

**China Life Franklin Global Fund -
Select High Yield Bond Fund**
(A fund of an open-ended unit trust established
under the laws of Hong Kong)

For the year ended 31 December 2024

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Administration and management

Manager

China Life Franklin Asset Management Co., Limited
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Hong Kong

Directors of the Manager

Yu Yong
Gregory Eugene McGowan
Chen Yingshun
Wang Yijiang
Molina George H
Wei Xiaopeng
Liu Hui
Shan Gang
Yan Ligang

Legal adviser to the Manager

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

Trustee, transfer agent and registrar

BOCI-Prudential Trustee Limited
Suites 1501-1507 & 1513-1516,
15/F, 1111 King's Road,
Taikoo Shing, Hong Kong

Auditor

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

Custodian

Bank of China (Hong Kong) Limited
14F, Bank of China Tower
1 Garden Road
Hong Kong

Report of the Manager to the unitholders

Market review & outlook

In 2024, the U.S. economy demonstrated resilience, avoiding recession while moderating inflation and maintaining low unemployment rate. Growth slowed due to tight monetary policy and external shocks, but consumer strength and labor market resilience provided stability. The Fed's gradual easing and fiscal constraints shaped a cautious outlook, with risks from trade policies and geopolitical tensions looming into 2025.

US treasury fluctuated amid evolving labor market, inflation and monetary policy. In Q1, yields climbed as markets repriced aggressive rate cut expectations, underpinned by strong non-farm payrolls, low unemployment, and persistent CPI increases, despite a dovish March FOMC. Q2 saw a marginal economic slowdown, with unemployment rising unexpectedly, payrolls softening, and inflation cooling. The Fed's June dot plot projected fewer rate cuts, with Powell noting a cooling labor market but emphasizing the need for sustained inflation progress. The inflation report in July showed more progress to the target, shifting focus to labor market concerns. The BOJ's unexpected rate hike in July and Ueda's hawkish comments, coupled with weak U.S. labor market data, triggered carry trade unwind - a spike in the yen - and stock market rout in early August. The market turned risk averse and immediately priced in 50bps rate cut in September as the recession concern rose. Global capital market experienced significant volatility but gradually stabilized as market sentiment improved. During last quarter in 2024, a strong October labor report reversed easing bets, and post-November election, Trump trades unwound, prompting yields elevated. The December FOMC delivered a hawkish 25bps rate cut to 4.25–4.50%, raised GDP and inflation forecasts, and projected only two 2025 cuts. Powell stated that the Fed is close to or has reached a point of slowing down or pausing rate cuts, and future rate cuts would require more progress in inflation. The rise in term premiums pushed the yield curve towards bearish steepening.

Looking forward to 2025, the market focus on Trump's tariff, tax cut, and immigration policies after his inauguration, and will reassess the impact on employment, inflation, and growth. The U.S. debt ceiling and the fiscal budgets of other major economies also remains key factor.

China Life Franklin Asset Management Co., Limited

Report of the Trustee to the unitholders

We hereby confirm that, in our opinion, the Manager, China Life Franklin Asset Management Co., Limited, has, in all material respects, managed China Life Franklin Global Fund - Select High Yield Bond Fund For the year ended 31 December 2024, in accordance with the provisions of the Trust Deed dated 5 October 2020, the First Supplemental Deed dated 9 November 2020 and the Second Supplemental Deed dated 22 June 2021.

On behalf of

BOCI-Prudential Trustee Limited, the Trustee



Independent Auditor's Report to the Unitholders of China Life Franklin Global Fund - Select High Yield Bond Fund

(a sub-fund of China Life Franklin Global Fund, an open-ended unit trust established under the laws of Hong Kong)

Report on the Audit of Financial Statements

Opinion

We have audited the financial statements of Select High Yield Bond Fund (a sub-fund of China Life Franklin Global Fund (the "Trust") and referred to as the "Sub-Fund") set out on pages 8 to 36, which comprise the statement of financial position as at 31 December 2024, the statement of comprehensive income, the statement of changes in equity and the statement of cash flow for the year then ended and notes, comprising material accounting policy information and other explanatory information.

In our opinion, the financial statements give a true and fair view of the financial disposition of the Sub-Fund as at 31 December 2024 and of its financial transactions and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Sub-Fund in accordance with the HKICPA's Code of Ethics for Professional Accountants ("the Code") and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Information Other than the Financial Statements and Auditor's Report Thereon

The Manager and the Trustee of the Sub-Fund are responsible for the other information. The other information comprises all the information included in the annual report, other than the financial statements and our auditor's report thereon.

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

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.



Independent Auditor's Report to the Unitholders of China Life Franklin Global Fund - Select High Yield Bond Fund (continued)

(a sub-fund of China Life Franklin Global Fund, an open-ended unit trust established under the laws of Hong Kong)

Responsibilities of the Manager and the Trustee of the Sub-Fund for the Financial Statements

The Manager and the Trustee of the Sub-Fund are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA and for such internal control as the Manager and the Trustee of the Sub-Fund determine 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 and the Trustee of the Sub-Fund are responsible for assessing the Sub-Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager and the Trustee of the Sub-Fund either intend to liquidate the Sub-Fund or to cease operations, or have no realistic alternative but to do so.

In addition, the Manager and the Trustee of the Sub-Fund are required to ensure that the financial statements have been properly prepared in accordance with the relevant provisions of the Trust Deed dated 5 October 2020, as amended ("the Trust Deed"), and the relevant disclosure provisions of Appendix E to the Code on Unit Trusts and Mutual Funds ("the SFC Code") issued by the Hong Kong Securities and Futures Commission.

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. This report is made solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with HKSAAs 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. In addition, we are required to assess whether the financial statements of the Sub-Fund have been properly prepared, in all material respects, in accordance with the relevant provisions of the Trust Deed and the relevant disclosure provisions of Appendix E to the SFC Code.

Independent Auditor's Report to the Unitholders of China Life Franklin Global Fund - Select High Yield Bond Fund (continued)

(a sub-fund of China Life Franklin Global Fund, an open-ended unit trust established under the laws of Hong Kong)

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

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

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

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



Independent Auditor's Report to the Unitholders of China Life Franklin Global Fund - Select High Yield Bond Fund (continued)

(a sub-fund of China Life Franklin Global Fund, an open-ended unit trust established under the laws of Hong Kong)

Report on matters under the relevant provisions of the Trust Deed and the relevant disclosure provisions of Appendix E to the SFC Code

In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant provisions of the Trust Deed and the relevant disclosure provisions of Appendix E to the SFC Code.

Certified Public Accountants

8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

Statement of comprehensive income for the year ended 31 December 2024 (Expressed in USD)

	Note	2024 USD	2023 USD
Income			
Interest income on financial assets at FVTPL		495,748	423,325
Other interest revenue	14	6,734	7,742
Other income		1,088	1,173
		<u>503,570</u>	<u>432,240</u>
Expenses			
Management fees	4, 14	(51,211)	(48,235)
Transaction costs	4, 14	(18,490)	(22,051)
Trustee fees	4, 14	(30,161)	(29,919)
Custodian fees	4, 14	(23,344)	(20,366)
Audit fees		(14,876)	(14,013)
Bank loan interest		(294)	(742)
Other operating expenses		(3,919)	(5,945)
		<u>(142,295)</u>	<u>(141,271)</u>
Net gain before investments and exchange differences		<u>361,275</u>	<u>290,969</u>
Investment and exchange differences			
Net gain on financial assets and liabilities at fair value through profit or loss	5	194,448	146,189
Net foreign exchange differences		(40,844)	23,441
		<u>153,604</u>	<u>169,630</u>
Profit and total comprehensive income for the year		<u>514,879</u>	<u>460,599</u>

The notes on pages 14 to 36 form an integral part of these financial statements.

Statement of financial position at 31 December 2024

(Expressed in USD)

	Note	31 December 2024 USD	31 December 2023 USD
Assets			
Financial assets at fair value through profit or loss	5, 14	10,051,087	9,527,658
Amounts due from brokers	8	135,715	139,606
Interest receivable		171,194	148,677
Prepayment and other receivable		-	11,679
Cash and cash equivalents	9, 14	123,948	140,448
Total assets		10,481,944	9,968,068
Liabilities			
Financial liabilities at fair value through profit or loss	5, 6	492	2,446
Management fee payable	4, 14	38,952	40,239
Trustee fee payable	4, 14	2,583	2,339
Other accounts payable and accruals		64,586	62,592
Total liabilities		106,613	107,616
Net assets	11	10,375,331	9,860,452
Number of units in issue, Class I (USD)		1,026,000	1,026,000
Net asset value per unit, Class I (USD)		10.1124	9.6106

Approved by the Manager and the Trustee on

China Life Franklin Asset Management
Co., Limited

BOCI-Prudential Trustee Limited

The notes on pages 14 to 36 form an integral part of these financial statements.

Statement of changes in equity for the year ended 31 December 2024 (Expressed in USD)

	<u>2024</u>	
	<u>Number of units</u>	<u>USD</u>
As at 1 January 2024	1,026,000	9,860,452
Transaction with unitholders, recognised directly in equity		
Subscription of units		
- Class I (USD)	-	-
Redemption of units		
- Class I (USD)	-	-
	-	-
	-	9,860,452
Increase in net assets attributable to unitholders for the year		514,879
As at 31 December 2024		<u>10,375,331</u>

The notes on pages 14 to 36 form an integral part of these financial statements.

Statement of changes in equity
for the year ended 31 December 2024 (continued)
(Expressed in USD)

	2023	
	<i>Number of units</i>	<i>USD</i>
As at 1 January 2023	1,294,724	11,919,519
Transaction with unitholders, recognised directly in equity		
Subscription of units		
- Class I (USD)	-	-
Redemption of units		
- Class B (USD)	(268,724)	(2,519,666)
- Class I (USD)	-	-
	<u>(268,724)</u>	<u>(2,519,666)</u>
	<u>1,026,000</u>	<u>9,399,853</u>
Increase in net assets attributable to unitholders for the year		<u>460,599</u>
As at 31 December 2023		<u><u>9,860,452</u></u>

The notes on pages 14 to 36 form an integral part of these financial statements.

Statement of cash flow for the year ended 31 December 2024 (Expressed in USD)

	Note	2024 USD	2023 USD
Cash flows from operating activities			
Profit for the year		514,879	460,599
Adjustments for:			
Interest income		(502,482)	(431,067)
Finance cost		294	742
Net change in unrealised gain on financial assets and financial liabilities at fair value through profit or loss	5	(6,741)	(335,353)
Net realised (gain)/losses on financial assets and financial liabilities at fair value through profit or loss	5	(187,707)	189,164
Purchase of financial assets and financial liabilities at fair value through profit or loss		(78,432,957)	(63,224,854)
Proceeds from sale of financial assets and financial liabilities at fair value through profit or loss		78,102,022	65,241,957
Decrease in amounts due from brokers		3,891	12,961
Decrease/(increase) in prepayment and other receivables		11,679	(11,679)
Decrease in amounts due to brokers		-	(474,212)
(Decrease)/increase in management fee payable		(1,287)	36,334
Increase/(decrease) in trustee fee payable		244	(81)
Increase/(decrease) in other accounts payable and accruals		1,994	(2,090)
		(496,171)	1,462,421
Interest received		479,965	408,507
Finance cost paid		(294)	(742)
Net cash (used in)/generated from operating activities		<u>(16,500)</u>	<u>1,870,186</u>

Statement of cash flow
for the year ended 31 December 2024 (continued)
(Expressed in USD)

	Note	2024 USD	2023 USD
Cash flows from financing activities			
Payment on redemptions of redeemable participating shares		-	(2,519,666)
Net cash flows used in financing activities		-	(2,519,666)
Net decrease in cash and cash equivalents		(16,500)	(649,480)
Cash and cash equivalents at beginning of the year		140,448	789,928
Cash and cash equivalents at end of year	9	123,948	140,448

The notes on pages 14 to 36 form an integral part of these financial statements.

