warrants	<b>30,043,375</b>	30,043,375	-	-
	<b>151,373,611</b>	151,373,611	-	-

**GaveKal China Fixed Income Fund**

<b><u>31-Dec-23</u></b>	<b>Total USD</b>	<b>Level 1 USD</b>	<b>Level 2 USD</b>	<b>Level 3 USD</b>
<b>Current assets</b>				
Financial assets at fair value through profit or loss:				
- Bonds	<b>269,562,377</b>	269,562,377	-	-
Unrealised gain on forward currency contracts	<b>36</b>	-	36	-
	<b>269,562,413</b>	269,562,377	36	-

<b>Current liabilities</b>				
Financial assets at fair value through profit or loss:				
Unrealised loss on forward currency contracts	<b>(10,311)</b>	-	(10,311)	-
	<b>(10,311)</b>	-	(10,311)	-

<b><u>31-Dec-22</u></b>	<b>Total USD</b>	<b>Level 1 USD</b>	<b>Level 2 USD</b>	<b>Level 3 USD</b>
<b>Current assets</b>				
Financial assets at fair value through profit or loss:				
- Bonds	<b>570,570,505</b>	570,570,505	-	-
Unrealised gain on forward currency contracts	<b>95,535</b>	-	95,535	-
	<b>570,666,040</b>	570,570,505	95,535	-

**GAVEKAL UCITS FUND**  
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**Notes to the Financial Statements (continued)**

**12. Fair value hierarchy (continued)**

**GaveKal China Onshore RMB Bond Fund**

**31-Dec-23**

	Total	Level 1	Level 2	Level 3
	EUR	EUR	EUR	EUR
<b>Current assets</b>				
Financial assets at fair value through profit or loss:				
- Bonds	91,870,171	91,870,171	-	-
	<b>91,870,171</b>	<b>91,870,171</b>	<b>-</b>	<b>-</b>

**GaveKal China Onshore RMB Bond Fund**

**31-Dec-22**

	Total	Level 1	Level 2	Level 3
	EUR	EUR	EUR	EUR
<b>Current assets</b>				
Financial assets at fair value through profit or loss:				
- Bonds	107,916,561	107,916,561	-	-
	<b>107,916,561</b>	<b>107,916,561</b>	<b>-</b>	<b>-</b>

There were no Level 3 securities held in the Sub-Fund's at the financial year ended 31 December 2023 (2022: nil) and as a result no table of movements is presented.

*Key sources of estimation uncertainty*

All of the Sub-Funds' financial instruments are measured at fair value on the Statement of Financial Position and it is usually possible to determine their fair values within a reasonable range of estimates.

Fair value estimates are made at a specific point in time, based on market conditions and information about the financial instrument. These estimates are subjective in nature and involve uncertainties and matters of significant judgement (e.g., interest rates, volatility, estimated cash flows etc.) and therefore, cannot be determined with precision.

**13. Distributions**

In the event that Distributions are declared, the amount to be distributed in respect of each Distribution Period shall be determined by the Manager in consultation with the Investment Adviser within the amount available for distribution provided that any amount which is not distributed in respect of such Distribution Period may be carried forward to the next Distribution Period.

Distributions not claimed within six years from their due dates will lapse and revert to the relevant Sub-Fund.

During the financial year ended dividends paid were as follows:

<b>31-Dec-23</b>	<b>Total Amount</b>	<b>Payment Date</b>
<b>Currency</b>	<b>USD</b>	
GaveKal China Fixed Income Fund Share Class A4	52,506	11-Jan-23
GaveKal China Fixed Income Fund Share Class B1	226,074	11-Jan-23
GaveKal China Fixed Income Fund Share Class A4	9,369	14-Apr-23
GaveKal China Fixed Income Fund Share Class B1	60,590	14-Apr-23
GaveKal China Fixed Income Fund Share Class A4	7,335	11-Jul-23
GaveKal China Fixed Income Fund Share Class B1	50,522	11-Jul-23
GaveKal China Fixed Income Fund Share Class A4	10,369	12-Oct-23
GaveKal China Fixed Income Fund Share Class B1	48,788	12-Oct-23
<b>Total</b>	<b>465,553</b>	

**GAVEKAL UCITS FUND**  
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**Notes to the Financial Statements (continued)**

**13. Distributions (continued)**

<b>31-Dec-22</b>	<b>Total Amount</b>	<b>Payment Date</b>
<b>Currency</b>	<b>USD</b>	
GaveKal China Fixed Income Fund Share Classss A4	55,246	12-Jan-22
GaveKal China Fixed Income Fund Share Classss B1	708,637	12-Jan-22
GaveKal China Fixed Income Fund Share Classss A4	16,351	12-Apr-22
GaveKal China Fixed Income Fund Share Classss B1	163,127	12-Apr-22
GaveKal China Fixed Income Fund Share Classss A4	31,791	12-Jul-22
GaveKal China Fixed Income Fund Share Classss B1	184,940	12-Jul-22
GaveKal China Fixed Income Fund Share Classss A4	43,085	12-Oct-22
GaveKal China Fixed Income Fund Share Classss B1	245,719	12-Oct-22
<b>Total</b>	<b>1,448,897</b>	

**14. Net Asset Values per Unit**

<b><u>GaveKal Asian Opportunities UCITS Fund</u></b>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>	<b>31-Dec-2021</b>
<b>Class A EUR</b>			
Units	256,814	304,860	318,873
NAV per Unit EUR	249.60	224.57	271.04
<b>Class A USD</b>			
Units	432,454	456,356	592,197
NAV per Unit USD	155.98	136.08	174.53
<b>Class A GBP</b>			
Units	44,689	44,492	44,492
NAV per Unit GBP	193.71	177.89	204.02
<b>Class B GBP</b>			
Units	2,531	2,581	3,443
NAV per Unit GBP	188.59	174.81	201.84
<b>Class C GBP</b>			
Units	145	145	145
NAV per Unit GBP	149.79	138.25	159.35
<b>Class C EUR</b>			
Units	32,478	45,696	32,627
NAV per Unit EUR	145.41	131.48	159.48
<b>Class C USD</b>			
Units	5,022	4,061	9,058
NAV per Unit USD	137.59	120.64	155.50
<b>Class Select EUR</b>			
Units	73,000	73,000	73,000
NAV per Unit EUR	164.23	147.02	176.57
<b>Class M USD</b>			
Units	23,759	-	-
NAV per Unit USD	105.82	-	-

**GAVEKAL UCITS FUND**  
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**Notes to the Financial Statements (continued)**

**14. Net Asset Values per Unit (continued)**

<b><u>GaveKal China Fixed Income Fund</u></b>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>	<b>31-Dec-2021</b>
<b>Class A EUR</b>			
Units	825,935	1,804,696	3,929,448
NAV per Unit EUR	172.40	176.89	181.49
<b>Class A USD</b>			
Units	604,981	1,239,488	3,438,082
NAV per Unit USD	142.71	142.00	154.81
<b>Class A3 EUR</b>			
Units	73,927	139,316	456,572
NAV per Unit EUR	100.29	101.99	113.98
<b>Class C EUR</b>			
Units	66,905	208,671	390,877
NAV per Unit EUR	117.66	121.33	125.10
<b>Class SE SEK</b>			
Units	315,964	408,526	837,478
NAV per Unit SEK	123.45	126.97	120.14
<b>Class RMB CNH</b>			
Units	254,121	535,596	3,669,231
NAV per Unit CNH	111.10	107.40	107.67
<b>Class B EUR</b>			
Units	22,893	58,297	159,426
NAV per Unit EUR	104.57	108.05	111.63
<b>Class B GBP</b>			
Units	28,727	61,015	172,217
NAV per Unit GBP	90.13	100.08	104.88
<b>Class A4 EUR</b>			
Units	7,580	17,535	18,571
NAV per Unit EUR	89.11	96.92	106.39
<b>Class M EUR</b>			
Units	203	-	-
NAV per Unit EUR	97.71	-	-

