

GAVEKAL UCITS FUND
ANNUAL REPORT AND AUDITED FINANCIAL STATEMENTS
For the financial year ended 31 December 2020

GAVEKAL UCITS FUND
Annual Report and Audited Financial Statements
For the financial year ended 31 December 2020

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General Information

Directors of the Manager

David Hammond*
John Mahon*(resigned on 31 March 2021)
Louis-Vincent Gave (French)
Joergen Buchholt (Danish)* (appointed on 26 May 2020)
Michael Doyle (appointed on 26 April 2021)

Manager

GaveKal Fund Management (Ireland) Limited
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Dublin 2
Ireland

Investment Advisor, Distributor and Promoter

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Distributors (Hong Kong)

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Registered Office of the Manager

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Independent Auditors

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Chartered Accountants and Statutory Audit Firm
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Ireland

Administrator, Registrar and Transfer Agent

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Trustee

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Governance Support Services

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48-53 Mount Street Lower
Dublin 2
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** Independent Director. All Directors are non-executive*

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General Information (continued)

Distributors (Cayman Islands)

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Background to the GaveKal UCITS Fund (the “Trust”)

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

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

- GaveKal Asian Opportunities UCITS Fund;
- GaveKal China Fixed Income Fund;
- Gavekal China Onshore RMB Bond Fund; and
- GaveKal Global Asset Allocation UCITS Fund.

Gavekal China Onshore RMB Bond Fund launched on 15 May 2020.

GaveKal Global Asset Allocation UCITS Fund terminated on 24 July 2020. As a result, the Sub-Fund had no units in issue at 31 December 2020.

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

At the financial year end, there were:

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

Investment objectives and policies

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

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

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

The investment objective of GaveKal Global Asset Allocation UCITS Fund was to outperform consistently the MSCI All Countries Index with a lower volatility. The Sub-Fund will seek to achieve its investment objective by principally investing in futures on equity indices traded on a Recognized Exchange and/or open-ended exchange traded funds (“ETFs”) in order to gain an exposure to the equity markets of the countries which make up the Index.

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Statement of the Manager's Responsibilities

The Manager of the Trust is required to prepare financial statements for each financial year that give a true and fair view of the financial position of the Trust at the end of that financial year and of the results of its operations and changes in net assets for the financial year then ended.

In preparing these financial statements the Manager is required to:

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

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

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

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

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Trustee's Report to the Unitholders of GaveKal UCITS Fund

We have enquired into the conduct of the Trust for the financial year ended 31 December 2020 in our capacity as Depositary of the Trust.

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

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

Statement of the Depositary's Responsibilities

The Depositary is required to:

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

Basis of Depositary Opinion

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

On behalf of the Trustee



Société Générale S.A. (Dublin Branch)

27 April 2021

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

Report on the audit of the financial statements

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

In our opinion the Fund's financial statements:

- give a true and fair view of the assets, liabilities and financial position of the Fund as at 31 December 2020 and of the result for the financial year then ended; and
- have been properly prepared in accordance with the relevant financial reporting framework, the applicable Regulations and the provisions of the Trust Deed

The financial statements we have audited comprise:

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

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

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

Basis for opinion

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

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

Conclusions relating to going concern

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

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

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

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

Other information

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

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Responsibilities of the Manager for the financial statements

The Manager is responsible for the preparation and fair presentation of the financial statements in accordance with the relevant financial reporting framework, and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's responsibilities for the audit of the financial statements

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

As part of an audit in accordance with ISAs (Ireland), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.

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

- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of the auditor's report. However, future events or conditions may cause the entity (or where relevant, the group) 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that the auditor identifies during the audit.

Report on other legal and regulatory requirements

Opinion on other matters prescribed by the applicable Regulations

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

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

Use of our report

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



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

30 April 2021

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Investment Advisor's Report

The trading net asset value per share for the GaveKal Asian Opportunities UCITS Fund (Class A Euro) was EUR273.24 as of December 31, 2020. The value of shares in the GaveKal Asian Opportunities UCITS Fund rose by +13.31% in 2020 in EUR terms, an outperformance relative to the MSCI Asia Pacific Index of 336bps. The major source of outperformance was the fund's overweight positions in China and Hong Kong. In terms of sector exposure, information technology and China consumption added value to the fund.

The GaveKal China Fixed Income Fund had a neutral year. The fund gained +9.40% for the year while the benchmark Markit iBoxx ALBI China Offshore Investment Grade Total Return Index (USD unhedged) (formerly HSBC Offshore RMB Investment Grade Index), rose +10.84% in USD terms. The fund slightly underperformed the benchmark by about 144bps.