Notes to the financial statements

(Expressed in USD)

1 The Sub-Fund

China Life Franklin Global Fund (the “Trust”) was constituted as an open-ended unit trust established under the laws of Hong Kong pursuant to a trust deed dated 5 October 2020, as amended (the “Trust Deed”).

The Trust is an open-ended unit trust and is authorised by the Securities and Futures Commission of Hong Kong (the “SFC”) under Section 104(1) of the Securities and Futures Ordinance and is required to comply with the Code on Unit Trusts and Mutual Funds established by the SFC (the “SFC Code”). Authorisation by the SFC does not imply official approval or recommendation.

China Life Franklin Global Fund - Select High Yield Bond Fund (the “Sub-Fund”) commenced its operation on 20 September 2021. As at 31 December 2024, there were two other sub-funds established by the Trust, namely Global Growth Fund and Short Term Bond Fund. Each of the sub-funds is constituted as a separate sub-fund of the Trust. The sub-funds are authorized by the Hong Kong Securities and Futures Commission under Section 104(1) of the Securities and Futures Ordinance and are required to comply with the Code on Unit Trusts and Mutual Funds established by the SFC.

The Manager of the Trust and the Sub-Fund are China Life Franklin Asset Management Co., Limited (the “Manager”) and the Trustee is BOCI-Prudential Trustee Limited (the “Trustee”). The Custodian is Bank of China (Hong Kong) Limited (the “Custodian”).

The investment objective of the Sub-Fund is to provide a high level of income and capital appreciation over the medium to long term by investing primarily in a portfolio of global fixed income securities (in particular, high yield bonds (i.e. below investment grade and unrated bonds)). The Sub-Fund may invest in assets denominated in currencies other than its base currency (i.e. USD).

2.1 Basis of preparation

These financial statements have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRSs”) (which include all Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards (“HKASs”) and Interpretations) issued by the Hong Kong Institute of Certified Public Accountants, accounting principles generally accepted in Hong Kong and the relevant disclosure provisions of the Trust Deed and the relevant disclosure provisions specified in Appendix E to the SFC Code.

The financial statements have been prepared under the historical cost basis, except for financial assets and financial liabilities classified at fair value through profit or loss that have been measured at fair value. These financial statements are presented in United States dollars (USD) and all values are rounded to the nearest dollar except where otherwise indicated.

2.2 Changes in accounting policies and disclosures

The HKICPA has issued a number of amendments to HKFRSs that are first effective for the current accounting period of the Sub-Fund. None of these developments have had a material effect on how the Sub-Fund's result and financial position for the current or prior periods have been prepared or presented.

The Sub-Fund has not applied any new standard or interpretation that is not yet effective for the current accounting period (see note 2.3).

2.3 Issued but not yet effective Hong Kong financial reporting standards

The Sub-Fund has not early applied any of the new and revised HKFRSs that have been issued but are not yet effective for the year ended 31 December 2024 and which have not been adopted in these financial statements. These developments include the following which may be relevant to the Sub-Fund.

	<i>Effective for accounting periods beginning on or after</i>
Amendments to HKAS 21, <i>The effects of changes in foreign exchange rates – Lack of exchangeability</i>	1 January 2025
Amendments to HKFRS 9, <i>Financial instruments</i> and HKFRS 7, <i>Financial instruments: disclosures – Amendments to the classification and measurement of financial instruments</i>	1 January 2026
HKFRS 18, <i>Presentation and disclosure in financial statements</i>	1 January 2027

The Sub-Fund is in the process of making an assessment of what the impact of these amendments and interpretations is expected to be in the period of initial application. So far it has concluded that the adoption of them is unlikely to have a significant impact on the financial statements.

2.4 Material accounting policies

(a) Financial instruments

(i) Classification

In accordance with HKFRS 9, the Sub-Fund classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below.

In applying classification, a financial asset or financial liability is considered to be held for trading if:

- (a) It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term; or
- (b) On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking; or
- (c) It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).

Financial assets

The Sub-Fund classifies its financial assets as subsequently measured at amortised cost or measured at fair value through profit or loss on the basis of both:

- The Sub-Fund's business model for managing the financial assets
- The contractual cash flow characteristics of the financial asset

Financial assets measured at amortised cost

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding. The Sub-Fund includes in this category short-term non-financing receivables including cash and cash equivalents, prepayment and other receivables, amounts due from brokers and interest receivable.

Financial assets measured at fair value through profit or loss ("FVPL")

A financial asset is measured at FVPL if:

- (a) Its contractual terms do not give rise to cash flows on specified dates that are solely payments of principal and interest (SPPI) on the principal amount outstanding; or
- (b) It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell; or

2.4 Material accounting policies (continued)

- (c) At initial recognition, it is irrevocably designated as measured at FVPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases. The Sub-Fund includes in this category equity instruments and debt instruments which are acquired principally for the purpose of generating a profit from short-term fluctuations in price.

Financial liabilities measured at FVPL

A financial liability is measured at FVPL if it meets the definition of held for trading. The Sub-Fund includes in this category derivative contracts in a liability position sold short since they are classified as held for trading.

Financial liabilities measured at amortised cost

This category includes all financial liabilities, other than those measured at FVPL. The Sub-Fund includes in this category management fee payable, trustee fee payable, other accounts payable and accrual.

(ii) Recognition

The Sub-Fund recognises a financial asset or a financial liability when it becomes a party to the contractual provisions of the instrument.

Purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the marketplace (regular way trades) are recognised on the trade date, i.e., the date that the Sub-Fund commits to purchase or sell the financial asset.

(iii) Initial measurement

Financial assets at FVPL are initially recorded in the statement of financial position at fair value. All transaction costs for such instruments are recognised directly in profit or loss.

Financial assets and liabilities (other than those classified as at FVPL) are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue.

(iv) Subsequent measurement

After initial measurement, the Sub-Fund measures financial instruments which are classified as at FVPL at fair value. Subsequent changes in the fair value of those financial instruments are recorded in net gain or loss on financial assets at FVPL in the statement of comprehensive income. Interests and dividends earned or paid on these instruments are recorded separately in 'interest income' and 'dividend income' in the statement of comprehensive income.

2.4 Material accounting policies (continued)

Loans and receivables are carried at amortised cost using the effective interest method less any allowance for impairment. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

Financial liabilities, other than those classified as at FVPL, are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised, as well as through the amortisation process.

The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Sub-Fund estimates cash flows considering all contractual terms of the financial instruments, but does not consider future credit losses. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

(v) Derecognition

A financial asset (or, where applicable a part of a financial asset or part of a Sub-Fund of similar financial assets) is derecognised where the rights to receive cash flows from the asset have expired or the Sub-Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a pass through arrangement and either.

- the Sub-Fund has transferred substantially all the risks and rewards of the asset, or
- the Sub-Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Sub-Fund has transferred its rights to receive cash flows from an asset or has entered into a pass-through arrangement, and has neither transferred nor retained substantially all of the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Sub-Fund's continuing involvement in the asset. In that case, the Sub-Fund also recognises an associated liability. The transferred asset and the associated liability are measured on a basis that reflects the rights and obligations that the Sub-Fund has retained.

The Sub-Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expired.

2.4 Material accounting policies (continued)

(vi) Determination of fair value

The Sub-Fund measures its investments classified as financial assets at fair value through profit or loss at fair value at each reporting date.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value measurement is based on the presumption that the transaction to sell the asset or transfer the liability takes place either in the principal market for the asset or liability or, in the absence of a principal market, in the most advantageous market for the asset or liability. The principal or the most advantageous market must be accessible to the Sub-Fund.

The fair value of an asset or a liability is measured using the assumptions that market participants would use when pricing the asset or liability, assuming that market participants act in their economic best interest.

The fair value for financial instruments traded in active markets at the reporting date is based on their quoted prices or binding dealer price quotations (bid price for long positions and ask price for short positions), without any deduction for transaction costs.

For all other financial instruments not traded in an active market, the fair value is determined by using appropriate valuation techniques, such as, recent arm's length market transactions, quotes from brokers and market makers, deemed to be appropriate in the circumstances.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - based on quoted prices (unadjusted) in active markets for identical assets or liabilities
- Level 2 - based on valuation techniques for which the lowest level input that is significant to the fair value measurement is observable, either directly or indirectly
- Level 3 - based on valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

For assets and liabilities that are recognised in the financial statements on a recurring basis, the Sub-Fund determines whether transfers have occurred between levels in the hierarchy by re-assessing the categorisation (based on the lowest level input that is significant to the fair value measurement as a whole) at the beginning of each reporting period.

(vii) Impairment of financial assets

The Sub-Fund recognises an allowance for expected credit losses ("ECLs") for all financial assets not held at fair value through profit or loss. ECLs are based on the difference between the contractual cash flows due in accordance with the contract and all the cash flows that the Sub-Fund expects to receive, discounted at an approximation of the original effective interest rate. The expected cash flows will include cash flows from the sale of collateral held or other credit enhancements that are integral to the contractual terms.

2.4 Material accounting policies (continued)

General approach

ECLs are recognised in two stages. For credit exposures for which there has not been a significant increase in credit risk since initial recognition, ECLs are provided for credit losses that result from default events that are possible within the next 12-months (a 12-month ECLs). For those credit exposures for which there has been a significant increase in credit risk since initial recognition, a loss allowance is required for credit losses expected over the remaining life of the exposure, irrespective of the timing of the default (a lifetime ECLs).

At each reporting date, the Sub-Fund assesses whether the credit risk on a financial instrument has increased significantly since initial recognition. When making the assessment, the Sub-Fund compares the risk of a default occurring on the financial instrument as at the reporting date with the risk of a default occurring on the financial instrument as at the date of initial recognition and considers reasonable and supportable information that is available without undue cost or effort, including historical and forward-looking information.

The Sub-Fund considers a financial asset in default when contractual payments are 90 days past due. However, in certain cases, the Sub-Fund may also consider a financial asset to be in default when internal or external information indicates that the Sub-Fund is unlikely to receive the outstanding contractual amounts in full before taking into account any credit enhancements held by the Sub-Fund. A financial asset is written off when there is no reasonable expectation of recovering the contractual cash flows.

Financial assets at amortised cost are subject to impairment under the general approach and they are classified within the following stages for measurement of ECLs except for accounts receivable and contract assets which apply the simplified approach.

- Stage 1 - Financial instruments for which credit risk has not increased significantly since initial recognition and for which the loss allowance is measured at an amount equal to 12-month ECLs
- Stage 2 - Financial instruments for which credit risk has increased significantly since initial recognition but that are not credit-impaired financial assets and for which the loss allowance is measured at an amount equal to lifetime ECLs
- Stage 3 - Financial assets that are credit-impaired at the reporting date (but that are not purchased or originated credit-impaired) and for which the loss allowance is measured at an amount equal to lifetime ECLs

(viii) Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously.

2.4 Material accounting policies (continued)

(b) *Functional and presentation currency*

The Sub-Fund's functional currency is USD, which is the currency of the primary economic environment in which it operates. The Sub-Fund's performance is evaluated and its liquidity is managed in USD. Therefore, the USD is considered as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The Sub-Fund's presentation currency is also USD.

(c) *Foreign currency transactions*

Transactions during the year, including purchases and sales of securities, income and expenses, are translated at the rate of exchange prevailing on the date of the transaction.

Monetary assets and liabilities denominated in foreign currencies are translated at the functional currency rate of exchange ruling at the reporting date.