**GAVEKAL UCITS FUND**  
**Annual Report and Audited Financial Statements**  
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**Notes to the Financial Statements (continued)**

**14. Net Asset Values per Unit (continued)**

<u><b>GaveKal China Onshore RMB Bond Fund</b></u>	<b>31-Dec-2023</b>	<b>31-Dec-2022</b>	<b>31-Dec-2021</b>
<b>Class A EUR</b>			
Units	333,285	335,644	329,932
NAV per Unit EUR	107.04	109.34	109.23
<b>Class A SEK</b>			
Units	1,017,370	1,017,370	1,011,370
NAV per Unit SEK	118.22	121.05	111.52
<b>Class A3 USD</b>			
Units	173,197	268,162	439,988
NAV per Unit USD	110.82	109.77	116.52
<b>Class B EUR</b>			
Units	273,952	317,923	1,102,064
NAV per Unit EUR	107.81	109.91	109.58
<b>Class A GBP</b>			
Units	5,997	12,507	8,597
NAV per Unit GBP	109.98	115.05	109.53

**15. Related party transactions**

The fees earned by the Manager and Investment Advisor are disclosed in note 9.

The Central Bank UCITS Regulations require that any transaction carried out with the Trust by the Manager, the Depositary or their associated or group companies (“connected parties”) are carried out as if negotiated at arm’s length and are in the best interests of the shareholders.

The Directors of the Manager are satisfied that there are arrangements in place to ensure that this requirement is applied to transactions with connected parties, and that transactions with connected parties during the period complied with this requirement.

**16. Significant events during the financial year**

William Roxburgh resigned as a director of the Manager on 9 June 2023.

Graeme Rate was appointed as a director of the Manager on 4 October 2023.

There are no other significant events during the financial year end which would require disclosure in the financial statements.

**17. Subsequent events**

There are no significant events after the financial year end which would require disclosure in the financial statements.

**18. Soft Commissions**

In 2023, the Trust utilised soft dollar arrangements that are used for the payment of execution and research costs including market data covered under the Hong Kong Securities & Futures Ordinance. The Investment Advisor has established a number of commission sharing arrangements with several top tier brokers. These brokers retain part of their commissions designated as payments for research, analysis or price information including other information facilities and performance measurement.

**GAVEKAL UCITS FUND**  
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**Notes to the Financial Statements (continued)**

**19. Approval of Financial Statements**

The Manager approved and authorised the financial statements for issue on 25 April 2024.

**GAVEKAL UCITS FUND**  
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**Schedule of Investments**

**GaveKal Asian Opportunities UCITS Fund**

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value EUR	% TNA
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>						
<i><b>Bonds</b></i>						
<i><u>China</u></i>						
China Government Bond	3.95%	29/06/2043	30,000,000	CNH	4,100,137	2.64%
China Government Bond	4.10%	21/05/2045	20,000,000	CNH	2,792,236	1.80%
China Government Bond	4.29%	22/05/2029	5,000,000	CNH	683,992	0.44%
					<b>7,576,365</b>	<b>4.88%</b>
<i><u>Indonesia</u></i>						
Indonesia Government Bond	8.38%	15/03/2024	105,500,000,000	IDR	6,223,139	4.00%
Indonesia Government Bond	7.00%	15/09/2030	25,000,000,000	IDR	1,501,800	0.97%
Indonesia Government Bond	6.50%	15/02/2031	20,000,000,000	IDR	1,174,170	0.76%
					<b>8,899,109</b>	<b>5.73%</b>
<b>Total Bonds</b>					<b>16,475,474</b>	<b>10.60%</b>
<i><b>Equities</b></i>						
<i><u>China</u></i>						
Citic Securities Co Ltd			152,760	CNH	395,682	0.25%
Anhui Conch Cement Co Ltd			136,300	CNH	391,003	0.25%
					<b>786,685</b>	<b>0.50%</b>
<i><u>Japan</u></i>						
Mitsubishi UFJ Financial Group Inc			1,055,700	JPY	8,215,445	5.29%
Sumitomo Mitsui Fin Group Inc			141,400	JPY	6,248,921	4.02%
ITOCHU Corp			159,100	JPY	5,893,690	3.79%
Tokyo Electron Ltd			32,600	JPY	5,288,496	3.40%
SUMCO Corp			337,900	JPY	4,589,476	2.95%
Renesas Electronics Corp			271,700	JPY	4,448,634	2.86%
Inpex Corp			311,600	JPY	3,811,936	2.45%
Mitsui Fudosan Co Ltd			164,800	JPY	3,660,576	2.36%
Hitachi Ltd			54,800	JPY	3,579,882	2.30%
Mizuho Financial Group Inc			225,200	JPY	3,489,819	2.25%
Keyence Corp			6,700	JPY	2,673,458	1.72%
Fast Retailing Co Ltd			11,200	JPY	2,517,266	1.62%
Tokyu Fudosan Holdings Corp			366,900	JPY	2,124,381	1.37%
NEC Corp			37,700	JPY	2,022,065	1.30%
Nintendo Co Ltd			34,500	JPY	1,630,816	1.05%
Nishimatsu Construction Co Ltd			18,600	JPY	469,062	0.30%
Nomura Research Institute Ltd			17,800	JPY	468,896	0.30%
Isetan Mitsukoshi Holdings Ltd			47,500	JPY	468,043	0.30%
Nomura Real Estate Holdings Inc			19,600	JPY	466,960	0.30%
NH Foods Ltd			15,200	JPY	466,701	0.30%
TDK Corp			10,800	JPY	465,979	0.30%
GMO Payment Gateway Inc			7,400	JPY	465,732	0.30%
Food & Life Cos Ltd			25,000	JPY	465,217	0.30%
Sysmex Corp			9,200	JPY	464,373	0.30%
SMC Corp			900	JPY	437,975	0.28%
					<b>64,833,799</b>	<b>41.71%</b>



**GAVEKAL UCITS FUND**  
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**Schedule of Investments (continued)**

**GaveKal Asian Opportunities UCITS Fund (continued)**

Asset description	Maturity	Quantity	Ccy	Fair value EUR	% TNA
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (continued)</b>					
<i><b>Equities (continued)</b></i>					
<i><b>India</b></i>					
Larsen & Toubro Ltd		153,729	INR	5,901,138	3.80%
Zomato Ltd		3,944,881	INR	5,312,529	3.42%
Reliance Industries Ltd		140,886	INR	3,964,767	2.55%
ICICI Bank Ltd		299,303	INR	3,247,354	2.09%
IndusInd Bank Ltd		184,610	INR	3,213,570	2.07%
GAIL India Ltd		440,000	INR	776,486	0.50%
				22,415,844	14.43%
<i><b>Indonesia</b></i>					
PT Bank Rakyat Indonesia Tbk		14,438,200	IDR	4,857,967	3.13%
PT Bank Central Asia Tbk		2,860,200	IDR	1,580,121	1.02%
PT Bank Mandiri Persero Tbk		4,384,100	IDR	1,558,841	1.00%
				7,996,929	5.15%
<i><b>Korea, Republic of</b></i>					
SK Hynix Inc		108,478	KRW	10,770,315	6.93%
				10,770,315	6.93%
<i><b>Taiwan, Province of China</b></i>					
Taiwan Semiconductor Manufacturing Co Ltd		580,000	TWD	10,187,888	6.56%
Asustek Computer Inc		370,000	TWD	5,364,829	3.45%
				15,552,717	10.01%
<b>Total Equities</b>				<b>122,356,289</b>	<b>78.72%</b>
<i><b>Warrants</b></i>					
IndusInd Bank Ltd	23/02/2024	427,164	INR	7,435,791	4.79%
ICICI Bank Ltd	23/02/2024	637,081	INR	6,912,151	4.45%
Reliance Industries Ltd	23/02/2024	38,392	INR	1,080,415	0.70%
Larsen & Toubro Ltd	23/02/2024	18,828	INR	722,744	0.47%
<b>Total Warrants</b>				<b>16,151,101</b>	<b>10.41%</b>
<b>Total financial assets at fair value through profit and loss</b>				<b>154,982,864</b>	<b>99.74%</b>
Financial assets and liabilities at fair value through profit or loss				154,982,864	99.74%
Cash and cash equivalents				90,877	0.06%
Other assets and liabilities				313,442	0.20%
<b>Net assets attributable to holders of redeemable participating shares</b>				<b>155,387,183</b>	<b>100.00%</b>