The GaveKal China Onshore RMB Bond Fund was launched on May 15, 2020. The net asset value per share of the fund (A EUR class) stood at USD94.70 as of December 31, 2020. It slightly underperformed the benchmark by 85bps since inception.

GaveKal Asian Opportunities UCITS Fund

Asian equity markets posted solid gains in the year under review despite the Covid-19 pandemic and the worst US-China tension in decades. The performance reflected Asian economies' stricter management of Covid-19 and stronger balance sheets. We believe these trends will continue in the coming year and we remain overweight equities.

Covid-19

The slowdown in global economies due to the Covid-19 shock was countered by unprecedented easing of monetary and fiscal policy. The successful launch of vaccines towards the end of 2020 paves the way for a recovery in 2021, even though the exact timing remains uncertain. Asian economies, led by China, have been managing the pandemic aggressively, with stronger social distancing enforcement, testing and border control. We believe that Asian economies will lead the global recovery on a sustained basis.

US-China Tensions

President Joe Biden's administration is expected to retain a tough posture towards China, but will likely shift from the Trump administration's unpredictable, transactional philosophy to a longer-term framework. On the trade front, it is likely that trade tariffs have peaked and will improve. On the technology front, fewer Chinese companies will be put on the "entity list" and be subject to bans, but the limitations on Huawei will continue. Lastly, the impact on capital flows into Chinese companies will be less significant, as many large quality companies have already and will seek listing in the Hong Kong Stock Exchange.

US Dollar

With a starkly divided political landscape in the US after the presidential election and the lack of majority in the US House and Senate, aggressive macro policies on the fiscal side such as increases in spending and taxes seem unlikely. As stated by the US Federal Reserve, monetary policy is expected to remain extremely easy to support the economy and asset prices. Asian currencies with strong balance sheets and sustained growth delivered strong returns for the year and this will likely continue.

Portfolio Strategy

With the hopes for a recovery from Covid-19, a better US-China relationship and a weak US dollar, we remain bullish on Asian equities for the coming year. The portfolio strategy remains overweight China on a country level due to its re-rating over the medium term. On a sector level, while we remain overweight large-cap growth stocks, we have balanced out the exposure to some economically sensitive sectors such as large-cap financials at distressed valuations. We remain positive on internet, technology and domestic consumption sectors and are underweight energy and cyclicals. We are also underweight bonds given the low nominal yields in general with most of the portfolio's exposure in renminbi-denominated bonds due to their higher yield and stronger currency.

The accompanying notes form an integral part of these Financial Statements

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Investment Advisor's Report (continued)

GaveKal China Fixed Income Fund

For the full year 2020, the Markit iBoxx ALBI China Offshore IG TRI (“the benchmark”) gained 10.84% in USD terms and 1.81% in EUR terms. Against this backdrop, the GaveKal China Fixed Income Fund gained 9.4% in USD terms and 0.41% in EUR terms, underperforming the benchmark by 144bps in USD terms and 140bps in EUR terms. The fund’s AUM grew by USD643mn to USD1.1bn as of end-2020.

The fund’s underperformance was mainly due to the poor trackability of the benchmark. As such, the fund had to obtain most of its rates exposure onshore. Compared to offshore Chinese government bonds and policy financial bonds, onshore bonds are more volatile due to their larger supply, bigger outstanding amount and less sticky investor participation. To illustrate, onshore 10y CGBs sold off from 2.48% in early April to 3.36% in mid-November, ending the year at 3.15%. Offshore 10y CGBs (with only RMB500mn issue size) sold off from 2.68% to 2.87% during the same period, before ending the year at 2.86%. During the year, the fund increased its onshore exposure from 45.7% to 60%. In addition, the fund started to focus on environmental, social and corporate governance bonds and had 7.3% of NAV invested in ESG-eligible bonds as of end-December.

China’s official and Caixin manufacturing PMI improved into the year-end. However, despite strong PMI readings, China’s labor market and small business conditions remained weak. The employment component of the manufacturing and non-manufacturing PMIs remained below 50 (at 49.6 and 48.7, respectively). More worryingly, the manufacturing PMI for small corporates fell to a contractionary level of 48.8. Given that small- and medium-sized companies are the major contributor to overall employment, policymakers are watching this development closely, in line with the tone set out by the Central Economic Work Conference, which indicates that no sharp shift in policy is to be expected.