Foreign currency transaction gains and losses on financial instruments classified as at fair value through profit or loss are included in profit or loss as part of the 'net gains or losses on financial assets at fair value through profit or loss'. Exchange differences on other financial instruments are included in profit or loss as 'net foreign exchange differences'.

(d) *Redeemable units*

Redeemable units are classified as an equity instrument when:

- (a) The redeemable units entitle the holder to a pro rata share of the Sub-Fund's net assets in the event of the Sub-Fund's liquidation.
- (b) The redeemable units are in the class of instruments that is subordinate to all other classes of instruments.
- (c) All redeemable units in the class of instruments that is subordinate to all other classes of instruments have identical features.
- (d) The redeemable units do not include any contractual obligation to deliver cash or another financial asset other than the holder's rights to a pro rata share of the Sub-Fund's net assets.
- (e) The total expected cash flows attributable to the redeemable units over the life of the instrument are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Fund over the life of the instrument.

2.4 Material accounting policies (continued)

In addition to the redeemable units having all of the above features, the Sub-Fund has no other financial instrument or contract that has:

- (a) Total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Fund
- (b) The effect of substantially restricting or fixing the residual return to the redeemable unitholders

The Sub-Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

A puttable financial instrument that includes a contractual obligation for the issuer to repurchase or redeem that instrument for cash or another financial asset is classified as equity instrument if it meets the following conditions:

- it entitles the holder to a pro rata share of the Sub-Fund's net assets in the event of the Sub-Fund's liquidation;
- it is in the class of instruments that is subordinate to all other classes of instruments;
- all financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features;
- apart from the contractual obligation for the Sub-Fund to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a liability; and
- the total expected cash flows attributable to the instrument over its life are based substantially on profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Sub-Fund over the life of the instrument.

The Sub-Fund only has one class of redeemable units in issue and the redeemable units meet all of these conditions and are classified as equity.

The issuance, acquisition and cancellation of redeemable units are accounted for as equity transactions.

The Sub-Fund recognises unitholders' subscriptions and allots units upon receipt of a valid subscription application and derecognises them upon receipt of a valid redemption application.

(e) **Distributions to unitholders**

Distributions are at the discretion of the Sub-Fund. A dividend distribution to the Sub-Fund's unitholders is accounted for as a deduction from equity. No distribution was proposed or paid out during the current period.

2.4 Material accounting policies (continued)

(f) **Cash and cash equivalents**

Cash and cash equivalents in the statement of financial position comprise cash on hand and short-term deposits in banks that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value, with original maturities of three months or less.

(g) **Interest income**

Interest income is recognised in profit or loss for all interest-bearing financial instruments using the effective interest method.

(h) **Net gains or losses on financial assets at fair value through profit or loss**

This item includes changes in the fair value of financial assets as 'at fair value through profit or loss' and excludes interest income.

Unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period's unrealised gains and losses for financial instruments which were realised in the reporting period.

Realised gains and losses on disposals of financial instruments classified as 'at fair value through profit or loss' are calculated using the weighted average method. They represent the difference between an instrument's initial carrying amount and disposal amount or cash payments.

(i) **Fees and commissions**

Fees and commissions are recognised on an accrual basis.

(j) **Related parties**

A party is considered to be related to the Sub-Fund if:

- (a) the party is a person or a close member of that person's family and that person
 - (i) has control or joint control over the Sub-Fund;
 - (ii) has significant influence over the Sub-Fund; or
 - (iii) is a member of the key management personnel of the Sub-Fund or of a parent of the Sub-Fund; or
- (b) the party is an entity where any of the following conditions applies:
 - (i) the entity and the Sub-Fund are members of the same Sub-Fund;
 - (ii) one entity is an associate or joint venture of the other entity (or of a parent, subsidiary or fellow subsidiary of the other entity);
 - (iii) the entity and the Sub-Fund are joint ventures of the same third party;

2.4 Material accounting policies (continued)

- (iv) one entity is a joint venture of a third entity and the other entity is an associate of the third entity;
- (v) the entity is a post-employment benefit plan for the benefit of employees of either the Sub-Fund or an entity related to the Sub-Fund;
- (vi) the entity is controlled or jointly controlled by a person identified in (a); and
- (vii) a person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity); and
- (viii) the entity, or any member of a Sub-Fund of which it is a part, provides key management personnel services to the Sub-Fund or to the parent of the Sub-Fund.

(k) Taxes

In some jurisdiction, investment income and capital gains are subject to withholding tax deducted at the source of the income. The Sub-Fund presents the withholding tax separately from the gross investment income in the statement of comprehensive income. For the purpose of the statement of cash flows, cash inflows from investments are presented net of withholding taxes, when applicable.

(l) Segment reporting

An operating segment is a component of the Sub-Fund that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relates to transactions with any of the Sub-Fund's other components, whose operating results are reviewed regularly by the chief operating decision maker to make decisions about resources allocated to the segment and assess its performance, and for which discrete financial information is available. Segment results that are reported to the chief operating decision maker include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. The chief operating decision maker of the Sub-Fund is identified as the Manager, China Life Franklin Asset Management Co., Limited.

3 Material accounting judgments and estimates

The preparation of the Sub-Fund's financial statements requires management to make judgements, estimates and assumptions that affect the amounts of revenues, expenses, assets and liabilities, and the accompanying disclosures, and the disclosure of contingent liabilities. Uncertainty about these assumptions and estimates could result in outcomes that require a material adjustment to the carrying amount of the asset or liability affected in the future periods.

4 Fees

Management fee

The Manager is entitled to a management fee from the Sub-Fund, at a rate of 1% which can be increased to 3% maximum per annum with respect to the net asset value of Class A units and at a rate of 0.5% which can be increased to 3% per maximum annum with respect to the net asset value of Class I units. No management fee is charged for Class B units. Management fees were calculated and accrued on a daily basis.

The management fee for the year ended 31 December 2024 was USD51,211 (2023: USD48,235) and USD38,952 (2023: USD40,239) was payable to the Manager as at 31 December 2024.

Trustee fee

The Trustee is entitled to receive a trustee fee from the Sub-Fund, at a rate up to 0.5% per annum with respect to the net asset value of the Sub-Fund, subject to a monthly minimum fee of USD5,000. The fee was calculated and accrued on a daily basis.

The trustee fee for the year ended 31 December 2024 was USD30,161 (2023: USD29,919) and USD2,583 (2023: USD2,339) was payable to the Trustee as at 31 December 2024.

Custodian fee

The Custodian is entitled to receive custodian fee from the Sub-Fund, at a rate of 0.05% per annum with respect to the net asset value of the Sub-Fund which was calculated on a monthly basis. The Custodian is also entitled to reimbursement for any out-of-pocket expenses or third-party charges incurred in the course of its duties.

The custodian fee for the year ended 31 December 2024 was USD23,344 (2023: USD20,366) and USDnil (2023: USDnil) was payable to the Custodian as at 31 December 2024.

Transaction costs

	2024 USD	2023 USD
Brokerage commission	1,065	3,561
Transaction costs	17,425	18,490
	<u>18,490</u>	<u>22,051</u>

5 Financial assets and financial liabilities at fair value through profit or loss

	2024 USD	2023 USD
Financial assets at fair value through profit or loss		
- listed debt securities	8,394,074	8,960,492
- unlisted quoted bonds	1,657,013	567,166
Total financial assets at fair value through profit or loss	10,051,087	9,527,658
Financial liabilities at fair value through profit or loss		
- futures (note 6)	492	2,446
Total financial liabilities at fair value through profit or loss	492	2,446

Net gain on financial assets and liabilities at fair value through profit or loss.

	2024 USD	2023 USD
Held for trading		
- realised gain/(losses)	187,707	(189,164)
- change in unrealised gains	6,741	335,353
Total net gains on financial assets and liabilities at fair value through profit or loss	194,448	146,189

6 Derivative contracts

The Sub-Fund uses derivative financial instruments to economically hedge its risks associated primarily with interest rate and foreign currency fluctuations. Derivative financial instruments may also be used for trading purposes where the Manager believes this would be more effective than investing directly in the underlying financial instruments. The derivative contract that the Sub-Fund holds includes future contracts.

Futures contracts

Future contracts are contractual agreements to buy or sell a specified financial instrument at a specific price and date in the future. Futures contracts are transacted in standardized amounts on regulated exchanges and are subject to daily cash margin requirements. The credit risk related to future contracts is considered minimal because the exchange ensures that these contracts are always honoured.

At 31 December 2024, the Sub-Fund's holdings in futures contracts were as specified below:

Type of contract	Expiration	Underlying	No. of contracts	Position	Fair value USD
Futures contracts	Mar 2025	10-Year US Treasury Note	8	Short	(31)
Futures contracts	Mar 2025	5-Year US Treasury Note	4	Short	(461)

6 Derivative contracts (continued)

At 31 December 2023, the Sub-Fund's holdings in futures contracts were as specified below:

Type of contract	Expiration	Underlying	No. of contracts	Position	Fair value USD
Futures contracts	Mar 2024	2-Year US Treasury Note	6	Short	(2,446)

7 Income tax

No provision for Hong Kong profits tax has been made as the Sub-Fund is authorised as collective investment schemes under Section 104 of the Hong Kong Securities and Futures Ordinance and is therefore exempted from Hong Kong profits tax under Section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

Certain interest income received by the Sub-Fund may be subject to withholding tax in the country of origination.

8 Amounts due from brokers

	2024 USD	2023 USD
Amounts due from brokers		
- cash held by brokers	135,715	139,606
	<u>135,715</u>	<u>139,606</u>

As at 31 December 2024, cash held by brokers were expected to be recoverable on demand.

9 Cash and cash equivalents

The balances represent cash held with Bank of China (Hong Kong). The bank balances are interest-bearing.

10 Units in issue

As at 31 December 2024, the Sub-Fund has offered one class of unit in issue. The units can be issued and redeemed on each valuation day, i.e. every business day of the calendar year. The holders of unit may redeem the units on any valuation day by no later than the dealing deadline, i.e. no later than the 4:00 p.m. (Hong Kong time) of the business day of the calendar year. Redemption requests received after such time will be deemed to have been received on the next business day.

The calculation of net asset value per unit is based on the total net assets attributable to holders of redeemable units of each class and the number of redeemable units in issue of each class at the end of the reporting period.

The number of units in issue and the net asset value per unit as at the end of the period is stated in the statement of financial position.

Capital management

The Sub-Fund's objectives for managing capital are to invest the capital in investments in order to achieve its investment objective while maintaining sufficient liquidity to meet the expenses of the Sub-Fund, and to meet redemption requests as they arise. The Trust and the Sub-Fund do not have any externally imposed capital requirements.

11 Reconciliation of net asset value

The following schedule shows the reconciliation between the NAV determined in accordance with the Private Placement Memorandum and Supplement of the Sub-Fund and the NAV determined in accordance with HKFRS.

The Private Placement Memorandum and Supplement of the Sub-Fund state that the preliminary expenses should be amortised in 5 years, while the HKFRS requires that preliminary expenses should be expensed immediately. As at 31 December 2024, the remaining amortisation period is within 1 year and the unamortised amount is USD11,725 (2023: 3 years and the unamortised amount is USD35,102).