**GAVEKAL UCITS FUND**  
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**Schedule of Investments (continued)**

**Gavekal China Fixed Income Fund**

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value USD	% TNA
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>						
<i>Exchange Traded Bonds</i>						
<u>China</u>						
Peoples Republic of China	2.52%	25/08/2033	180,000,000	CNH	25,142,954	9.15%
United Overseas Bank China Ltd	4.80%	19/11/2029	170,000,000	CNH	24,292,413	8.84%
Peoples Republic of China	2.55%	15/10/2028	170,000,000	CNH	24,033,883	8.74%
Peoples Republic of China	2.67%	25/05/2033	140,000,000	CNH	19,776,496	7.19%
Peoples Republic of China	2.48%	25/09/2028	130,000,000	CNH	18,306,960	6.66%
Peoples Republic of China	2.88%	25/02/2033	90,000,000	CNH	12,938,818	4.71%
Peoples Republic of China	2.40%	15/07/2028	70,000,000	CNH	9,822,224	3.57%
Levc Finance Ltd	1.38%	25/03/2024	9,849,000	USD	9,755,139	3.55%
Peoples Republic of China	2.71%	16/06/2033	50,000,000	CNH	6,913,624	2.51%
GLP China Holdings Ltd	4.00%	02/07/2024	20,000,000	CNH	2,270,889	0.83%
Redco Properties Group Ltd	10.50%	06/01/2023	229,500,000	CNH	520,222	0.19%
Zhenro Properties Group Ltd	8.00%	06/03/2023	92,420,000	CNH	162,666	0.06%
					153,936,288	56.00%
<u>Germany</u>						
Kreditanstalt Fuer Wiederaufbau KFW	2.75%	03/03/2025	170,000,000	CNH	23,931,162	8.71%
Kreditanstalt Fuer Wiederaufbau KFW	2.52%	23/03/2026	13,000,000	CNH	1,825,468	0.66%
Kreditanstalt Fuer Wiederaufbau KFW	2.70%	25/03/2024	1,000,000	CNH	140,443	0.05%
					25,897,073	9.42%
<u>Hong Kong</u>						
Far East Horizon Ltd	4.70%	09/02/2024	172,140,000	CNH	24,086,118	8.76%
Government of the Hong Kong	2.70%	07/06/2025	125,000,000	CNH	17,529,861	6.38%
Government of the Hong Kong	3.30%	07/06/2033	75,000,000	CNH	10,800,349	3.93%
Government of the Hong Kong	2.95%	07/06/2028	30,000,000	CNH	4,225,104	1.54%
					56,641,432	20.61%
<u>Luxembourg</u>						
European Investment Bank EIB	2.70%	22/04/2024	20,000,000	CNH	2,805,592	1.02%
					2,805,592	1.02%
<u>Taiwan</u>						
Compet Team Tech Ltd	3.75%	12/03/2024	7,807,000	USD	7,778,426	2.83%
					7,778,426	2.83%
<u>United States</u>						
International Bank for Reconstruction & Development IBRD	2.90%	07/02/2026	75,000,000	CNH	10,590,235	3.85%
International Bank for Reconstruction & Development IBRD	3.25%	28/04/2025	50,000,000	CNH	7,075,456	2.57%
BOC Aviation USA Corp	1.63%	29/04/2024	4,330,000	USD	4,276,178	1.56%
International Bank for Reconstruction & Development IBRD	3.05%	16/03/2024	4,000,000	CNH	561,697	0.20%
					22,503,566	8.18%
<b>Total Bonds</b>					<b>269,562,377</b>	<b>98.06%</b>

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**Schedule of Investments (continued)**

**Gavekal China Fixed Income Fund (continued)**

*Forward foreign currency contracts*

Buy	Ccy	Sell	Ccy	Maturity	Contract rate	Counterparty	Fair value USD	% TNA
18,124	EUR	(19,972)	USD	02/01/2024	1.104	Liquidity Management Agency	36	0.00%
<i>Total Forward foreign currency contracts</i>							<b>36</b>	<b>0.00%</b>
<i>Total financial assets at fair value through profit and loss</i>							<b>269,562,413</b>	<b>98.06%</b>

**FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS**

*Forward foreign currency contracts*

Buy	Ccy	Sell	Ccy	Maturity	Contract rate	Counterparty	Fair value USD	% TNA
7,332,678	EUR	(8,114,392)	USD	31/01/2024	1.105	Liquidity Management Agency	(10,284)	(0.01%)
20,068	EUR	(22,182)	USD	04/01/2024	1.104	Liquidity Management Agency	(27)	(0.00%)
<i>Total Forward foreign currency contracts</i>							<b>(10,311)</b>	<b>(0.01%)</b>
<i>Total financial liabilities at fair value through profit and loss</i>							<b>(10,311)</b>	<b>(0.01%)</b>

Financial assets and liabilities at fair value through profit or loss	269,552,102	98.05%
Cash and cash equivalents	5,688,185	2.07%
Other assets and liabilities	(332,322)	(0.12%)
<b>Net assets attributable to holders of redeemable participating shares</b>	<b>274,907,965</b>	<b>100.00%</b>

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**Schedule of Investments (continued)**

**GaveKal China Onshore RMB Bond Fund**

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value EUR	% TNA
<b>FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>						
<i><b>Bonds</b></i>						
<i><u>China</u></i>						
China Government Bond	2.18%	15/08/2026	80,000,000	CNH	10,139,416	10.77%
China Government Bond	2.46%	15/02/2026	70,000,000	CNH	8,940,082	9.50%
China Government Bond	2.48%	25/09/2028	70,000,000	CNH	8,930,647	9.49%
China Government Bond	2.40%	15/07/2028	70,000,000	CNH	8,898,604	9.45%
China Government Bond	3.39%	16/03/2050	60,000,000	CNH	8,302,434	8.82%
China Government Bond	3.81%	14/09/2050	50,000,000	CNH	7,428,092	7.89%
China Government Bond	3.72%	12/04/2051	50,000,000	CNH	7,334,726	7.79%
China Government Bond	2.67%	25/05/2033	50,000,000	CNH	6,398,871	6.80%
China Government Bond	2.60%	01/09/2032	50,000,000	CNH	6,358,371	6.75%
China Government Bond	2.69%	15/08/2032	30,000,000	CNH	3,841,154	4.08%
China Government Bond	2.30%	15/05/2026	30,000,000	CNH	3,820,611	4.06%
China Government Bond	2.22%	25/09/2025	30,000,000	CNH	3,816,854	4.05%
China Government Bond	2.55%	15/10/2028	20,000,000	CNH	2,561,634	2.72%
China Government Bond	2.50%	25/07/2027	20,000,000	CNH	2,553,572	2.71%
China Government Bond	2.28%	25/11/2025	20,000,000	CNH	2,545,103	2.70%
					91,870,171	97.58%
<b>Total Bonds</b>					<b>91,870,171</b>	<b>97.58%</b>
Financial assets and liabilities at fair value through profit or loss					91,870,171	97.58%
Cash and cash equivalents					6,991,802	7.42%
Other assets and liabilities					(4,709,586)	(5.00%)
<b>Net assets attributable to holders of redeemable participating shares</b>					<b>94,152,387</b>	<b>100.00%</b>

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**Schedule of Portfolio Changes (Unaudited)**

**GaveKal Asian Opportunities UCITS Fund**

The Schedule of Portfolio Changes include total purchases and sales in any investment in the year valued at 1% or more of the total purchases or sales of the Sub-Fund, with a minimum of the 20 largest purchases and sales.