2020 marked the inclusion of nine renminbi-denominated CGBs in the JP Morgan Government Bond Index-Emerging Markets, starting from end-February with full inclusion completed in 10 months. In September, FTSE Russell also announced the inclusion of CGBs in its World Government Bond Index starting from October 2021 over a period of 12 months. As such, CGBs’ foreign ownership will likely reach 20% before end-2022.

In 2020, Bond Connect total trading volume reached RMB4.81trn, increasing 82.8% from 2019. Foreign holdings of China onshore renminbi-denominated bonds as of end-2020 also exceeded the RMB3trn mark (at RMB3.25trn), rising from RMB2.19trn at the start of 2020. We expect strong foreign inflows to continue. As policy normalization should be gradual and moderate, we remain constructive on CGBs, which are supported by the inclusion of Chinese bonds in the FTSE World Government Bond Index, the ongoing easing measures in developed markets, the high interest rate differentials and the positive renminbi outlook.

GaveKal China Onshore RMB Bond Fund

Since inception of the fund on May 15, 2020, the Bloomberg Barclays China Treasury Total Return Index (“the benchmark”) lost -4.45% in EUR terms. Against this backdrop, the GaveKal China Onshore RMB Bond Fund (EUR B Founder Share Class) lost -5.19% in EUR terms, underperforming the benchmark by 74bps. The fund’s AUM grew to EUR129mn as of end-2020. Driven by client demands, USD, SEK and GBP share classes were created during the year.

In its first three months the fund posted a rather large tracking error of -41 to -22bps per month during its build-up phase. Build-up time is required to smooth out the transaction costs and the yield contribution of the off-the-run bonds in the benchmark (9-12 bonds in the fund vs 148 bonds in the benchmark). During this period, the portfolio was small and growing fast (from zero to EUR64mn as of end-July) while the holdings were concentrated (the minimum ticket size onshore is RMB10mn). At the same time, market conditions were volatile. 10-year Chinese government bonds sold off from 2.6% in mid-May to 3.1% in July. However, since August the tracking error has come down considerably to a rough range of +/-10bps per month vs the benchmark, as the portfolio size has grown and the number of bond holdings has increased. From end-July to end-December, an outperformance of +15bps was achieved.

The fund continued to slowly extend the duration from an underweight of -0.4 years (end-August: fund 6.67 years vs benchmark 7.1 years) to an overweight of +0.3 years at the end of the year (fund 7.43 years vs benchmark 7.1 years). China policy bank bonds made up 16% of the portfolio, which contributed to the higher weighted YTM for the fund compared with the benchmark (fund 3.19% vs benchmark 3.09%).

The accompanying notes form an integral part of these Financial Statements

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Investment Advisor's Report (continued)

GaveKal China Onshore RMB Bond Fund (continued)

The persistent sell off in CGBs, which lasted from May until late November, was mainly driven by (i) the sustained economic recovery in China; (ii) market concern that the economic recovery might prompt the People's Bank of China to turn hawkish and even hike rates; and (iii) the large supply of Chinese government and local government bonds. This tightening of financial conditions also caused the default of state-owned enterprise Yongcheng Coal & Electricity Holding, adding considerable stress to the money market. In this environment the 10y CGB yield rose from 2.66% in mid-May to a period high of 3.32% in November.

The tight financial conditions, the default and the stress in the money market indicated that the overall bond market was under considerable pressure. This might have urged the senior leadership to act. Vice Premier Liu He hosted a financial stability committee meeting focused on bringing more discipline to the market and stabilizing conditions. Subsequently, the PBOC injected liquidity through its regular open market operations and conducted medium-term lending facility operations at the end of November and during December to ensure a smooth transition through year-end. Overall yield levels decreased and the 10y CGB ended the year at 3.15%, exactly where it started 2020.

The real economy returned to positive year-to-date GDP growth year-on-year in Q3 2020. Investment, industrial activity and net exports continuously surprised to the upside while consumption and labor market improvements are still lagging. Most recent PMIs are above 50 (December non-manufacturing PMI: 55.7; manufacturing PMI: 51.9) and are pointing to positive growth momentum in the near term.

At the same time there are still weak pockets in the real economy. The employment component for the manufacturing PMI and non-manufacturing PMI continued to stay below 50 (49.6 and 48.7, respectively). More worryingly, the manufacturing PMI for small corporates fell to a contractionary level of 48.8. As in other economies, small- and medium-sized companies are a major contributor to overall employment.