	2024 USD	2023 USD
Net assets attributable to unitholders as determined for the purposes of processing unit subscriptions and redemptions	10,387,056	9,883,863
Adjustment to preliminary expenses	<u>(11,725)</u>	<u>(23,411)</u>
Net assets attributable to unitholders (per financial statements)	<u><u>10,375,331</u></u>	<u><u>9,860,452</u></u>

12 Financial risk and management objective and policies

Investment in the Sub-Fund is subject to market fluctuations and other risks inherent in investing in securities and there can be no assurance that any appreciation in value will occur. The performance of the Sub-Fund will be affected by a number of risk factors, including the following:

Market risk

Market risk is the risk of loss arising from uncertainty concerning movements in market prices and rates, including observable variables such as interest rates, credit spreads, exchange rates, and indirectly observable variables such as volatilities and correlations. Market risk includes such factors as changes in economic environment, consumption pattern and investors' expectation, etc., which may have significant impact on the value of the investments. Market movement may therefore result in substantial fluctuation in the net asset value of redeemable units of the Sub-Fund.

The maximum risk resulting from financial instruments equals their fair value.

The Sub-Fund assumes market risk in trading activities. The Sub-Fund distinguishes market risk as interest rate risk and foreign exchange risk.

Interest rate risk

As the Sub-Fund has invested in debt securities whose values are driven significantly by changes in interest rates, the Sub-Fund is subject to interest rate risk. When interest rates rise, the value of previously acquired debt securities will normally fall because new debt securities acquired will pay a higher rate of interest. In contrast, if interest rates fall, then the value of the previously acquired debt securities will normally rise. The Manager regularly assesses the economic condition and monitor changes in interest rates outlook to control the impact of interest rate risk.

The majority of interest rate exposure arises on investments in debt securities. Most of the Sub-Fund's investments in debt securities carry fixed interest rates and mature within an average of 1 to 5 years.

The following table demonstrates the sensitivity of the Sub-Fund's profit or loss for the period to a reasonably possible change in interest rates, with all other variables held constant.

	<i>Change in basis points</i>	<i>Sensitivity of change in fair value of investments and net assets USD</i>
As at 31 December 2024		
- Debt securities	+/- 100bpss	-/+ 312,908
As at 31 December 2023		
- Debt securities	+/- 100bpss	-/+ 265,799

12 Financial risk and management objective and policies (continued)

The Sub-Fund also has interest-bearing bank deposits which the interest rates movement will not have significant cash flow impact on the net asset value and therefore no sensitivity analysis on bank deposit is presented.

Foreign exchange risk

Foreign exchange risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates.

The Sub-Fund holds assets and liabilities mainly denominated in HKD and United States dollars ("USD") while USD is the functional currency of the Sub-Fund. As HKD is pegged to the Sub-Fund's functional currency, the Sub-Fund has insignificant immediate exposure to currency risk in respect of the HKD. As such, HKD is not presented here as the Sub-Fund considers the possible movements on exchange rates between the USD and the HKD are limited and the effects to the operations of the Sub-Fund are minimal.

Liquidity risk

Liquidity risk is the risk that the Sub-Fund may not be able to generate sufficient cash and resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous to the Sub-Fund.

The Sub-Fund is exposed to liquidity risk through its investments, including listed or unlisted quoted bonds and derivatives. The Sub-Fund restricts its concentration risk by its investment restriction policy as per its Explanatory Memorandum.

The price at which the fixed income securities are traded may be higher or lower than the initial subscription price due to many factors including the prevailing interest rates. Further, the bid and offer spreads of the price of fixed income securities in which the Sub-Fund invests may be large, and hence, the Sub-Fund may incur significant trading and realisation costs and losses may be suffered.

Analysis of debt securities at fair value through profit or loss into maturity groups is based on the expected date on which these assets will be realised. For other assets, the analysis into maturity groups is based on the remaining period from the end of the reporting period to the contractual maturity date or, if earlier, the expected date on which the assets will be realised.

All of the Sub-Fund's non-derivative financial liabilities are repayable within one year.

12 Financial risk and management objective and policies (continued)

Credit and counterparty risk

The Sub-Fund is exposed to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

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

The Sub-Fund invests in a diversified portfolio of debt securities issued by issuers with wide range of credit ratings. If the issuer of any of the debt securities in which the Sub-Fund invested defaults, the performance of the Sub-Fund will be adversely affected. The credit ratings are reviewed regularly by the Manager.

The Sub-Fund is exposed to credit risk on debt securities. These classes of financial assets are not subject to HKFRS 9's impairment requirements as they are measured at FVPL. The carrying value of these assets represents the Sub-Fund's maximum exposure to credit risk on financial instruments not subject to the HKFRS 9 impairment requirements on the respective reporting dates.

As at 31 December 2024

Custodian and broker	Credit rating
Bank of China (Hong Kong)	A+
Morgan Stanley	A-
CITIC Futures International Co., Ltd.	BBB+
<u>Financial assets at FVPL</u>	USD
AAA	-
AA-	-
A+	331,587
A-	586,570
A	192,478
BBB+	51,527
BBB	976,596
BBB-	794,150
BB+	483,089
BB	1,817,135
BB-	984,552
B+	1,692,330
No rating	2,141,073
Total financial assets at FVPL	<u>10,051,087</u>

12 Financial risk and management objective and policies (continued)

As at 31 December 2023

Custodian and broker	Credit rating
Bank of China (Hong Kong)	A+
Morgan Stanley	A-
<u>Financial assets at FVPL</u>	USD
AAA	268,633
AA-	199,104
A+	438,605
A-	201,064
A	-
BBB+	-
BBB	-
BBB-	972,382
BB+	2,682,223
BB	1,595,652
BB-	201,050
B+	1,147,058
No rating	1,821,887
Total financial assets at FVPL	<u>9,527,658</u>

13 Fair value information

The Sub-Fund's financial instruments are measured at fair value on the date of the statement of financial position. Fair value estimates are made at a specified point in time, based on market conditions and information about the financial instruments. Usually, fair values can be reliably determined within a reasonable range of estimates.

Valuation of financial instruments

The Sub-Fund's accounting policy on fair value measurements is detailed in accounting policy in note 2.4(a)(vi).

The Sub-Fund measures fair values using the three levels of fair value hierarchy defined in HKFRS 13, *Fair value measurement*, with the fair value of each financial instrument categorised in its entirety based on the lowest level of input that is significant to that fair value measurement. The levels are defined as follows:

The Sub-Fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

13 Fair value information (continued)

- Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and whose unobservable inputs have a significant effect on the instrument's valuation.

Fair values of futures contract that are traded in active market are based on quoted prices.

For debt securities, the Sub-Fund measures instruments quoted in the market at last closing price, because this price provides a reasonable approximate of the exit price. In other cases, the fair value is estimated using the market comparison/discounted cash flow techniques. This considers (i) current or recent quoted prices for identical securities in markets that are not active and (ii) a net present value calculated using discount rates derived from quoted prices of securities with similar maturity and credit rating that are traded in active markets, adjusted by an illiquidity factor.

The fair value measurement of all of the financial assets and financial liabilities at fair value through profit or loss held by the Sub-Fund as at 31 December 2024 is as follow:

31 December 2024	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Debt securities	1,339,510	8,711,577	-	10,051,087
Total financial assets at fair value through profit or loss	<u>1,339,510</u>	<u>8,711,577</u>	<u>-</u>	<u>10,051,087</u>
Financial liability at fair value through profit or loss				
Future	-	(492)	-	(492)
Total financial liability at fair value through profit or loss	<u>-</u>	<u>(492)</u>	<u>-</u>	<u>(492)</u>
31 December 2023	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Financial assets at fair value through profit or loss				
Debt securities	8,486,271	1,041,387	-	9,527,658
Total financial assets at fair value through profit or loss	<u>8,486,271</u>	<u>1,041,387</u>	<u>-</u>	<u>9,527,658</u>
Financial liability at fair value through profit or loss				
Future	-	(2,446)	-	(2,446)
Total financial liability at fair value through profit or loss	<u>-</u>	<u>(2,446)</u>	<u>-</u>	<u>(2,446)</u>

There was no transfer between different levels of the fair value hierarchy during the year ended 31 December 2024 and 31 December 2023.

For all other financial assets and liabilities, the carrying value is an approximation of fair value.

14 Transactions with the Trustee and Manager and their connected persons

Connected persons of the Manager are those as defined in the SFC Code. All transactions entered into during the year between the Sub-Fund and the Manager and its connected persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager's knowledge, the Sub-Fund does not have any other transactions with connected persons except for what is disclosed in note 4 to the financial statements and below.

Manager

Details of management fees charged by the Manager during the year and outstanding at the reporting date are disclosed in note 4.

Trustee fee and transaction fee

Details of trustee fees charged by the Trustee during the year and outstanding at the reporting date are disclosed in note 4.

The Trustee receives a transaction fee up to USD25 per subscription, redemption and transfer transaction and a securities transaction fee up to USD25 per transaction. Total transaction fee charged by the Trustee for subscription, redemption and transfer transaction during the year was USDnil (2023: USD25) and total transaction fee charged by the Trustee for securities transaction during the year was USD17,425 (2023: USD18,465).

Transactions with Custodian (Bank of China (Hong Kong) Limited)

The Sub-Fund's bank balance and investments were held by the Custodian, Bank of China (Hong Kong) Limited ("BOCHK").

At 31 December 2024, bank balance with BOCHK was amounting to USD123,948, the interest revenue on the bank deposits was USD1,158 and the bank charge was USD701 (2023: BOCHK was USD140,448, the interest revenue on the bank deposits was USD799 and the bank charge was USD542).

Details of custodian fee charged by the BOCHK during the year and outstanding at the reporting date are disclosed in note 4.

Holding in the Sub-Fund

As of 31 December 2024, China Life Insurance (Overseas) Company Limited, a fellow subsidiary of the Manager, holds 1,026,000 Class I (USD) units of the Sub-Fund.

14 Transactions with the Trustee and Manager and their connected persons (continued)

The following table summarises the movement of the relevant holding during the year, 2024 and 2023:

2024

	<i>Units outstanding at 1 January 2024</i>	<i>Units subscribed during the year</i>	<i>Units redeemed during the year</i>	<i>Units outstanding at 31 December 2024</i>
Class I (USD) China Life Insurance (Overseas) Company Limited	1,026,000	-	-	1,026,000

2023

	<i>Units outstanding at 1 January 2023</i>	<i>Units subscribed during the year</i>	<i>Units redeemed during the year</i>	<i>Units outstanding at 31 December 2023</i>
Class I (USD) China Life Insurance (Overseas) Company Limited	1,026,000	-	-	1,026,000
Class B (USD) China Life Franklin Asset Management	268,724	-	(268,724)	-

15 Soft commission arrangements

The Manager and its connected persons may enter into soft commission arrangements with brokers under which certain goods and services used to support investment decision making will be received. The Manager and its connected persons will not make direct payment for these services but will transact an agreed amount of business with the brokers on behalf of the Sub-Fund and commission will be paid on these transactions.

The goods and services must be of demonstrable benefit to the Sub-Fund and may include research and advisory services, economic and political analysis, portfolio analysis including valuation and performance measurement, market analysis and data and quotation services, computer hardware and software incidental to the above goods and services, clearing and custodian services and investment-related publications.

Neither the Manager nor any of its connected persons has entered into any soft commission arrangements with brokers or dealers in respect of the transactions for the account of the Sub-Fund during the year.

16 Distribution to unitholders

There was no declared distribution for the year ended 31 December 2024 (2023: Nil).

The Manager has discretion as to whether or not to make any distribution, the frequency of distribution and the amount of distribution. The Manager currently intends not to make any distribution for the Sub-Fund. It is the current intention of the Manager that income earned by the Sub-Fund will be reinvested in the Sub-Fund and reflected in the increased value of units.

17 Segment information

The Manager makes strategic resource allocation on behalf of the Sub-Fund and determines operating segments based on internal reports reviewed which are used to make strategic decisions.