		<b>% of total</b>			<b>% of total</b>
<b>Largest Purchases</b>	<b>Cost EUR</b>	<b>purchases</b>	<b>Largest Sales</b>	<b>Proceeds EUR</b>	<b>sales</b>
Tencent Holdings Ltd	17,443,394	4.66%	Tencent Holdings Ltd	17,443,394	4.51%
Mitsubishi UFJ Financial Group Inc	14,642,734	3.91%	Keyence Corp	11,126,442	2.88%
SK Hynix Inc	14,447,941	3.86%	Samsung Electronics Co Ltd	9,749,981	2.52%
Sumitomo Mitsui Financial Group Inc	13,694,462	3.66%	SK Hynix Inc	9,662,131	2.50%
Keyence Corp	10,068,884	2.69%	NAVER Corp	9,541,115	2.47%
PT Bank Central Asia Tbk	9,944,100	2.66%	KB Financial Group Inc	9,525,578	2.46%
Inpex Corp	9,389,810	2.51%	Mitsui & Co Ltd	9,295,741	2.40%
Mitsui & Co Ltd	9,295,741	2.48%	Sony Group Corp	8,938,890	2.31%
Renesas Electronics Corp	9,245,322	2.47%	Alibaba Group Holding Ltd	8,549,660	2.21%
Tokyo Electron Ltd	8,626,239	2.31%	JD.com Inc	8,476,193	2.19%
Fast Retailing Co Ltd	7,333,784	1.96%	PT Bank Central Asia Tbk	8,385,163	2.17%
NAVER Corp	7,117,383	1.90%	Australian Govt Bond 1.75% 11/32	8,082,308	2.09%
PT Bank Rakyat Indonesia Tbk	6,795,181	1.82%	Sumitomo Mitsui Financial Group Inc	8,054,345	2.08%
ITOCHU Corp	6,550,049	1.75%	Fanuc Corp	7,829,758	2.02%
Mitsubishi Corp	6,432,261	1.72%	Mitsubishi UFJ Financial Group Inc	7,685,673	1.99%
LG Chem Ltd	6,269,317	1.68%	State Bank of India	7,539,942	1.95%
Galaxy Entertainment Group Ltd	6,030,151	1.61%	Renesas Electronics Corp	7,377,628	1.91%
Panasonic Holdings Corp	5,874,792	1.57%	Woori Financial Group Inc	7,334,420	1.90%
Mizuho Financial Group Inc	5,766,335	1.54%	PDD Holdings Inc	6,855,383	1.77%
Larsen & Toubro Ltd	5,418,919	1.45%	Hana Financial Group Inc	6,528,729	1.69%

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**Schedule of Portfolio Changes (Unaudited) (continued)**

**GaveKal China Fixed Income Fund**

The Schedule of Portfolio Changes include total purchases and sales in any investment in the year valued at 1% or more of the total purchases or sales of the Sub-Fund, with a minimum of the 20 largest purchases and sales.

<b>Largest Purchases</b>	<b>Cost USD</b>	<b>% of total purchases</b>	<b>Largest Sales</b>	<b>Proceeds USD</b>	<b>% of total sales</b>
China Govt 2.60% 09/32	42,418,328	6.03%	China Govt 2.37% 01/27	52,073,152	5.04%
China Govt 2.69% 08/32	26,568,432	3.77%	China Govt 2.69% 08/32	47,563,068	4.60%
China Govt 2.80% 11/32	25,106,119	3.57%	China Govt 2.68% 05/30	44,043,372	4.26%
China Govt 2.55% 10/28	24,532,155	3.49%	China Govt 2.60% 09/32	42,418,328	4.10%
China Govt 2.62% 06/30	24,416,074	3.47%	China Govt 2.85% 06/27	39,914,926	3.86%
China Govt 2.60% 09/30	24,375,534	3.46%	Hanwha 3.0% 04/24	34,028,800	3.29%
China Govt 2.52% 08/33	24,240,324	3.44%	Citigroup 4.0% 04/24	33,137,152	3.20%
Fonterra Co-Op 4.50% 07/25	24,098,192	3.42%	China Govt 2.8% 11/32	25,106,119	2.43%
KFW 2.90% 02/26	23,759,936	3.38%	China Govt 2.62% 06/30	24,416,074	2.36%
DBS Group 5.25% 05/28	22,296,822	3.17%	China Govt 2.60% 09/30	24,375,534	2.36%
BOC Aviation 2.75% 12/23	22,249,765	3.16%	Fonterra Co-Op 4.50% 07/25	24,098,192	2.33%
BOC Aviation 4.375% 05/23	20,191,595	2.87%	KFW 2.90% 02/26	23,759,936	2.30%
China Govt 2.67% 05/33	19,639,352	2.79%	IBRD 3.05% 03/24	23,723,292	2.29%
China Govt 2.48% 09/28	18,198,723	2.59%	China Govt 2.45% 01/27	23,574,233	2.28%
HK Govt 2.70% 06/25	17,558,399	2.49%	GLP China 4.0% 07/24	22,717,789	2.20%
Barclays Bk 3.90% 07/24	16,623,252	2.36%	DBS Group 5.25% 05/28	22,296,822	2.16%
China Govt 2.05% 04/24	14,220,127	2.02%	China Govt 2.24% 05/25	22,214,432	2.15%
China Govt 2.88% 02/33	12,859,123	1.83%	China Govt 2.75% 02/32	22,182,785	2.14%
IBRD 2.895% 02/26	11,808,080	1.68%	Hyundai 3.55% 09/23	21,050,148	2.04%
GEELZ 1.375% 03/24	11,655,629	1.66%	China Govt 2.89% 11/31	20,910,650	2.02%

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**Schedule of Portfolio Changes (Unaudited) (continued)**

**GaveKal China Onshore RMB Bond Fund**

The Schedule of Portfolio Changes include total purchases and sales in any investment in the year valued at 1% or more of the total purchases or sales of the Sub-Fund, with a minimum of the 20 largest purchases and sales.

<b>Largest Purchases</b>	<b>Cost EUR</b>	<b>% of total purchases</b>	<b>Largest Sales</b>	<b>Proceeds EUR</b>	<b>% of total sales</b>
China Govt 1.94% 04/23	16,480,239	8.32%	China Govt 1.94% 04/23	16,480,239	8.32%
China Govt 2.01% 01/24	15,703,325	7.92%	China Govt 2.01% 01/24	16,406,442	7.92%
China Govt 1.88% 07/23	12,312,771	6.21%	China Govt 1.88% 07/23	15,703,325	6.21%
China Govt 2.62% 06/30	11,533,476	5.82%	China Govt 2.62% 06/30	14,894,483	5.82%
China Govt 2.64% 01/28	10,495,764	5.30%	China Govt 2.64% 01/28	12,312,771	5.30%
China Govt 2.18% 08/26	10,263,145	5.18%	China Govt 2.18% 08/26	11,533,476	5.18%
China Govt 1.83% 05/23	9,616,996	4.85%	China Govt 1.83% 05/23	11,004,752	4.85%
China Govt 2.28% 11/25	9,534,607	4.81%	China Govt 2.28% 11/25	10,495,764	4.81%
China Govt 2.60% 09/32	9,356,406	4.72%	China Govt 2.60% 09/32	10,285,222	4.72%
China Dev Bank 2.39% 03/24	9,215,662	4.65%	China Dev Bank 2.39% 03/24	10,228,039	4.65%
China Govt 2.55% 10/28	9,022,393	4.55%	China Govt 2.55% 10/28	9,616,996	4.55%
China Govt 2.48% 09/28	8,997,453	4.54%	China Govt 2.48% 09/28	9,215,662	4.54%
China Govt 2.40% 07/28	8,993,975	4.54%	China Govt 2.40% 07/28	8,968,240	4.54%
China Govt 2.60% 09/30	8,968,240	4.53%	China Govt 2.60% 09/30	7,910,330	4.53%
China Govt 2.46% 02/26	8,943,642	4.51%	China Govt 2.46% 02/26	7,685,122	4.51%
China Govt 2.69% 08/32	7,795,683	3.93%	China Govt 2.69% 08/32	7,347,038	3.93%
China Govt 2.05% 04/24	7,685,122	3.88%	China Govt 2.05% 04/24	6,810,434	3.88%
China Govt 2.67% 05/33	6,455,987	3.26%	China Govt 2.67% 05/23	6,444,566	3.26%
China Govt 2.22% 09/25	3,858,363	1.95%	China Govt 2.22% 09/25	4,186,609	1.95%
China Govt 2.30% 05/26	3,858,067	1.95%	China Govt 2.30% 05/26	3,824,792	1.95%

