

**TAIPING INVESTMENT FUND
- TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND**

Unaudited Interim Report

For the period from 1 January 2023 to 30 June 2023

TAIPING INVESTMENT FUND - TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND

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TAIPING INVESTMENT FUND - TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND

Management and administration

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Chen Rui
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TAIPING INVESTMENT FUND - TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND

Report of the manager to the unitholders

Market review

Before the 2023 Spring Festival, Hong Kong stock market continued the optimism of reopening last year. However, after February, the index fluctuated all the way down.

In January, under the environment of domestic policy shift and economic improvement, coupled with the Fed's slowdown in interest rate hikes, foreign capital increased allocation to China, and Hong Kong stocks rose sharply. However, after the sharp rise in January, Sino-US frictions escalated rapidly, domestic policy optimism cooled. The US dollar and US bond interest rates rose sharply in a single month, and the RMB weakened significantly. In March, as the incidents of Silicon Valley Bank and Credit Suisse fermented, investors' concerns about the systemic risks of European and American banks increased, and risk appetite declined rapidly. The Hang Seng Index once fell below the 19,000 mark. After bank risks were temporarily contained, the market rallied from lows.

In the second quarter, with the weakening of domestic high-frequency economic data, the weak recovery became the major concern. Endogenous growth momentum continues to fall short of expectations, and investors are paying more attention to policies to stabilize growth. Overseas core inflation and economic data showed resilience, and interest rate hike expectations continued. The geopolitical situation between China and the United States has twists and turns, the dollar continues to rise, RMB depreciates rapidly. The Hang Seng Index hit close to the 18,000 mark, underperforming major global indexes, and finally closed down 18,916 points, a half-year decline of 4.4%. In the first half of 2023, thematic investment prevailed, defensive traditional industries which were undervalued and dominated by SOEs such as telecommunications, energy, and financials, have small positive returns or are relatively resilient. Healthcare, real estate, consumption performed weakly.

Taiping Assets Management (HK) Company Limited
28 August 2023

TAIPING INVESTMENT FUND - TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND

Statement of financial position
as at 30 June 2023

	(Unaudited) As at 30 June 2023 HK\$	(Audited) As at 31 December 2022 HK\$
ASSETS		
Current Assets		
Financial assets at fair value through profit or loss	347,948,343	308,217,814
Cash and cash equivalents	8,071,903	64,761,240
Dividend receivables	473,037	-
Amounts due from brokers	8,347,453	-
Other receivables	14,830	14,756
TOTAL ASSETS	<u>364,855,566</u>	<u>372,993,810</u>
LIABILITIES		
Current Liabilities		
Amounts due to brokers	(5,741,036)	-
Other payables	(1,277,055)	(1,163,529)
TOTAL LIABILITIES	<u>(7,018,091)</u>	<u>(1,163,529)</u>
EQUITY		
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	<u>357,837,475</u>	<u>371,830,281</u>
TOTAL EQUITY AND LIABILITIES	<u>357,837,475</u>	<u>371,830,281</u>
- Class B Units	<u>4,667,675</u>	<u>4,667,675</u>
NET ASSET VALUE PER UNIT		
- Class B Units	<u>76.66</u>	<u>79.66</u>

TAIPING INVESTMENT FUND - TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND

**Statement of comprehensive income
for the period ended 30 June 2023**

	(Unaudited) 01 January 2023 to 30 June 2023 HK\$	(Audited) 01 January 2022 to 31 December 2022 HK\$
INCOME		
Net change in unrealised (losses)/gains on financial assets at fair value through profit or loss	(51,942,825)	31,481,249
Net realised gains/ (losses) on financial assets at fair value through profit or loss	40,942,624	(89,545,663)
Foreign exchange differences, net	(913,845)	(785,384)
Dividend income	3,753,367	10,335,848
Interest income	23,890	16,341
Total income	<u>(8,136,789)</u>	<u>(48,497,609)</u>
EXPENSES		
Management fee	(2,888,074)	(5,629,007)
Transaction fees	(2,354,277)	(6,006,103)
Trustee and administration fee	(271,837)	(536,351)
Auditor's remuneration	(124,988)	(235,312)
Legal and professional fee	-	-
Bank charges	(600)	(780)
Other expenses	(44,766)	(123,351)
Total operating expenses	<u>(5,684,542)</u>	<u>(12,530,904)</u>
(LOSS)/ PROFIT BEFORE TAX	(13,821,331)	(61,028,513)
Withholding taxes	<u>(171,475)</u>	<u>(716,295)</u>
CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS AND TOTAL COMPREHENSIVE (LOSS)/INCOME FOR THE YEAR	<u>(13,992,806)</u>	<u>(61,744,808)</u>

TAIPING INVESTMENT FUND - TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND

**Statement of changes in net assets attributable to unitholders (Unaudited)
for the period ended 30 June 2023**

	Number of units	HK\$
Net assets attributable to unitholders at 1 January 2022	4,667,675	433,575,089
Subscription of units during the year	-	-
Redemption of units during the year	-	-
Distributions to unitholders	-	-
Total comprehensive income/(loss) for the period		(61,744,808)
Net assets attributable to unitholders at 1 December 2022	<u>4,667,675</u>	<u>371,830,281</u>
Subscription of units during the year	-	-
Redemption of units during the year	-	-
Distributions to unitholders	-	-
Total comprehensive income/(loss) for the period	-	(13,992,806)
Net assets attributable to unitholders at 30 June 2023	<u><u>4,667,675</u></u>	<u><u>357,837,475</u></u>

TAIPING INVESTMENT FUND - TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND

Investment portfolio (unaudited)
As at 30 June 2023

	Holdings	Fair value HK\$	% of net assets
Listed equity securities			
<i>China</i>			
CHAOZHOU THREE-CIRCLE GROUP CO LTD-A	732,000	23,119,149	6.46%
GIGADEVICE SEMICONDUCTOR BEIJING INC-A	103,528	11,836,939	3.31%
LUXSHARE PRECISION INDUSTRY CO LTD-A	356,500	12,448,782	3.48%
MONTAGE TECHNOLOGY CO LTD-A	195,041	12,051,517	3.37%
WILL SEMICONDUCTOR LTD-A	146,000	15,403,123	4.30%
WINGTECH TECHNOLOGY CO LTD-A	434,669	22,872,844	6.39%
WULIANGYE YIBIN CO LTD-A	44,500	7,832,787	2.19%
		<u>105,565,141</u>	<u>29.50%</u>
<i>Hong Kong</i>			
AIA GROUP LTD	192,400	15,218,840	4.25%
ALIBABA GROUP HLDG LTD	339,000	27,526,800	7.70%
BUDWEISER BREWING CO APAC LTD	583,000	11,776,600	3.29%
CHINA LONGYUAN POWER GROUP CORP LTD-H	1,907,000	15,389,490	4.30%
CHINA MENGNIU DAIRY CO LTD	652,000	19,234,000	5.38%
CHINA POWER INTL DEVELOPMENT LTD	5,573,000	16,050,240	4.49%
FUYAO GLASS INDUSTRY GROUP CO LTD-H	399,200	12,934,080	3.61%
MEITUAN-CLASS B	216,930	26,530,539	7.41%
PING AN INSURANCE GROUP CO OF CHINA LTD-H	309,000	15,403,650	4.30%
SINO BIOPHARMACEUTICAL LTD	4,564,000	15,563,240	4.35%
SUNNY OPTICAL TECHNOLOGY GROUP CO LTD	260,300	20,342,445	5.68%
TENCENT HLDGS LTD	93,300	30,938,280	8.66%
WUXI APPTTEC CO LTD-H	247,600	15,475,000	4.32%
		<u>242,383,204</u>	<u>67.74%</u>
Total investments, at fair value		347,948,345	97.24%
Other net assets		9,889,130	2.76%
Net assets As at 30 June 2023		<u>357,837,475</u>	<u>100%</u>
Total investments, at cost		<u>370,757,461</u>	

Note: Investments are accounted for on a trade date basis

TAIPING INVESTMENT FUND - TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND
**Statement of movements in investment portfolio (unaudited)
For the year ended 30 June 2023**