The Manager's asset allocation decisions are based on one single and integrated investment strategy, and the Fund's performance is evaluated on an overall basis. Accordingly, the Manager considers that the Fund has one single operating segment which is investing in a portfolio of financial instruments to generate investment returns in accordance with the investment objective stipulated in the prospectus of the Sub-Fund. There were no changes in the operating segment during the year.

The segment information provided to the Manager is the same as that disclosed in the statement of comprehensive income and statement of financial position.

18 Events after the reporting period

There were no other material events after the reporting date, which necessitate revision of the figures or disclosures included in these financial statements.

Statement of movements in portfolio holdings for the year ended 31 December 2024 (Unaudited) (Expressed in USD)

	Movement			At
	1 January 2024	Additions	Disposals	31 December 2024
<i>Australia</i>				
Denominated in US\$				
AUSTRALIA & NEW ZEALAND BANKING GROUP LTD/UK 6.75% S/A PERP REGS	-	200,000	200,000	-
CIMIC FINANCE USA PTY LTD 7% S/A 25MAR2034 REGS	-	800,000	800,000	-
PERENTI FINANCE PTY LTD 7.5% S/A 26APR2029	-	300,000	300,000	-
QBE INSURANCE GROUP LTD 6.75% S/A 02DEC2044	-	200,000	200,000	-
<i>British Virgin Islands</i>				
Denominated in EUR				
ANLLIAN CAPITAL 2 LTD 0% A 05DEC2029	-	100,000	100,000	-
Denominated in US\$				
CHAMPION PATH HLDGS LTD 4.85% S/A 27JAN2028	-	400,000	400,000	-
CHINA GREAT WALL INTL HLDGS IV LTD 3.95% S/A PERP (CALLED)	-	400,000	400,000	-
CHINA GREAT WALL INTL HLDGS V LTD 2.375% S/A 18AUG2030	-	200,000	200,000	-
CHINA GREAT WALL INTL HLDGS VI LTD 7.15% S/A PERP	-	200,000	200,000	-
CHINA HUANENG GROUP HONG KONG TREASURY MANAGEMENT HLDG LTD 5.3% S/A PERP	-	200,000	200,000	-
CLP POWER HK FINANCE LTD 3.55% S/A PERP	-	200,000	-	200,000
COASTAL EMERALD LTD 6.5% S/A PERP	-	200,000	200,000	-
FRANSHION BRILLIANT LTD 3.2% S/A 09APR2026	-	200,000	-	200,000
FRANSHION BRILLIANT LTD 4.25% S/A 23JUL2029	200,000	200,000	200,000	200,000
HUAFA 2021 I CO LTD 4.25% S/A PERP (CALLED)	-	300,000	300,000	-
HUARONG FINANCE 2017 CO LTD 4.25% S/A 07NOV2027	-	200,000	200,000	-
HUARONG FINANCE 2017 CO LTD 4.75% S/A 27APR2027	-	200,000	200,000	-
HUARONG FINANCE 2019 CO LTD 3.25% S/A 13NOV2024	200,000	900,000	1,100,000	-
HUARONG FINANCE 2019 CO LTD 3.375% S/A 24FEB2030	-	200,000	200,000	-
HUARONG FINANCE 2019 CO LTD 3.75% S/A 29MAY2024	400,000	700,000	1,100,000	-
HUARONG FINANCE 2019 CO LTD 3.875% S/A 13NOV2029	-	400,000	400,000	-
HUARONG FINANCE 2019 CO LTD 4.5% S/A 29MAY2029	-	200,000	200,000	-
HUARONG FINANCE II CO LTD 5% S/A 19NOV2025	-	200,000	-	200,000
HUARONG FINANCE II CO LTD 5.5% S/A 16JAN2025	-	800,000	-	800,000
JOY TREASURE ASSETS HLDGS INC 5.5% S/A 1FEB2027	-	200,000	200,000	-
NAN FUNG TREASURY LTD 3.625% S/A 27AUG2030	-	680,000	680,000	-
NAN FUNG TREASURY LTD 5% S/A 05SEP2028	-	1,390,000	1,390,000	-

Statement of movements in portfolio holdings
for the year ended 31 December 2024 (Unaudited)
(continued)
(Expressed in USD)

	Movement			At
	At 1 January 2024	Additions	Disposals	31 December 2024
NWD FINANCE BVI LTD 5.25% S/A PERP	-	400,000	400,000	-
NWD FINANCE BVI LTD 6.15% S/A PERP	-	400,000	400,000	-
NWD MTN LTD 4.125% S/A 18JUL2029	-	200,000	200,000	-
NWD MTN LTD 8.625% S/A 08FEB2028	-	600,000	600,000	-
STUDIO CITY FINANCE LTD 6.5% S/A 15JAN2028 REGS	-	200,000	200,000	-
<i>Cayman</i>				
Denominated in CNY				
ALIBABA GROUP HLDG LTD 3.5% S/A 28NOV2044	-	1,000,000	-	1,000,000
Denominated in HKD				
CATHAY PACIFIC FINANCE III LTD CB 2.75% S/A 05FEB2026	2,000,000	-	2,000,000	-
Denominated in US\$				
CHINA HONGQIAO GROUP LTD 7.75% S/A 27MAR2025	-	400,000	400,000	-
CHINA OVERSEAS GRAND OCEANS FINANCE IV CAYMAN LTD 2.45% S/A 09FEB2026	-	300,000	300,000	-
CK HUTCHISON INTERNATIONAL 24 LTD 5.5% S/A 26APR2034 REGS	-	300,000	300,000	-
FWD GROUP LTD 7.635% S/A 02JUL2031	-	200,000	200,000	-
FWD LTD 5.5% S/A PERP	500,000	-	200,000	300,000
GREENTOWN CHINA HLDGS LTD 5.65% S/A 13JUL2025	-	400,000	200,000	200,000
MEITUAN CB 0% S/A 27APR2027	-	200,000	200,000	-
MEITUAN CB 0% S/A 27APR2028	-	200,000	200,000	-
MEITUAN DIANPING 4.625% S/A 02OCT2029 REGS	-	200,000	200,000	-
MELCO RESORTS FINANCE LTD 5.25% S/A 26APR2026 REGS	-	200,000	-	200,000
MELCO RESORTS FINANCE LTD 5.375% S/A 04DEC2029 REGS	-	800,000	800,000	-
MGM CHINA HLDGS LTD 4.75% S/A 01FEB2027 REGS	200,000	-	-	200,000
MGM CHINA HLDGS LTD 7.125% S/A 01FEB2027 REGS	-	200,000	200,000	-
RIYAD T1 SUKUK LTD 5.5% S/A PERP	-	200,000	200,000	-
SPIC PREFERRED CO NO 4 LTD 4.95% S/A PERP	-	200,000	-	200,000
WYNN MACAU LTD 4.875% S/A 01OCT2024 REGS	-	600,000	600,000	-
WYNN MACAU LTD 5.125% S/A 15DEC2029 REGS	-	400,000	400,000	-
WYNN MACAU LTD 5.5% S/A 01OCT2027 REGS	-	200,000	-	200,000
WYNN MACAU LTD 5.5% S/A 15JAN2026 REGS	-	200,000	-	200,000
YANKUANG GROUP CAYMAN LTD 2.9% S/A 30NOV2024	-	200,000	200,000	-
YANKUANG GROUP CAYMAN LTD 3.5% S/A 03OCT2029	-	200,000	200,000	-
ZHONGSHENG GROUP HLDGS LTD 5.98% S/A 30JAN2028	-	400,000	400,000	-

Statement of movements in portfolio holdings
for the year ended 31 December 2024 (Unaudited)
(continued)
(Expressed in USD)

	Movement			At
	1 January 2024	Additions	Disposals	31 December 2024
<i>China</i>				
Denominated in CNY				
PROVINCE OF GUANGDONG CHINA 2.08% S/A 20SEP2026	-	4,000,000	4,000,000	-
PROVINCE OF GUANGDONG CHINA 2.23% S/A 20SEP2029	-	2,000,000	2,000,000	-
Denominated in EUR				
CHINA GOVERNMENT INTL BOND 2.5% A 09OCT2027	-	400,000	400,000	-
CHINA GOVERNMENT INTL BOND 2.625% A 09OCT2031	-	500,000	500,000	-
Denominated in US\$				
CHINA CINDA ASSET MANAGEMENT CO LTD 4.4% A PERP	200,000	700,000	200,000	700,000
CHINA GOVERNMENT INTL BOND 4.125% S/A 20NOV2027	-	200,000	200,000	-
CHINA GOVERNMENT INTL BOND 4.25% S/A 20NOV2029	-	200,000	200,000	-
CICC HONG KONG FINANCE 2016 MTN LTD S+0.95% Q 18JAN2027	-	200,000	200,000	-
INDUSTRIAL & COMMERCIAL BANK OF CHINA LTD 3.58% A PERP	-	400,000	400,000	-
ZHONGAN ONLINE P&C INSURANCE CO LTD 3.125% S/A 16JUL2025	-	200,000	200,000	-
ZHONGAN ONLINE P&C INSURANCE CO LTD 3.5% S/A 08MAR2026	-	200,000	200,000	-
<i>Egypt</i>				
Denominated in US\$				
EGYPT GOVT INTL BOND 7.0529% S/A 15JAN2032 REGS	-	250,000	250,000	-
<i>France</i>				
Denominated in EUR				
ELECTRICITE DE FRANCE SA 5.125% A PERP	-	200,000	200,000	-
ELECTRICITE DE FRANCE SA 5.625% A PERP	-	200,000	-	200,000
Denominated in US\$				
BNP PARIBAS SA 7.375% S/A PERP REGS	-	200,000	200,000	-
BNP PARIBAS SA 8.5% S/A PERP REGS	200,000	-	200,000	-
CNP ASSURANCES 4.875% S/A PERP	-	200,000	-	200,000
CREDIT AGRICOLE SA 7.875% Q PERP REGS	200,000	-	200,000	-
CREDIT AGRICOLE SA 6.7% Q PERP REGS	-	200,000	200,000	-
CREDIT AGRICOLE SA 8.125% Q PERP REGS	-	200,000	200,000	-
SOCIETE GENERALE SA 9.375% S/A PERP	-	200,000	200,000	-
<i>Germany</i>				
Denominated in EUR				
DEUTSCHE BANK AG 7.375% A PERP	-	200,000	200,000	-
Denominated in US\$				
ALLIANZ SE 3.5% A PERP	-	200,000	-	200,000
DEUTSCHE BANK AG 7.5% A PERP	200,000	400,000	200,000	400,000

Statement of movements in portfolio holdings
for the year ended 31 December 2024 (Unaudited)
(continued)
(Expressed in USD)