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**Disclosure of Remuneration (Unaudited)**

**UCITS V Remuneration Disclosure**

The below disclosure is made in respect of the remuneration policies of Bridge Fund Management Limited (“Manager”) in accordance with the European Union Directive 2014/91/EU as implemented in Ireland by European Union (Undertakings for Collective Investment in Transferable Securities) (Amendment) Regulations 2016. This requires UCITS management companies to establish and apply remuneration policies and practices that promote sound and effective risk management, and do not encourage risk taking which is inconsistent with the risk profile of the UCITS.

The Manager has designated the following persons as Identified Staff:

1. Executive and Non-Executive members of the management body of the Manager e.g. CEO, Directors, Executive and Non-Executive partners
2. Senior management
3. Risk takers – staff who can exert material influence on the Manager or on the UCITS or AIFs it manages
4. Those in control functions: Operations, HR, Compliance, Finance where applicable
5. Staff whose total remuneration takes them into the bracket of senior management and risk takers, whose professional activities have a material impact on the Manager’s risk position or those of the UCITS and/or AIFs it manages and
6. Categories of staff of the entities to which portfolio management or risk management activities have been delegated whose professional activities have a material impact on the Manager’s risk position or those of the UCITS and/or AIFs it manages.

The Remuneration Policy is designed to discourage risk taking that is inconsistent with the risk profile of the UCITS and the Manager is not incentivised or rewarded for taking excessive risk.

The Manager is required under UCITS regulations to make quantitative disclosures of remuneration. Disclosures are provided in relation to Identified Staff who are employed directly by the Manager and Identified Staff who have the ability to materially impact the risk profile of the UCITS including individuals who, although not directly employed by the Manager, are assigned by their employer to carry out services directly by the Manager.

All remuneration paid to Identified Staff can be divided into:

- Fixed remuneration (payments or benefits without consideration of any performance criteria); and
- Variable remuneration (additional payments or benefits depending on performance or, in certain cases, other contractual criteria) which is not based on the performance of the UCITS.

Remuneration details for the Manager are disclosed below:

<b>Description</b>	<b>Number of beneficiaries</b>	<b>Total remuneration paid</b>	<b>Fixed remuneration paid</b>	<b>Variable remuneration paid</b>
Total Staff Remuneration	45	€3,948,284	€3,503,284	€445,000
Senior Management (including executives), risk takers and other identified staff	8	€1,194,440	€952,440	€242,000

Details of the Remuneration Policy, including, but not limited to, a description of how remuneration and benefits are calculated and the identity of persons responsible for awarding the remuneration and benefits is available at the following website: <https://bridgefundservices.com/media/ceupd4jd/remuneration-policy.pdf>



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**Additional information for investors in Switzerland (Unaudited)**

The state of the origin of the fund is Ireland. In Switzerland, this document may only be provided to qualified investors within the meaning of art. 10 para. 3 and 3ter CISA. In Switzerland, the representative is ACOLIN Fund Services AG, Leutschenbachstrasse 50, 8050 Zurich, Switzerland, whilst the paying agent is Swissquote Bank SA, Chemin de la Crétaux 33, 1196 Gland, Switzerland. The basic documents of the fund as well as the annual and, if applicable, semi-annual report may be obtained free of charge from the representative. Past performance is no indication of current or future performance. The performance data do not take account of the commissions and costs incurred on the issue and redemption of units.

**Representative in Switzerland**

The representative is ACOLIN Fund Services AG, Leutschenbachstrasse 50, 8050 Zurich, Switzerland.

**Paying Agent in Switzerland**

The paying agent is Swissquote Bank SA, Chemin de la Crétaux 33, 1196 Gland, Switzerland.

**Location where the relevant documents may be obtained**

The basic documents of the fund as well as the annual and, if applicable, semi-annual report may be obtained free of charge from the representative.

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**Other Supplementary Information (Unaudited)**

**Total Expense Ratio (“TER”)**

			<b>2023</b>
<b>Sub Fund Name</b>	<b>Share Class</b>	<b>Currency</b>	<b>TER%</b>
GaveKal Asian Opportunities UCITS Fund	Class A EUR	EUR	1.68%
GaveKal Asian Opportunities UCITS Fund	Class A GBP	GBP	1.68%
GaveKal Asian Opportunities UCITS Fund	Class A USD	USD	1.68%
GaveKal Asian Opportunities UCITS Fund	Class B GBP	GBP	2.62%
GaveKal Asian Opportunities UCITS Fund	Class C GBP	GBP	2.18%
GaveKal Asian Opportunities UCITS Fund	Class C EUR	EUR	2.18%
GaveKal Asian Opportunities UCITS Fund	Class C USD	USD	2.18%
GaveKal Asian Opportunities UCITS Fund	Class M USD	USD	0.16%
GaveKal Asian Opportunities UCITS Fund	Class Select EUR	EUR	1.18%
GaveKal China Fixed Income Fund	Class A EUR	EUR	0.65%
GaveKal China Fixed Income Fund	Class A USD	USD	0.65%
GaveKal China Fixed Income Fund	Class A3 EUR	EUR	0.71%
GaveKal China Fixed Income Fund	Class A4 EUR	EUR	0.65%
GaveKal China Fixed Income Fund	Class A CNH	CNH	0.65%
GaveKal China Fixed Income Fund	Class B EUR	EUR	1.35%
GaveKal China Fixed Income Fund	Class B GBP	GBP	0.65%
GaveKal China Fixed Income Fund	Class C EUR	EUR	1.15%
GaveKal China Fixed Income Fund	Class M EUR	EUR	0.13%
GaveKal China Fixed Income Fund	Class SE SEK	SEK	0.65%
GaveKal China Onshore RMB Bond Fund	Class A EUR	EUR	0.85%
GaveKal China Onshore RMB Bond Fund	Class A GBP	GBP	1.17%
GaveKal China Onshore RMB Bond Fund	Class A SEK	SEK	0.85%
GaveKal China Onshore RMB Bond Fund	Class A USD	USD	0.85%
GaveKal China Onshore RMB Bond Fund	Class B EUR	EUR	0.65%

**Establishment expenses**

The establishment expenses borne by GaveKal China Onshore RMB Bond Fund are amortised over a five year period on the daily NAV.