The key messages from Central Economic Work Conference, which sets the tone for policy in the new year, indicate that there are no sharp shifts in policy to be expected. Despite China's strong growth recovery, Beijing remains cautious and recognizes the elevated uncertainty due to the renewed wave of the Covid-19 cases globally and the external environment. Beijing vowed to keep its macro policies consistent, stable and sustainable, with macro leverage largely stable. Therefore, policy normalization should be gradual and moderate.

While overall credit growth should normalize to pre-pandemic levels and roughly match nominal GDP growth, we do not expect the PBOC to hike interest rates in the first half of 2021. Supply pressure should decline considerably in 1Q21 which, together with strong foreign demand due to attractive valuations and index replication flows, should lead to lower overall yield levels.

We remain constructive on the renminbi, which is supported by China's economic outperformance, current account surpluses and large differentials in both nominal and real rates between China and developed markets. Total inflows to the China interbank bond markets for the whole year more than doubled year-on-year to CNY1.067trn (+133%). We expect foreign inflows to rise further in 2021, supported by the inclusion of Chinese bonds in the FTSE World Government Bond Index, the ongoing easing measures in developed markets, the historically high interest rate differentials and the positive renminbi outlook.

Gavekal Capital Limited

February 2021

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Statement of Comprehensive Income

	Notes	GaveKal Asian Opportunities UCITS Fund	
		31-Dec-2020 EUR	31-Dec-2019 EUR
Income			
Dividend income	1 (d)	1,836,413	2,368,171
Bond interest income	1 (d)	1,204,109	1,537,873
Deposit interest	1 (d)	17,420	244,028
Net realised gain on investments and foreign exchange	3	25,282,112	10,483,432
Net unrealised gain on investments and foreign exchange	3	4,244,061	33,008,484
Total investment income		32,584,115	47,641,988
Expenses			
Management fees	1(e), 9(a)	(3,009,502)	(3,250,018)
Administration and transfer agent fees	1(e), 9(b)	(171,532)	(183,414)
Depositary fees	1(e), 9(b)	(57,025)	(49,754)
Transaction fees	1(h), 9(d)	(3,323,846)	(2,288,666)
Other fees	1(e)	(87,486)	(93,450)
Total operating expenses		(6,649,391)	(5,865,302)
Operating profit before tax		25,934,724	41,776,686
Withholding tax on dividends	8	(163,115)	(195,258)
Increase in net assets attributable to Unitholders resulting from operations		25,771,609	41,581,428

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Statement of Comprehensive Income (continued)

	Notes	GaveKal China Fixed Income	
		Fund	
		31-Dec-2020	31-Dec-2019
		USD	USD
Income			
Deposit interest	1(d)	30,438	117,167
Bond interest income	1(d)	28,699,977	19,665,370
Net realised gain/(loss) on investments and foreign exchange	3	1,937,034	(12,217,079)
Net unrealised gain on investments and foreign exchange	3	49,046,688	9,199,663
Total investment income		79,714,137	16,765,121
Expenses			
Management fees	1(e), 9(a)	(3,795,212)	(2,303,867)
Administration and transfer agent fees	1(e), 9(b)	(576,004)	(403,610)
Depositary fees	1(e), 9(b)	(149,325)	(102,061)
Transaction fees	1(h), 9(d)	(66,587)	(43,276)
Other fees	1(e)	(127,457)	(99,848)
Total operating expenses		(4,714,585)	(2,952,662)
Operating profit before tax		74,999,552	13,812,459
Increase in net assets attributable to Unitholders resulting from operations		74,999,552	13,812,459

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Statement of Comprehensive Income (continued)

	Notes	GaveKal Global Asset Allocation UCITS Fund*	
		31-Dec-2020 USD	31-Dec-2019 USD
Income			
Bond interest income	1(d)	132,539	677,744
Dividend income	1(d)	6,451	168,526
Deposit interest	1(d)	11,209	88,266
Net realised loss on investments and foreign exchange	3	(2,382,230)	(1,350,634)
Net unrealised gain/(loss) on investments and foreign exchange	3	-	(348,572)
Total investment expense		(2,232,031)	(764,670)
Expenses			
Management fees	1(e),9(a)	(191,281)	(401,475)
Administration and transfer agent fees	1(e),9(b)	(31,073)	(54,095)
Depositary fees	1(e),9(b)	(8,457)	(3,414)
Transaction fees	1(h), 9(d)	(25,728)	(69,483)
Other fees	1(e)	(50,967)	(65,325)
Total operating expenses		(307,506)	(593,792)
Operating loss before tax		(2,539,537)	(1,358,462)
Withholding tax on dividends	8	(1,935)	(50,558)
Decrease in net assets attributable to Unitholders resulting from operations		(2,541,472)	(1,409,020)

* GaveKal Global Asset Allocation UCITS Fund terminated on 24 July 2020.