	Movement			At
	1 January 2024	Additions	Disposals	31 December 2024
<i>Hong Kong</i>				
Denominated in CNY				
AIRPORT AUTHORITY HONG KONG 2.93% S/A 5JUN2034 REGS	-	2,000,000	2,000,000	-
HONG KONG MORTGAGE CORP LTD 2.6% A 18OCT2031	-	5,000,000	5,000,000	-
MTR CORP LTD 2.75% S/A 20SEP2034	-	4,000,000	4,000,000	-
MTR CORP LTD 3.05% S/A 20SEP2054	-	6,000,000	6,000,000	-
Denominated in US\$				
AIA GROUP LTD 3.2% S/A 16SEP2040 REGS	200,000	-	200,000	-
AIA GROUP LTD 5.4% S/A 30SEP2054 REGS	-	200,000	-	200,000
BANK OF EAST ASIA LTD 4.875% S/A 22APR2032	-	500,000	500,000	-
BANK OF EAST ASIA LTD 5.825% S/A PERP	-	250,000	-	250,000
BANK OF EAST ASIA LTD 5.875% S/A PERP (CALLED)	-	750,000	750,000	-
BANK OF EAST ASIA LTD 6.625% S/A 13MAR2027	-	250,000	250,000	-
BANK OF EAST ASIA LTD 6.75% S/A 27JUN2034	-	250,000	250,000	-
CATHAY PACIFIC MTN FINANCING HK LTD 4.875 S/A 17AUG2026	800,000	-	800,000	-
CHINA CITIC BANK INTL LTD 6% S/A 05DEC2023	-	300,000	300,000	-
CHINA PING AN INSURANCE OVERSEAS HLDGS LTD 6.125% S/A 16MAY2034	-	200,000	200,000	-
CHONG HING BANK LTD 5.7% S/A PERP (CALLED)	-	300,000	300,000	-
FAR EAST HORIZON LTD 3.375% S/A 18FEB2025	200,000	-	-	200,000
FAR EAST HORIZON LTD 5.875% S/A 5MAR2028	-	340,000	340,000	-
FAR EAST HORIZON LTD 6.625% S/A 16APR2027	-	200,000	200,000	-
GOLD POLE CAPITAL CO LTD 1% S/A 25JUN2029	-	200,000	-	200,000
NANYANG COMMERCIAL BANK LTD 6% S/A 6AUG2034	-	250,000	250,000	-
VANKE REAL ESTATE HONG KONG CO LTD 3.5% S/A 12NOV2029	-	500,000	500,000	-
VANKE REAL ESTATE HONG KONG CO LTD 3.975% S/A 09NOV2027	-	600,000	600,000	-
WESTWOOD GROUP HLDGS LTD 3.8% S/A 20JAN2031	-	200,000	200,000	-
WUXI APPTec HONGKONG LTD CB 0% 19OCT2025	-	200,000	200,000	-
XIAOMI BEST TIME INTL LTD CB 0% A 17DEC2027	-	600,000	600,000	-

Statement of movements in portfolio holdings for the year ended 31 December 2024 (Unaudited) (continued) (Expressed in USD)

	<i>Movement</i>			<i>At</i>
	<i>1 January 2024</i>	<i>Additions</i>	<i>Disposals</i>	<i>31 December 2024</i>
<i>India</i>				
Denominated in US\$				
ADANI PORTS & SPECIAL ECONOMIC ZONE LTD 4.375% S/A 03JUL2029 REGS	200,000	400,000	600,000	-
JSW STEEL LTD 3.95% S/A 05APR2027 REGS	200,000	-	200,000	-
JSW STEEL LTD 5.95% S/A 18APR2024	400,000	200,000	600,000	-
SHRIRAM TRANSPORT FINANCE CO LTD 4.4% S/A 13MAR2024 REGS	200,000	-	200,000	-
ADANI GREEN ENERGY UP LTD/PRAYATNA DEVELOPERS PVT LTD/PARAMPUJYA SOLAR 6.7% S/A 12DEC2042 REGS	-	200,000	200,000	-
ADANI PORTS & SPECIAL ECONOMIC ZONE LTD 3.1% S/A 02FEB2031 REGS	-	400,000	400,000	-
ADANI PORTS & SPECIAL ECONOMIC ZONE LTD 4.2% S/A 04AUG2027 REGS	-	200,000	200,000	-
IRB INFRASTRUCTURE DEVELOPERS LTD 7.11% S/A 15MAR2028 REGS	-	800,000	800,000	-
MUTHOOT FINANCE LTD 6.375% S/A 23APR2029 REGS	-	200,000	200,000	-
MUTHOOT FINANCE LTD 7.125% S/A 14FEB2028 REGS	-	500,000	500,000	-
PIRAMAL CAPITAL & HOUSING FINANCE LTD 7.8% S/A 29JAN2028	-	200,000	200,000	-
SHRIRAM TRANSPORT FINANCE CO LTD 6.625% S/A 22APR2027 REGS	-	200,000	200,000	-
<i>Indonesia</i>				
Denominated in US\$				
ADARO INDONESIA 4.25% S/A 31OCT2024 REGS	750,000	-	750,000	-
INDIKA ENERGY TBK PT 8.75% S/A 05JUL2029 REGS	-	450,000	450,000	-
KRAKATAU POSCO PT 6.375% S/A 11JUN2027	-	200,000	200,000	-
KRAKATAU POSCO PT 6.375% S/A 11JUN2029	-	200,000	200,000	-
<i>Ireland</i>				
Denominated in US\$				
ZURICH FINANCE IRELAND II DAC 5.5% A 23APR2055	-	200,000	-	200,000
<i>Israel</i>				
Denominated in US\$				
STATE OF ISRAEL 5.75% S/A 12MAR2054	-	200,000	200,000	-

Statement of movements in portfolio holdings for the year ended 31 December 2024 (Unaudited) (continued) (Expressed in USD)

	Movement			At
	At 1 January 2024	Additions	Disposals	31 December 2024
<i>Japan</i>				
Denominated in US\$				
MEIJI YASUDA LIFE INSURANCE CO 5.8% S/A 11SEP2054 REGS	-	400,000	400,000	-
MIZUHO FINANCIAL GROUP INC 5.579% S/A 26MAY2035	-	200,000	200,000	-
NORINCHUKIN BANK 5.094% S/A 16OCT2029 REGS	-	200,000	200,000	-
RAKUTEN GROUP INC 8.125% S/A PERP REGS	-	200,000	200,000	-
SMFG PREFERRED 6.6% S/A PERP	-	200,000	200,000	-
SOFTBANK GROUP CORP 3.125% S/A 06JAN2025	-	400,000	-	400,000
SOFTBANK GROUP CORP 4.75% S/A 19SEP2024 (CALLED)	-	400,000	400,000	-
SOFTBANK GROUP CORP 5.25% S/A 06JUL2031	-	200,000	200,000	-
SOFTBANK GROUP CORP 6.75% S/A 08JUL2029	-	200,000	200,000	-
SOFTBANK GROUP CORP 7% S/A 08JUL2031	-	200,000	200,000	-
SUMITOMO MITSUI TRUST BANK LTD 5.2% S/A 07MAR2029 REGS	-	400,000	400,000	-
SUMITOMO MITSUI TRUST BANK LTD 5.35% S/A 7MAR2034	-	200,000	200,000	-
<i>Jersey, C.I.</i>				
Denominated in US\$				
ASTON MARTIN CAPITAL HOLDINGS LTD 10% S/A 31MAR2029	-	250,000	250,000	-
WEST CHINA CEMENT LTD 4.95% S/A 08JUL2026	-	200,000	200,000	-
<i>Liechtenstein</i>				
Denominated in EUR				
SWISS LIFE FINANCE II AG 4.241% A	-	200,000	200,000	-
<i>Malaysia</i>				
Denominated in US\$				
KHAZANAH CAPITAL LTD 4.876% S/A 1JUN2033	200,000	-	200,000	-
<i>Mauritius</i>				
Denominated in US\$				
GREENKO SOLAR MAURITIUS LTD 5.55% S/A 29JAN2025 REGS	200,000	400,000	200,000	400,000
GREENKO SOLAR MAURITIUS LTD 5.95% S/A 29JUL2026 REGS	200,000	-	200,000	-
GREENKO WIND PROJECTS MAURITIUS LTD 5.5% S/A 06APR2025 REGS	-	200,000	200,000	-
NETWORK I2I LTD 5.65% S/A PERP REGS	400,000	400,000	200,000	600,000

Statement of movements in portfolio holdings for the year ended 31 December 2024 (Unaudited) (continued) (Expressed in USD)

	Movement			At
	At 1 January 2024	Additions	Disposals	31 December 2024
<i>Netherlands</i>				
Denominated in US\$				
ING GROEP NV 6.5% S/A PERP	-	200,000	200,000	-
ING GROEP NV 7.25% S/A PERP	-	200,000	200,000	-
SAMVARDHANA MOTHERSON AUTOMOTIVE SYSTEMS GROUP BV 5.625% S/A 11JUL2029	-	200,000	200,000	-
<i>Philippines</i>				
Denominated in US\$				
PHILIPPINE GOVERNMENT INTL BOND 4.75% S/A 05MAR2035	-	200,000	200,000	-
PHILIPPINE NATIONAL BANK 4.85% S/A 23OCT2029	-	200,000	200,000	-
RIZAL COMMERCIAL BANKING CORP 5.5% S/A 18JAN2029	-	200,000	200,000	-
<i>Romania</i>				
Denominated in US\$				
ROMANIAN GOVERNMENT INTL BOND 5.875% S/A 30JAN2029 REGS	-	110,000	110,000	-
ROMANIAN GOVERNMENT INTL BOND 6.375% S/A 30JAN2034 REGS	-	90,000	90,000	-
<i>Singapore</i>				
Denominated in CNY				
TEMASEK FINANCIAL I LTD 2.75% S/A 28AUG2034	-	7,000,000	7,000,000	-
TEMASEK FINANCIAL I LTD 3.2% S/A 6FEB2029	-	1,000,000	1,000,000	-
Denominated in US\$				
ABJA INVESTMENT CO PTE LTD 5.95% S/A 31JUL2024	400,000	200,000	600,000	-
CATHAYLIFE SINGAPORE PTE LTD 5.3% S/A 05SEP2039	-	200,000	200,000	-
INDIKA ENERGY CAPITAL IV PTE LTD 8.25% S/A 22OCT2025 REGS	200,000	300,000	500,000	-
MEDCO BELL PTE LTD 6.375% S/A 30JAN2027 REGS	-	200,000	200,000	-
MEDCO LAUREL TREE PTE LTD 6.95% S/A 12NOV2028 REGS	-	200,000	200,000	-
MEDCO OAK TREE PTE LTD 7.375% S/A 14MAY2026 REGS	200,000	-	200,000	-
NANSHAN LIFE PTE LTD 5.45% S/A 11SEP2034	-	220,000	220,000	-
OVERSEA-CHINESE BANKING CORP LTD 5.52% S/A 21MAY2034	-	200,000	200,000	-
SATS TREASURY PTE LTD 4.828% S/A 23JAN2029	-	200,000	200,000	-
SINGAPORE AIRLINES LTD 3% S/A 20JUL2026	600,000	-	600,000	-
SMIC SG HOLDINGS PTE LTD 5.375% S/A 24JUL2029	-	200,000	200,000	-
THETA CAPITAL PTE LTD 8.125% S/A 22JAN2025	-	200,000	200,000	-

Statement of movements in portfolio holdings
for the year ended 31 December 2024 (Unaudited)
(continued)
(Expressed in USD)