<b>EUR</b>	<b>Expense - NAV</b>	<b>Expense - FS</b>	<b>Difference in NAV</b>
<b>Total set up costs</b>	32,411		
<b>Year 1 (2020)</b>	6,000	32,411	26,411
<b>Year 2 (2021)</b>	6,039		20,372
<b>Year 3 (2022)</b>	5,984		14,388
<b>Year 4 (2023)</b>	5,984		8,404
<b>Year 5 (2024)</b>	8,404		-

The effect of the IFRS adjustment on the Net Asset Value for GaveKal China Onshore RMB Bond Fund at 31 December 2023 is disclosed as follows:

	<b>31-Dec-2023</b>
<b>GaveKal China Onshore RMB Bond Fund</b>	<b>EUR</b>
Total Dealing NAV	94,160,791
Establishment Expense	(8,404)
Net IFRS NAV	<u><u>94,152,387</u></u>

**GAVEKAL UCITS FUND**  
**Annual Report and Audited Financial Statements**  
**For the financial year ended 31 December 2023**

**Other Supplementary Information (Unaudited)**

**The Disclosures Regulation**

Effective 1 November 2021, the Trust's Prospectus was updated to include disclosures required pursuant to the EU Regulation (EU) 2019/2088 of the European Parliament and of the Council of 27 November 2019 on sustainability related disclosures in the financial services sector. As permitted under Article 4 of the SFDR, the Manager does not consider adverse impacts of investment decisions on sustainability factors on the basis that it is not a financial market participant that is required to do so given that the Manager does not have on its balance sheet an average number of employees exceeding 500 during the financial year. The Manager may choose at a later date to publish and maintain on its website the consideration of principal adverse impacts of investment decisions on sustainability factors. The Manager will actively review its approach to considering the principal adverse impacts of investment decisions on sustainability factors under the SFDR in line with the regulatory technical standards.

Information on the environmental/social characteristics of the GaveKal China Fixed Income Fund is available in the Appendix. The Sub-Fund's asset allocation with regard to the Appendix was based on the market value of holdings at the end of the reference period and includes cash and/or derivatives. Gavekal places reliance on third party data for its ESG analysis and periodically evaluates the data and service providers through due diligence. For a list of data providers that Gavekal uses to evaluate exclusions, please find more information in Gavekal's sustainability policy (the "Sustainability Policy"). Details on where to obtain a copy of the Sustainability Policy is set out in the Sub-Fund Prospectus".

**Periodic SFDR Annex Disclosures (unaudited) for the financial year ended 31 December 2023**

Under the Sustainable Finance Disclosure Regulation (SFDR), Financial Market Participants who manufacture financial products must disclose specific information regarding their approach to the integration of sustainability risks and the consideration of adverse sustainability impacts. In respect of the GaveKal China Fixed Income Fund, it has been determined that the Sub-Fund is an Article 8 financial product or a 'Light Green Fund' pursuant to the SFDR, as the Sub-Fund promotes environmental and social characteristics. In respect of GaveKal Asian Opportunities Fund and GaveKal Onshore RMB Fund, it has been determined that the Sub-Funds' are Article 6 financial products pursuant to the SFDR, as they neither have a sustainable investment objective or do they embrace investments in assets with environmental or social benefits.

## Appendix

Periodic disclosure for the financial products referred to in Article 8, paragraphs 1, 2 and 2a, of Regulation (EU) 2019/2088 and Article 6, first paragraph, of Regulation (EU) 2020/852

Product name: Gavekal China Fixed Income Fund

Legal entity identifier: 635400EYMPHMHPAWW820

## Environmental and/or social characteristics

### Sustainable

**investment** means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852, establishing a list of **environmentally sustainable economic activities**. That Regulation does not include a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.



**Did this financial product have a sustainable investment objective?** *[tick and fill in as relevant, the percentage figure represents sustainable investments]*



**Yes**



It made **sustainable investments with an environmental objective:** \_\_\_\_%



in economic activities that qualify as environmentally sustainable under the EU Taxonomy



in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy



It made **sustainable investments with a social objective:** \_\_\_\_%



**No**



It **promoted Environmental/Social (E/S) characteristics** and while it did not have as its objective a sustainable investment, it had a proportion of **\_29.51\_ %** of sustainable investments



with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy



with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy



with a social objective



It promoted E/S characteristics, but **did not make any sustainable investments**

### To what extent were the environmental and/or social characteristics promoted by this financial product met?

*[list the environmental and/or social characteristics promoted by the financial product. For the financial products referred to in Article 6, first paragraph, of Regulation (EU) 2020/852, in respect of sustainable investments with environmental objectives, list the environmental objectives set out in Article 9 of that Regulation to which the sustainable investment underlying the financial product contributed. For financial products that made sustainable investments with social objectives, list the social objectives]*

In accordance with Article 8 of SFDR, Gavekal China Fixed Income Fund (the “Fund”) promoted good governance in corporate issuers and climate change mitigation.

More details can be obtained from Gavekal’s sustainability policy (the “**Sustainability Policy**”). Details on where to obtain a copy of the Sustainability Policy is set out in the Fund Prospectus.

### Sustainability

**indicators** measure how the environmental or social characteristics promoted by the financial product are attained.

## Appendix

Please refer to the Asset Allocation graph and to the sections below, “How did the sustainability indicators perform?” which provides the information about the extent that the Fund met such environmental and social characteristics and “What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives”.

### ● **How did the sustainability indicators perform?**

The sustainability indicators used to measure the good governance and climate change mitigation characteristics and their performance were as follows:

1. Good Governance: The Fund held 0% in corporate issuer holdings that were not themselves, or through other entities in compliance with the United Nations Global Company (UNGC) and the Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises.
2. Implementation of Exclusion Policy:
  - The Fund held 0% in corporate issuer holdings which themselves or through other entities are involved in non-ethical or controversial activities – controversial weapons and tobacco (more than 0% of revenues).
  - The Fund held 0% in corporate issuer holdings which themselves or through other entities derive more than 10% of their revenue from activities that have a significant negative climate impact using coal.
3. Minimum investment in Green, Social and Sustainable Bonds: The Fund held 29.51% in green, social and sustainable bonds that are classified as sustainable investments with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy (“Green, Social and Sustainable Bonds”).

### ● **...and compared to previous periods?** *[include for financial products where at least one previous periodic report was provided]*

During the previous period, the sustainability indicators used to measure the good governance and climate change mitigation characteristics and their performance were as follows:

1. Good Governance: The Fund held 0% in corporate issuer holdings that were not themselves, or through other entities in compliance with the United Nations Global Company (UNGC) and the Organisation for Economic Cooperation and Development (OECD) Guidelines for Multinational Enterprises.
2. Implementation of Exclusion Policy:
  - The Fund held 0% in corporate issuer holdings which themselves or through other entities are involved in non-ethical or controversial activities – controversial weapons and tobacco (more than 0% of revenues).

## Appendix

- The Fund held 0% in corporate issuer holdings which themselves or through other entities derive more than 10% of their revenue from activities that have a significant negative climate impact using coal.
3. Minimum investment in Green, Social and Sustainable Bonds: The Fund held 27.15% in green, social and sustainable bonds that are classified as sustainable investments with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy.

**What were the objectives of the sustainable investments that the financial product partially made and how did the sustainable investment contribute to such objectives?** *[include for financial products that made sustainable investments, where not included in the reply to the above question, describe the objectives. Describe how the sustainable investments contributed to the sustainable investment objective. For the financial products referred to in Article 6, first paragraph, of Regulation (EU) 2020/852, list the environmental objectives set out in Article 9 of that Regulation to which the sustainable investment underlying the financial product contributed]*

During the reference period, the Fund invested 29.51% of its holdings in green, social and sustainable bonds that were classified as sustainable investments with an environmental objective in economic activities that did not qualify as environmentally sustainable under the EU Taxonomy. These activities did not qualify as environmentally sustainable under the EU Taxonomy primarily due to the lack of data availability in Asia.

The sustainable investments contributed to financing a combination of green, social and sustainable projects through the use of proceeds from bond issuance.

The sustainable investments invested in by the Fund contributed to objectives such as climate change adaptation, affordable basic infrastructure, food security, etc.

More details can be obtained from the Investment Advisor's Sustainable Bond Framework (the "**Sustainable Bond Framework**"). Details on where to obtain a copy of the Sustainability Policy is set out in the Fund Prospectus.

**How did the sustainable investments that the financial product partially made not cause significant harm to any environmental or social sustainable investment objective?** *[include where the financial product includes sustainable investments]*

The sustainable investments held by the Fund were subjected to screening and monitoring based on the do no significant harm ("DNSH") test. This was based on principal adverse impacts (PAI) using a combination of data from Sustainalytics and the Investment Advisor's internal research. Investments considered to be causing significant harm did not qualify as sustainable investments.