	At 1 January 2023	Additions	Disposals	At 30 June 2023
Listed equity securities				
China				
AVIC JONHON OPTRONIC TECHNOLOGY CO LTD-A	-	266,800	(266,800)	-
CHAOZHOU THREE-CIRCLE GROUP CO LTD-A	-	1,152,600	(420,600)	732,000
CONTEMPORARY AMPEREX TECHNOLOGY CO LTD-A	-	109,900	(109,900)	-
GIGADEVICE SEMICONDUCTOR BEIJING INC-A	-	103,528	-	103,528
GUANGDONG HAID GROUP CO LTD-A	-	377,200	(377,200)	-
LUXSHARE PRECISION INDUSTRY CO LTD-A	319,100	470,300	(432,900)	356,500
MONTAGE TECHNOLOGY CO LTD-A	-	214,501	(19,460)	195,041
NAURA TECHNOLOGY GROUP CO LTD-A	-	141,100	(141,100)	-
SHENZHEN INOVANCE TECHNOLOGY CO LTD-A	-	170,700	(170,700)	-
SHENZHEN MINDRAY BIO-MEDICAL ELECTRONICS CO LTD-A	-	36,300	(36,300)	-
TONGWEI CO LTD-A	-	355,300	(355,300)	-
UNIGROUP GUOXIN MICROELECTRONICS CO LTD-A	-	118,400	(118,400)	-
WILL SEMICONDUCTOR LTD-A	142,250	259,540	(255,790)	146,000
WINGTECH TECHNOLOGY CO LTD-A	335,901	324,668	(225,900)	434,669
WULIANGYE YIBIN CO LTD-A	66,500	44,500	(66,500)	44,500
WUS PRINTED CIRCUIT KUNSHAN CO LTD-A	-	690,000	(690,000)	-
Hong Kong				
AIA GROUP LTD	172,600	175,400	(155,600)	192,400
ALIBABA GROUP HLDG LTD	304,800	74,800	(40,600)	339,000
ANTA SPORTS PRODUCTS LTD	75,000	66,200	(141,200)	-
BAIDU INC-SW	166,550	5,650	(172,200)	-
BUDWEISER BREWING CO APAC LTD	-	780,300	(197,300)	583,000
CHINA LONGYUAN POWER GROUP CORP LTD-H	2,208,000	1,342,000	(1,643,000)	1,907,000
CHINA MENGNIU DAIRY CO LTD	439,000	312,000	(99,000)	652,000
CHINA MOBILE LTD	-	306,500	(306,500)	-
CHINA PACIFIC INSURANCE (GROUP) CO-H	633,200	34,600	(667,800)	-
CHINA POWER INTL DEVELOPMENT LTD	8,202,000	6,314,000	(8,943,000)	5,573,000
CHINA STATE CONSTRUCTION INTL HLDGS LTD	-	1,744,000	(1,744,000)	-
CK INFRASTRUCTURE HLDGS LTD	-	456,500	(456,500)	-
CLP HLDGS LTD	-	276,000	(276,000)	-
FUYAO GLASS INDUSTRY GROUP CO LTD-H	-	410,800	(11,600)	399,200
GEELY AUTOMOBILE HLDGS LTD	645,000	398,000	(1,043,000)	-
HANG SENG BANK LTD	-	111,500	(111,500)	-
JD.COM INC	66,735	31,600	(98,335)	-
MEITUAN-CLASS B	103,300	223,430	(109,800)	216,930
PING AN INSURANCE GROUP CO OF CHINA LTD-H	-	309,000	-	309,000
POWER ASSETS HLDGS LTD	-	340,500	(340,500)	-
SEMICONDUCTOR MANUFACTURING INTL CORP	-	623,500	(623,500)	-
SHANGHAI PHARMACEUTICALS HLDG CO LTD-H	-	859,400	(859,400)	-
SHENZHOU INTL GROUP HLDGS LTD	152,100	-	(152,100)	-
SINO BIOPHARMACEUTICAL LTD	-	6,832,000	(2,268,000)	4,564,000
SUNNY OPTICAL TECHNOLOGY GROUP CO LTD	122,800	283,500	(146,000)	260,300
TENCENT HLDGS LTD	98,000	6,400	(11,100)	93,300
WUXI APPTTEC CO LTD-H	-	247,600	-	247,600
Listed Exchange-traded Funds				
CSOP HANG SENG TECH INDEX ETF	2,751,200	11,270,200	(14,021,400)	-

TAIPING INVESTMENT FUND - TAIPING GREATER CHINA NEW MOMENTUM EQUITY FUND

Performance table (unaudited)
As at 30 June 2023

Net asset value

	Total net asset value HK\$	Net asset value per Class A Units HK\$	Net asset value per Class B Units HK\$
As at 30 June 2023	357,837,475	-	76.66
As at 31 December 2022	371,830,281	-	79.66
As at 31 December 2021	433,575,089	-	92.89
As at 31 December 2020	460,572,642	-	98.40

Highest and lowest net asset value per unit

<i>Financial year</i>	Class A Units		Class B Units	
	Highest net asset value per unit HK\$	Lowest net asset value per unit HK\$	Highest net asset value per unit HK\$	Lowest net asset value per unit HK\$
Year ended 30 June 2022	-	-	91.17	75.16
Year ended 31 December 2022	-	-	99.27	56.52
Year ended 31 December 2021	-	-	121.85	90.09
Year ended 31 December 2020	-	-	98.40	66.88
Year ended 31 December 2019	-	-	88.21	71.49
Year ended 31 December 2018	-	-	105.50	72.60
Year ended 31 December 2017	-	-	100.32	82.81
Year ended 31 December 2016	-	-	89.51	77.52
Year ended 31 December 2015	-	-	127.22	88.24
Year ended 31 December 2014	98.64*	79.72*	104.85	99.44
Year ended 31 December 2013	94.51	75.25	-	-

* All Class A units have been converted to Class B units by unitholders by 24 December 2014.