	Movement			At
	At 1 January 2024	Additions	Disposals	31 December 2024
<i>South Korea</i>				
Denominated in US\$				
HYUNDAI CAPITAL SERVICES INC 5.125% S/A 05FEB2027 REGS	-	200,000	200,000	-
HYUNDAI CAPITAL SERVICES INC 5.125% S/A 05FEB2029 REGS	-	200,000	200,000	-
HYUNDAI CARD CO LTD 5.75% S/A 24APR2029	-	200,000	200,000	-
KAKAO CORP 2.625% S/A 29APR2029 CB	-	200,000	200,000	-
KOOKMIN BANK 4.35% S/A PERP REGS (CALLED)	-	200,000	200,000	-
MIRAE ASSET SECURITIES CO LTD 5.875% S/A 26JAN2027	-	200,000	200,000	-
MIRAE ASSET SECURITIES CO LTD 6% S/A 26JAN2029	-	200,000	200,000	-
SK HYNIX INC 5.5% S/A 16JAN2029 REGS	-	200,000	200,000	-
WOORI BANK 4.25% S/A PERP REGS (CALLED)	-	400,000	400,000	-
WOORI BANK 6.375% S/A PERP REGS	-	200,000	200,000	-
<i>Spain</i>				
Denominated in US\$				
BANCO SANTANDER SA 8% Q PERP	-	200,000	200,000	-
<i>Sri Lanka</i>				
Denominated in US\$				
SRI LANKA GOVERNMENT INTL BOND 6.125% S/A 03JUN2025 REGS	-	200,000	200,000	-
<i>Sweden</i>				
Denominated in US\$				
SWEDBANK AB 7.75% S/A PERP	-	200,000	200,000	-
<i>Switzerland</i>				
Denominated in US\$				
JULIUS BAER GROUP LTD 4.75% S/A PERP (CALLED)	-	200,000	200,000	-
UBS GROUP AG 7% A PERP	-	500,000	200,000	300,000
UBS GROUP AG 9.25% S/A PERP	200,000	-	200,000	-
UBS GROUP FUNDING SWITZERLAND AG 6.85% S/A PERP	-	200,000	200,000	-
UBS GROUP FUNDING SWITZERLAND AG 7% S/A PERP (CALLED)	200,000	-	200,000	-
<i>Taiwan</i>				
Denominated in US\$				
WIWYNN CORP 0% S/A 17JUL2029	-	300,000	300,000	-

Statement of movements in portfolio holdings for the year ended 31 December 2024 (Unaudited) (continued) (Expressed in USD)

	Movement			At
	At 1 January 2024	Additions	Disposals	31 December 2024
<i>Thailand</i>				
Denominated in US\$				
BANGKOK BANK PLC/HONG KONG 5% S/A PERP REGS	-	200,000	-	200,000
MUANGTHAI CAPITAL PCL 6.875% S/A 30SEP2028	-	400,000	200,000	200,000
<i>United Arab Emirates</i>				
Denominated in US\$				
ABU DHABI NATIONAL ENERGY CO PJSC 4.375% S/A 24JAN2029 REGS	200,000	-	200,000	-
BINGHATTI HOLDING LTD 9.625% S/A 28FEB2027	-	200,000	200,000	-
<i>United Kingdom</i>				
Denominated in EUR				
HSBC HLDGS PLC 3.834% A 23SEP2030	-	300,000	300,000	-
Denominated in US\$				
BARCLAYS PLC 8% Q PERP	-	200,000	200,000	-
BARCLAYS PLC 9.625% Q PERP	-	200,000	200,000	-
BIOCON BIOLOGICS GLOBAL PLC 6.67% S/A 9OCT2029 REGS	-	200,000	200,000	-
BP CAPITAL MARKETS PLC 6.125% S/A PERP	-	100,000	100,000	-
BRITISH TELECOMMUNICATIONS PLC 4.875% S/A 23NOV2081 REGS	-	200,000	-	200,000
HSBC HLDGS PLC 6.875% S/A PERP	-	400,000	400,000	-
LLOYDS BANKING GROUP PLC 7.5% Q PERP (CALLED)	-	200,000	200,000	-
NATWEST GROUP PLC 8.125% Q PERP	-	200,000	200,000	-
ROTHESAY LIFE PLC 7.019% S/A 10DEC2034	-	200,000	200,000	-
STANDARD CHARTERED PLC 7.75% S/A PERP REGS	-	200,000	200,000	-
VEDANTA RESOURCES FINANCE II PLC 10.875% S/A 17SEP2029 REGS	-	200,000	200,000	-
<i>United States</i>				
Denominated in US\$				
CITIGROUP GLOBAL MARKETS HLDGS INC/USA CB 0% A 26FEB2026	2,000,000	-	-	2,000,000
RESORTS WORLD LAS VEGAS LLC/RWLV CAPITAL INC 4.625% S/A 06APR2031 REGS	-	400,000	400,000	-
RESORTS WORLD LAS VEGAS LLC/RWLV CAPITAL INC 8.45% S/A 27JUL203 REGS	200,000	-	200,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 02MAY2024	-	400,000	400,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 07MAY2024	-	300,000	300,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 21MAY2024	-	200,000	200,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 22FEB2024	-	200,000	200,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 27JUN2024	-	100,000	100,000	-

Statement of movements in portfolio holdings for the year ended 31 December 2024 (Unaudited) (continued) (Expressed in USD)

	Movement			At
	At 1 January 2024	Additions	Disposals	31 December 2024
US TREASURY N/B 4.25% S/A 15AUG2054	-	520,000	520,000	-
US TREASURY N/B 4.25% S/A 15FEB2054	-	112,500	112,500	-
US TREASURY N/B 4.5% S/A 15NOV2054	-	75,000	75,000	-
US TREASURY N/B 4.5% S/A 31MAY2029	-	200,000	200,000	-
US TREASURY N/B 4.625% S/A 15MAY2054	-	1,150,000	1,150,000	-
US TREASURY N/B 4.75% S/A 15NOV2043	250,000	387,500	637,500	-
US TREASURY N/B 4.75% S/A 15NOV2053	-	-	-	-
Futures				
<i>United States</i>				
Denominated in US\$				
2-YEAR US TREASURY NOTE FUTURE (CBT) MAR2024	(6)	-	6	-
10-YEAR US TREASURY NOTE FUTURE (CBT) DEC2024	-	(18)	19	-
10-YEAR US TREASURY NOTE FUTURE (CBT) JUN2024	-	(36)	36	-
10-YEAR US TREASURY NOTE FUTURE (CBT) MAR2024	-	(29)	34	-
10-YEAR US TREASURY NOTE FUTURE (CBT) MAR2025	-	(8)	-	(8)
10-YEAR US TREASURY NOTE FUTURE (CBT) SEP2024	-	(18)	18	-
5-YEAR US TREASURY NOTE FUTURE (CBT) DEC2024	-	(25)	26	-
5-YEAR US TREASURY NOTE FUTURE (CBT) MAR2024	-	(3)	5	-
5-YEAR US TREASURY NOTE FUTURE (CBT) MAR2025	-	(20)	16	(4)
5-YEAR US TREASURY NOTE FUTURE (CBT) SEP2024	-	(3)	3	-
CME ULTRA LONG TERM US TREASURY BOND FUTURE (CBT) DEC2029	-	(1)	1	-
Unlisted/Quoted Debt Securities				
<i>Australia</i>				
Denominated in US\$				
AUST & NZ BANK GP S+0.68% Q 16JUL2027 REGS	-	250,000	250,000	-
NATIONAL AUSTRALIA BANK LTD S+0.6% Q 26OCT2027	-	250,000	250,000	-
<i>British Virgin Islands</i>				
Denominated in HKD				
NWD MTN LTD 3.95% A 22MAR2031	-	2,000,000	2,000,000	-
NWD MTN LTD 4% Q 27MAR2029	-	2,000,000	2,000,000	-
Denominated in US\$				
STUDIO CITY FINANCE LTD 5% S/A 15JAN2029 REGS	200,000	600,000	800,000	-
STUDIO CITY FINANCE LTD 6% S/A 15JUL2025 REGS	-	400,000	-	400,000

Statement of movements in portfolio holdings for the year ended 31 December 2024 (Unaudited) (continued) (Expressed in USD)

	<i>Movement</i>			<i>At</i>
	<i>At</i>			<i>31 December</i>
	<i>1 January 2024</i>	<i>Additions</i>	<i>Disposals</i>	<i>2024</i>
<i>Canada</i>				
Denominated in US\$				
BANK OF MONTREAL 7.3% Q 26NOV2084	-	200,000	200,000	-
CANADIAN IMPERIAL BANK OF COMMERCE 6.95% Q 28JAN2085	-	200,000	200,000	-
<i>Cayman Islands</i>				
Denominated in US\$				
MELCO RESORTS FINANCE LTD 4.875% S/A 06JUN2025 REGS	400,000	300,000	700,000	-
MELCO RESORTS FINANCE LTD 5.625% S/A 17JUL2027 REGS	-	200,000	200,000	-
MGM CHINA HLDGS LTD 5.375% S/A 15MAY2024 REGS	-	200,000	-	200,000
<i>Germany</i>				
Denominated in US\$				
ALLIANZ SE 5.6% S/A 3SEP2054 REGS	-	200,000	200,000	-
<i>Japan</i>				
Denominated in US\$				
NISSAN MOTOR CO LTD 4.81% S/A 17SEP2030 REGS	-	200,000	200,000	-
RAKUTEN GROUP INC 11.25% S/A 15FEB2027	-	400,000	400,000	-
<i>Netherlands</i>				
Denominated in US\$				
ING GROEP NV 8% S/A PERP	-	200,000	200,000	-
<i>New Zealand</i>				
Denominated in US\$				
BANK OF NEW ZEALAND 5.076% S/A 30JAN2029 REGS	-	250,000	250,000	-
<i>Romania</i>				
Denominated in EUR				
ROMANIAN GOVERNMENT INTL BOND 6% A 24MAR2035 REGS	-	200,000	200,000	-
<i>United Kingdom</i>				
Denominated in US\$				
BP CAPITAL MARKETS PLC 6.45% S/A PERP	-	100,000	100,000	-
HSBC HLDGS PLC 6.95% S/A PERP	-	200,000	200,000	-
LLOYDS BANKING GROUP PLC S+1.06% Q 26NOV2028	-	200,000	200,000	-
NATWEST GROUP PLC 8.125% Q PERP	-	200,000	200,000	-
<i>United States</i>				
Denominated in US\$				
AIR LEASE CORP 6% Q PERP	-	40,000	40,000	-
BAT CAPITAL CORP 5.834% S/A 20FEB2031	-	90,000	90,000	-
BAT CAPITAL CORP 6% S/A 20FEB2034	-	90,000	90,000	-
CITIGROUP INC 5.411% S/A 19SEP2039	-	150,000	150,000	-
CITIGROUP INC 7.125% Q PERP	-	200,000	200,000	-

Statement of movements in portfolio holdings
for the year ended 31 December 2024 (Unaudited)
(continued)
(Expressed in USD)

	Movement			At
	At 1 January 2024	Additions	Disposals	31 December 2024
CONOCOPHILLIPS CO 5.5% S/A 15JAN2055	-	80,000	80,000	-
DUKE ENERGY CORP 6.45% S/A 01SEP2054	-	40,000	-	40,000
ELI LILLY & CO 5.2% S/A 14AUG2064	-	50,000	50,000	-
ENERGY TRANSFER LP 8% S/A 15MAY2054	-	250,000	250,000	-
GENERAL MOTORS FINANCIAL CO INC 5.35% S/A 15JUL2027	-	200,000	200,000	-
GENTING NEW YORK LLC/GENNY CAPITAL INC 7.25% S/A 01OCT2029 REGS	-	200,000	200,000	-
GOLDMAN SACHS GROUP INC 6.125% S/A PERP	-	80,000	80,000	-
KRATON CORP 5% S/A 15JUL2027 REGS	-	200,000	200,000	-
KROGER CO 5.5% S/A 15SEP2054	-	200,000	200,000	-
KROGER CO 5.65% S/A 15SEP2064	-	200,000	200,000	-
MORGAN STANLEY 5.656% S/A 18APR2030	-	200,000	200,000	-
MORGAN STANLEY 5.831% S/A 19APR2035	-	200,000	200,000	-
NEXTERA ENERGY CAPITAL HLDGS INC 6.7% S/A 01SEP2054	-	200,000	200,000	-
NISOURCE INC 6.375% S/A 31MAR2055	-	20,000	-	20,000
NISOURCE INC 6.95% S/A 30NOV2054	-	200,000	200,000	-
PRUDENTIAL FINANCIAL INC 6.5% S/A 15MAR2054	-	50,000	-	50,000
STATE STREET CORP 4.53% S/A 20FEB2029	-	90,000	90,000	-
UBER TECHNOLOGIES INC 4.3% S/A 15JAN2030	-	30,000	30,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 01AUG2024	-	300,000	300,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 02JAN2025	-	250,000	-	250,000
UNITED STATES OF AMERICA TREASURY BILL 0% A 02JUL2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 03SEP2024	-	500,000	500,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 05DEC2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 05SEP2024	-	500,000	500,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 06AUG2024	-	200,000	200,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 07JAN2025	-	350,000	-	350,000
UNITED STATES OF AMERICA TREASURY BILL 0% A 09JUL2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 10SEP2024	-	500,000	500,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 11JUN2024	-	500,000	500,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 12DEC2024	-	300,000	300,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 13AUG2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 13JUN2024	-	500,000	500,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 14MAY2024	-	400,000	400,000	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 16MAY2024	-	300,000	300,000	-