**How were the indicators for adverse impacts on sustainability factors taken into account?**

The Investment Advisor accounted for PAI for the portion of the Fund that invested in sustainable investments during the pre-investment and post-investment processes. As mentioned above, the Investment Advisor screened and monitored the Fund's investments based on PAI using a combination of

**Principal adverse impacts** are the most significant negative impacts of investment decisions on sustainability factors relating to environmental, social and employee matters, respect for human rights, anti-corruption and anti-bribery matters.

## Appendix

data from Sustainalytics and the Investment Advisor's internal research, through applying exclusions and using ESG integration. These included but were not limited to the following PAI:

- Table 1 Number 10 – Violations of UN Global Compact principles and OECD Guidelines for Multinational Enterprises.
- Table 1 Number 14 – Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons and biological weapons).
- Table 1 Number 5 – Share of non-renewable energy consumption and production.

*[Include a statement for the financial products referred to in Article 6, first paragraph, of Regulation (EU) 2020/852]*

*The EU Taxonomy sets out a “do not significant harm” principle by which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives and is accompanied by specific Union criteria.*

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

*Any other sustainable investments must also not significantly harm any environmental or social objectives.*

## Appendix

— — — Were sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights? Details:

The Investment Advisor's due diligence process included an evaluation of portfolio companies with global norms and has excluded these issuers, where applicable. The Fund used third-party ESG controversy and global norms data and research as a starting point for assessing alignment of portfolio companies with these global norms, and where necessary, conducted further due diligence to determine compliance with these norms.



### How did this financial product consider principal adverse impacts on sustainability factors? *[include section if the financial product considered principal adverse impacts on sustainability factors]*

This Fund does not consider PAI on sustainability factors because the relevant data is not yet available on the market to a sufficient extent. The Fund manager is not required to consider PAI because it has fewer than 500 employees during the financial year. However, as mentioned above, the Investment Advisor ensures that the sustainable investments contained in the portfolio of the Fund did no significant harm to any environmental or social investment objective, by accounting for PAI, including but not limited to the following:

- Table 1 Number 10 – Violations of UN Global Compact principles and OECD Guidelines for Multinational Enterprises.
- Table 1 Number 14 – Exposure to controversial weapons (antipersonnel mines, cluster munitions, chemical weapons and biological weapons).
- Table 1 Number 5 – Share of non-renewable energy consumption and production.



### What were the top investments of this financial product?

The Fund's asset allocation was as follows based on the market value of holdings at the end of the reference period:

The top 15 investments in the table below have included all assets of the fund, including cash and/or derivatives.

Largest investments	Sector	% Assets	Country
CHINA 2.52% 25/08/2033	Sovereign	9.23%	China
FAR EAST HORIZON LTD 4.7% 09/02/2024	Diversified Finan Serv	8.92%	Hong Kong
KREDITANSTALT FUER WIEDERAUFBAU KFW 2.75%	Policy Banks	8.90%	Germany



## Appendix

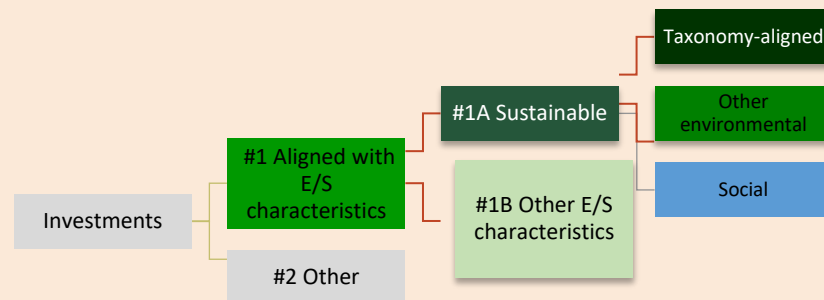
UNI OVERSEAS BANK 4.8% 19/11/2029	Commercial Banks	8.88%	China
REPUBLIC OF CHINA 2.55% 15/10/2028	Sovereign	8.79%	China
CHINA 2.67% 25/05/2033	Sovereign	7.21%	China
CHINA 2.48% 25/09/2028	Sovereign	6.70%	China
HONG KONG 2.7% 07/06/2025 CNH	Sovereign	6.39%	Hong Kong
PEOPLES REPUBLIC OF CHINA 2.88% 25/02/2033	Sovereign	4.75%	China
INTL BK RECON AND DEVELOP 2.895% CNH	Regional	3.95%	Supranational
HONG KONG 3.30% 07/06/2033	Sovereign	3.94%	Hong Kong
PEOPLES REPUBLIC OF CHINA 2.40% 15/07/2028	Sovereign	3.61%	China
LEVC FINANCE LTD 1.375% 25/03/2024	Auto Parrrts&Equip	3.56%	China
COMPET TEAM TECH LTD 3.75% 12/03/2024	Electronics	2.86%	Taiwan
INTL BK RECON DEVELOP 3.25% 28/04/2025 CNH	Regional Dvelopment	2.63%	Supranational

### What was the proportion of sustainability-related investments?

Information on the proportion of the Fund which promoted environmental/social characteristics and the proportion of the Fund invested in sustainable investments during the reference period is provided below.

#### What was the asset allocation?

*[Include only relevant boxes, remove irrelevant ones for the financial product]*



**#1 Aligned with E/S characteristics** includes the investments of the financial product used to attain the environmental or social characteristics promoted by the financial product.  
99.01%

**#2 Other** includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.  
0.99%

*[include the note below where the financial product made sustainable investments]*

The category **#1 Aligned with E/S characteristics** covers:

- The sub-category **#1A Sustainable** covers environmentally and socially sustainable investments.  
29.51%

- The sub-category **#1B Other E/S characteristics** covers investments aligned with the environmental or social characteristics that do not qualify as sustainable investments.  
69.50%

#1 Aligned with E/S characteristics: 99.01%

*[include note only for the financial products referred to in Article 6, first paragraph, of Regulation (EU) 2020/852]*

To comply with the EU Taxonomy, the criteria for **fossil gas** include limitations on emissions and switching to fully renewable power or low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include comprehensive safety and waste management rules.



**Enabling activities** directly enable other activities to make a substantial contribution to an environmental objective.

**Transitional activities** are activities for which low-carbon alternatives are not yet available and among others have greenhouse gas emission levels corresponding to the best performance.

## Appendix

This is the portion of assets in the Fund which promoted environmental or social characteristics through (i) Good Governance, implementation of the Exclusion Policy; and (iii) minimum investment in Green Social and Sustainable Bonds.

#2 Other: 0.99%

Securities within the #2 Other category were held for various reasons. Examples included (i) cash, (ii) derivatives which were not screened pursuant to the Exclusion Policy and (iii) securities that lack ESG data.

● **In which economic sectors were the investments made?** *[include information referred to in Article 54 of this Regulation]*

The Fund's asset allocation was as follows based on the market value of holdings at the end of the reference period:

Largest investments	% Assets
Sovereign	54.67%
Diversified Finan Serv	10.48%
Policy Banks	9.63%
Commercial Banks	8.88%
Regional Development Banks	7.83%
Auto Parts&Equipment	3.56%
Electronics	2.86%
Storage/Warehousing	0.85%
Real Estate	0.25%



**To what extent were the sustainable investments with an environmental objective aligned with the EU Taxonomy?** *[include section for the financial products referred to in Article 6 , first paragraph, of Regulation (EU) 2020/852 and include information in accordance with Article 51 of this Regulation]*

Please note that the Fund did not make a commitment to make EU Taxonomy aligned investments. Therefore, the EU Taxonomy alignment figures reported below were an incidental result of the Fund's investment strategy and promotion of environmental and social characteristics

● **Did the financial product invest in fossil gas and/or nuclear energy related activities complying with the EU Taxonomy<sup>1</sup>?**

☐ Yes: *[specify below, and details in the graphs of the box]*

☐ In fossil gas ☐ In nuclear energy

<sup>1</sup> Fossil gas and/or nuclear related activities will only comply with the EU Taxonomy where they contribute to limiting climate change ("climate change mitigation") and do not significantly harm any EU Taxonomy objective - see explanatory note in the left hand margin. The full criteria for fossil gas and nuclear energy economic activities that comply with the EU Taxonomy are laid down in Commission Delegated Regulation (EU) 2022/1214.

## Appendix

 No

[include note for the financial products referred to in Article 6, first paragraph, of Regulation (EU) 2020/852

Taxonomy-aligned activities are expressed as a share of:

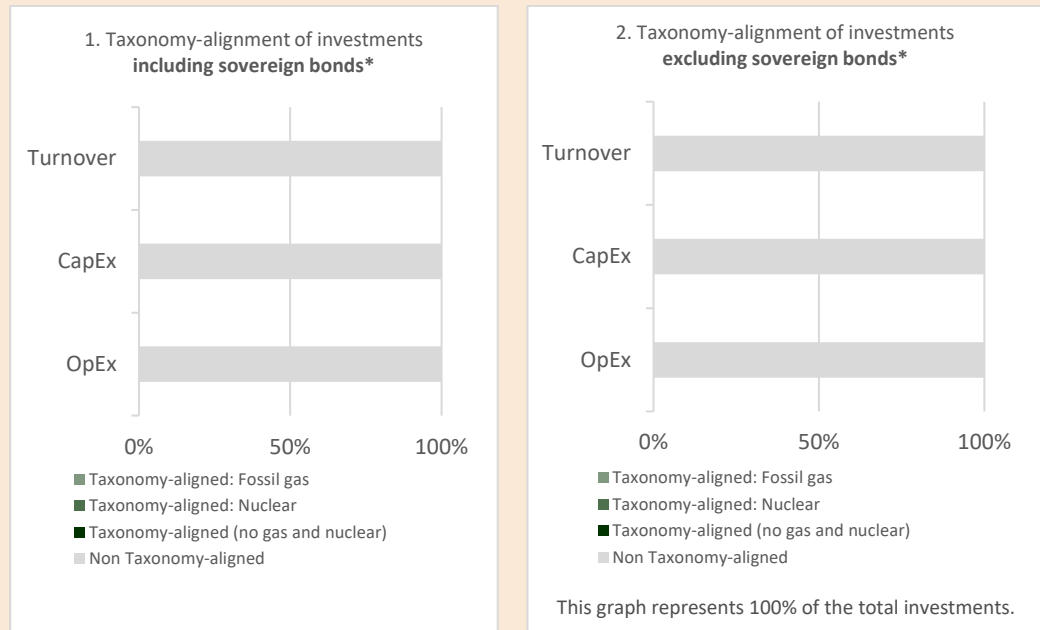
- **turnover** reflecting the share of revenue from green activities of investee companies.

- **capital expenditure** (CapEx) showing the green investments made by investee companies, e.g. for a transition to a green economy.

- **operational expenditure** (OpEx) reflecting green operational activities of investee companies.


The graphs below show in green the percentage of investments that were aligned with the EU Taxonomy. As there is no appropriate methodology to determine the taxonomy-alignment of sovereign bonds\*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than sovereign bonds.

[Include information on Taxonomy aligned fossil gas and nuclear energy and the explanatory text in the left hand margin on the previous page only if the financial product invested in fossil gas and/or nuclear energy Taxonomy-aligned economic activities during the reference period]



\* For the purpose of these graphs, 'sovereign bonds' consist of all sovereign exposures.

[include note for the financial products referred to in Article 6, first paragraph, of Regulation (EU) 2020/852 that invest in environmental economic activities that are not environmentally sustainable economic activities]

 are sustainable investments with an environmental objective that do not take into account the criteria for environmentally sustainable economic activities under Regulation (EU) 2020/852.

● **What was the share of investments made in transitional and enabling activities?** [include a breakdown of the proportions of investments during the reference period]

The share of investments made in transitional and enabling activities was 0%.

● **How did the percentage of investments that were aligned with the EU Taxonomy compare with previous reference periods?** [include where at least one previous periodic report was provided]

NA



**What was the share of sustainable investments with an environmental objective not aligned with the EU Taxonomy?** [include section only for the financial products referred to in Article 6, first subparagraph, of Regulation (EU) 2020/852 where the financial product included sustainable investments with an environmental objective that invested in economic activities that are not environmentally sustainable economic activities, and explain why the financial product invested in economic activities that were not Taxonomy-aligned]

## Appendix

The share of sustainable investments with an environmental objective not aligned with the EU Taxonomy was 29.51%. These activities do not qualify as environmentally sustainable under the EU Taxonomy primarily due to the lack of data availability in Asia.



**What was the share of socially sustainable investments?** *[include only where the financial product included sustainable investments with a social objective]*

The share of socially sustainable investments was 0%.



**What investments were included under “other”, what was their purpose and were there any minimum environmental or social safeguards?**

Securities within the #2 Other category were held for various reasons. Examples of such holdings included, but were not limited to, investments in (i) cash or cash equivalents, or (ii) derivatives which were not screened by the Exclusion Policy, (iii) securities that lack ESG data.

The Investment Advisor used cash and derivatives in the management of the Fund. Cash was used for liquidity purposes and not used to promote environmental or social characteristics. In addition, the use of derivatives did not promote an environmental or social characteristic. Rather, derivatives were typically used to hedge positions from time to time. As such, cash and derivatives were not included in the portfolio market value calculation of securities aligned with environmental or social objectives.

The Fund’s minimum safeguards are (i) Good Governance, implementation of the Exclusion Policy; and (iii) minimum investment In Green Social and Sustainable Bonds.



**What actions have been taken to meet the environmental and/or social characteristics during the reference period?** *[list the actions taken within in the period covered by the periodic report to meet the environmental or social characteristics promoted by the financial product, including shareholder engagement as referred to in Article 3g of Directive 2007/36/EC and any other engagement relating to the environmental or social characteristics promoted by the financial product]*

The Fund promoted certain environmental and social characteristics through environmental and social alignment. In managing the portfolio of the Fund, the Investment Advisor applied each of the processes described above, namely:

- (a) Good Governance;
- (b) Implementation of Exclusion Policy; and
- (c) Minimum investment in Green Social and Sustainable Bonds.

The environmental and social characteristics of the Fund’s holdings were evaluated by the Investment Advisor on a continuous basis to ensure compliance with the processes set out in (a) to (c) above.

In order to implement the strategy on minimum investment in Green Social and Sustainable Bonds, the Fund invested a 29.51% in Green Social and Sustainable Bonds that were classified as sustainable investments with an environmental objective in economic activities that did not qualify as environmentally sustainable under the EU Taxonomy.

## Appendix

These bonds were classified as such by third party review providers and evaluated for compliance by internal sources in the Investment Advisor. The proceeds of these bonds were used to finance or re-finance in part or in full new and / or existing environmentally-friendly projects.

Sustainable bond selection was based on external vendor data or the Investment Advisor's internally developed framework.



### How did this financial product perform compared to the reference benchmark?

*[include section where an index has been designated as a reference benchmark for the purpose of attaining the environmental or social characteristics promoted by the financial product and indicate where the methodology used for the calculation of the designated index can be found]*

NA

- **How does the reference benchmark differ from a broad market index?**

NA

- **How did this financial product perform with regard to the sustainability indicators to determine the alignment of the reference benchmark with the environmental or social characteristics promoted?**

NA

- **How did this financial product perform compared with the reference benchmark?**

NA

- **How did this financial product perform compared with the broad market index**

*[include note for financial products where an index has been designated as a reference benchmark for the purpose of attaining the environmental or social characteristics promoted by the financial product]*

**Reference benchmarks** are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.