Statement of movements in portfolio holdings
for the year ended 31 December 2024 (Unaudited)
(continued)
(Expressed in USD)

	<i>Movement</i>			<i>At</i>
	<i>1 January 2024</i>	<i>Additions</i>	<i>Disposals</i>	<i>31 December 2024</i>
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 17DEC2024	-	200,000	200,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 17SEP2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 18JUN2024	-	250,000	250,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 19NOV2024	-	150,000	150,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 20JUN2024	-	250,000	250,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 21NOV2024	-	125,000	125,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 23APR2024	-	700,000	700,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 23JUL2024	-	300,000	300,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 24DEC2024	-	200,000	200,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 25APR2024	-	300,000	300,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 25JUN2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 26NOV2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 29FEB2024	-	200,000	200,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 29NOV2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 30APR2024	-	500,000	500,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 31DEC2024	-	300,000	300,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 5JUL2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 7MAR2024	-	100,000	100,000	-
UNITED STATES OF AMERICA TREASURY				
BILL 0% A 9JAN2025	-	300,000	-	300,000
US TREASURY N/B 3.875% S/A 15AUG2034	-	150,000	150,000	-
US TREASURY N/B 4% S/A 15FEB2034	-	865,000	865,000	-
US TREASURY N/B 4.125% S/A 15AUG2044	-	870,000	870,000	-
US TREASURY N/B 4.25% S/A 15NOV2034	-	100,000	100,000	-
US TREASURY N/B 4.375% S/A 15MAY2034	-	245,000	245,000	-
US TREASURY N/B 4.5% S/A 15FEB2044	-	325,000	325,000	-
US TREASURY N/B 4.625% S/A 15MAY2044	-	1,000,000	1,000,000	-
US TREASURY N/B 4.625% S/A 15NOV2044	-	190,000	190,000	-
VIRGINIA ELECTRIC AND POWER CO 7% S/A 01JUN2054	-	50,000	-	50,000

Investment portfolio as at 31 December 2024 (Unaudited) (Expressed in USD)

SECURITIES NAME	Number of shares/Nominals	Fair Value as of 31 December 2024 USD	% of Net Asset Value %
Listed Debt Securities			
British Virgin Islands			
CLP POWER HK FINANCE LTD 3.55% S/A PERP	200,000	199,630	1.92%
FRANSHION BRILLIANT LTD 3.2% S/A 09APR2026	200,000	190,578	1.84%
FRANSHION BRILLIANT LTD 4.25% S/A 23JUL2029	200,000	170,412	1.64%
HUARONG FINANCE II CO LTD 5% S/A 19NOV2025	200,000	198,802	1.92%
HUARONG FINANCE II CO LTD 5.5% S/A 16JAN2025	800,000	799,520	7.71%
STUDIO CITY FINANCE LTD 6% S/A 15JUL2025 REGS	400,000	399,192	3.85%
		<u>1,958,134</u>	<u>18.88%</u>
Cayman Islands			
ALIBABA GROUP HLDG LTD 3.5% S/A 28NOV2044	1,000,000	135,925	1.31%
FWD LTD 5.5% S/A PERP	300,000	291,306	2.81%
GREENTOWN CHINA HLDGS LTD 5.65% S/A 13JUL2025	200,000	197,630	1.90%
MELCO RESORTS FINANCE LTD 5.25% S/A 26APR2026 REGS	200,000	196,898	1.90%
MGM CHINA HLDGS LTD 4.75% S/A 01FEB2027 REGS	200,000	193,872	1.87%
SPIC PREFERRED CO NO 4 LTD 4.95% S/A PERP	200,000	199,636	1.92%
WYNN MACAU LTD 5.5% S/A 01OCT2027 REGS	200,000	194,310	1.87%
WYNN MACAU LTD 5.5% S/A 15JAN2026 REGS	200,000	198,322	1.91%
		<u>1,607,899</u>	<u>15.49%</u>
CHINA			
CHINA CINDA ASSET MANAGEMENT CO LTD 4.4% A PERP	700,000	686,056	6.61%
		<u>686,056</u>	<u>6.61%</u>
FRANCE			
CNP ASSURANCES 4.875% S/A PERP	200,000	177,076	1.71%
ELECTRICITE DE FRANCE SA 5.625% A PERP	200,000	215,580	2.08%
		<u>392,656</u>	<u>3.79%</u>

Investment portfolio as at 31 December 2024 (Unaudited) (continued) (Expressed in USD)

	Number of shares/Nominals	Fair Value as of 31 December 2024 USD	% of Net Asset Value %
Germany			
ALLIANZ SE 3.5% A PERP	200,000	192,478	1.86%
DEUTSCHE BANK AG 7.5% A PERP	400,000	399,524	3.85%
		<hr/> 592,002	<hr/> 5.71%
Hong Kong			
AIA GROUP LTD 5.4% S/A 30SEP2054 REGS	200,000	187,304	1.81%
BANK OF EAST ASIA LTD 5.825% S/A PERP	250,000	247,665	2.39%
FAR EAST HORIZON LTD 3.375% S/A 18FEB2025	200,000	199,310	1.92%
GOLD POLE CAPITAL CO LTD 1% S/A 25JUN2029	200,000	197,794	1.91%
		<hr/> 832,073	<hr/> 8.03%
Ireland			
ZURICH FINANCE IRELAND II DAC 5.5% A 23APR2055	200,000	195,662	1.89%
		<hr/> 195,662	<hr/> 1.89%
Japan			
SOFTBANK GROUP CORP 3.125% S/A 06JAN2025	400,000	399,428	3.85%
		<hr/> 399,428	<hr/> 3.85%
Mauritius			
GREENKO SOLAR MAURITIUS LTD 5.55% S/A 29JAN2025 REGS	400,000	399,792	3.84%
NETWORK I2I LTD 5.65% S/A PERP REGS	600,000	599,742	5.78%
		<hr/> 999,534	<hr/> 9.62%
SWITZERLAND			
UBS GROUP FUNDING SWITZERLAND AG 7% S/A PERP	300,000	300,249	2.89%
		<hr/> 300,249	<hr/> 2.89%
Thailand			
BANGKOK BANK PLC/HONG KONG 5% S/A PERP REGS	200,000	198,034	1.91%
MUANGTHAI CAPITAL PCL 6.875% S/A 30SEP2028	200,000	201,546	1.94%
		<hr/> 399,580	<hr/> 3.85%

Investment portfolio as at 31 December 2024 (Unaudited) (continued) (Expressed in USD)

	Number of shares/Nominals	Fair Value as of 31 December 2024 USD	% of Net Asset Value %
United Kingdom			
BRITISH TELECOMMUNICATIONS PLC 4.875% S/A 23NOV2081 REGS	200,000	182,840	1.76%
		182,840	1.76%
UNITED STATES			
CITIGROUP GLOBAL MARKETS HLDGS INC/USA CB 0% A 26FEB2026	2,000,000	247,152	2.38%
		247,152	2.38%
Unlisted/Quoted Debt Securities			
CAYMAN ISLANDS			
MELCO RESORTS FINANCE LTD 5.625% S/A 17JUL2027 REGS	200,000	193,476	1.86%
		193,476	1.86%
UNITED STATES			
Duke Energy Corp 6.45% S/A 01Sep2054	40,000	40,631	0.39%
Nisource Inc 6.375% S/A 31Mar2055	20,000	19,974	0.19%
Prudential Financial Inc 6.5% S/A 15Mar2054	50,000	51,527	0.50%
United States Of America Treasury Bill 0% A 02Jan2025	250,000	249,949	2.41%
United States Of America Treasury Bill 0% A 07Jan2025	350,000	349,722	3.37%
United States Of America Treasury Bill 0% A 9Jan2025	300,000	299,683	2.89%
Virginia Electric And Power Co 7% S/A 01Jun2054	50,000	52,859	0.51%
		1,064,345	10.26%

Investment portfolio as at 31 December 2024 (Unaudited) (continued) (Expressed in USD)

	Number of shares/Nominals	Fair Value as of 31 December 2024 USD	% of Net Asset Value %
Future			
UNITED STATES			
10-YEAR US TREASURY NOTE FUTURE (CBT) MAR2025	(8)	(31)	0.00%
5-YEAR US TREASURY NOTE FUTURE (CBT) MAR2025	(4)	(461)	0.00%
		<u>(492)</u>	<u>0.00%</u>
Total financial assets and liabilities at fair value through profit and loss		10,050,594	96.87%
Other net assets		<u>324,737</u>	<u>3.13%</u>
Net assets as at 31 December 2024		<u>10,375,331</u>	<u>100.00%</u>
Total cost of investments		<u>10,041,323</u>	

The details of future contracts held by the Sub-Fund as at 31 December 2024 are as follows:

Underlying	Number of contracts	Contract price	Multiplier	Counterparty	Maturity	Fair value (liabilities) USD
10-YEAR US TREASURY NOTE FUTURE (CBT) MAR2025	(8)	108.75	1,000	CITIC Futures	March 2025	(31)
5-YEAR US TREASURY NOTE FUTURE (CBT) MAR2025	(4)	106.21	1,000	CITIC Futures	March 2025	(461)

Financial derivative instruments for the year ended 31 December 2024 (Unaudited)

The lowest, highest and average exposure arising from the net and gross of financial derivative instruments during the year ended 31 December 2024.

Gross derivative exposure

	<i>% of net assets for the year ended 31 December 2024</i>	<i>% of net assets for the year ended 31 December 2023</i>
Lowest	15.15%	0.00%
Highest	0.00%	51.25%
Average	1.16%	8.20%

Net derivative exposure

	<i>% of net assets for the year ended 31 December 2024</i>	<i>% of net assets for the year ended 31 December 2023</i>
Lowest	15.15%	0.00%
Highest	0.00%	51.25%
Average	1.16%	8.20%

Performance record (Unaudited)

Net asset value attributable to unitholders (dealing net asset value)

	<i>Net asset value per unit USD</i>	<i>Total net asset value USD</i>
As at 31 December 2024		
- Class B (USD)	-	-
- Class I (USD)	10.1238	10,387,056
As at 31 December 2023		
- Class B (USD)	-	-
- Class I (USD)	9.6333	9,883,863
As at 31 December 2022		
- Class B (USD)	9.2002	2,472,320
- Class I (USD)	9.2420	9,482,301

Highest issue price and lowest redemption price per unit

	<i>Highest issue price per unit</i>	<i>Lowest redemption price per unit</i>
For the year ended 31 December 2024		
- Class B (USD)	-	-
- Class I (USD)	USD 10.1908	USD 9.6096
For the year ended 31 December 2023		
- Class B (USD)	USD 9.3764	USD 9.2228
- Class I (USD)	USD 9.6336	USD 9.2294
For the year ended 31 December 2022		
- Class B (USD)	USD 9.8978	USD 8.7814
- Class I (USD)	USD 9.9920	USD 8.8282