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Statement of Comprehensive Income (continued)

	Notes	GaveKal China Onshore RMB Bond Fund*
		31-Dec-2020
		EUR
Income		
Bond interest income	1(d)	1,349,475
Deposit interest	1(d)	8,490
Net realised loss on investments and foreign exchange	3	(2,942,298)
Net unrealised gain on investments and foreign exchange	3	42,287
Total investment income expense		(1,542,046)
Expenses		
Management fees	1(e), 9(a)	(239,377)
Administration and transfer agent fees	1(e), 9(b)	(36,764)
Set-up fees		(32,411)
Depositary fees	1(e), 9(b)	(11,523)
Transaction fees	1(h), 9(d)	(4,481)
Other fees	1(e)	(70,824)
Total operating expenses		(395,380)
Operating profit loss before tax		(1,937,426)
Decrease in net assets attributable to Unitholders resulting from operations		(1,937,426)

* Comparative figures are not applicable for GaveKal China Onshore RMB Bond Fund as the Sub-Fund launched on 15 May 2020

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

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Statement of Financial Position as at 31 December 2020

	Notes	GaveKal Asian Opportunities UCITS Fund	
		31-Dec-2020	31-Dec-2019
		EUR	EUR
Current assets			
Financial assets at fair value through profit or loss	4, 12	214,401,241	207,670,365
Cash and cash equivalents	6	6,037,366	3,531,640
Accrued income	4	295,633	320,941
Receivable for investments sold		7,637,838	1,371,662
Subscriptions receivable		5,959,969	-
Dividends receivable		59,378	46,808
Total assets		234,391,425	212,941,416
Current liabilities			
Accrued expenses	5	(424,507)	(393,095)
Payable for investments purchased		(19,061,680)	(1,375,836)
Redemptions payable		(16,473)	(281,611)
Total liabilities (excluding net assets attributable to Unitholders)		(19,502,660)	(2,050,542)
Net assets attributable to Unitholders		214,888,765	210,890,874

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Statement of Financial Position as at 31 December 2020 (continued)

	Notes	GaveKal China Fixed Income	
		Fund	
		31-Dec-2020	31-Dec-2019
		USD	USD
Current assets			
Financial assets at fair value through profit or loss	4, 12	1,063,724,685	447,486,340
Unrealised gain on forward currency contracts	1(k)	-	95,794
Cash and cash equivalents	6	13,190,385	5,593,953
Receivable for investments sold		3,071,830	672,420
Accrued income		18,164,560	6,909,969
Subscription receivable		11,562,320	390,867
Total assets		<u>1,109,713,781</u>	<u>461,149,343</u>
Current liabilities			
Unrealised loss on forward currency contracts	4, 12, 1(k)	(122,894)	-
Accrued expenses	5	(768,226)	(375,446)
Payable for investments purchased		(4,643,324)	(672,721)
Redemptions payable		(1,524,049)	(235,716)
Total liabilities (excluding net assets attributable to Unitholders)		<u>(7,058,493)</u>	<u>(1,283,883)</u>
Net assets attributable to Unitholders		<u>1,102,655,288</u>	<u>459,865,460</u>

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Statement of Financial Position as at 31 December 2020 (continued)

	Notes	GaveKal Global Asset Allocation UCITS Fund	
		31-Dec-2020 USD	31-Dec-2019 USD
Current assets			
Financial assets at fair value through profit or loss		-	33,100,296
Unrealised gain on forward currency contracts		-	188,131
Cash and cash equivalents	6	-	7,432,195
Receivable for investments sold		-	398,911
Dividends receivable		-	3,608
Total assets		-	41,123,141
Current liabilities			
Financial liabilities at fair value through profit or loss		-	(52,716)
Accrued expenses		-	(104,161)
Payable for investments purchased		-	(2,645,855)
Total liabilities (excluding net assets attributable to Unitholders)		-	(2,802,732)
Net assets attributable to Unitholders		-	38,320,409

* *GaveKal Global Asset Allocation UCITS Fund terminated on 24 July 2020.*

The accompanying notes form an integral part of these Financial Statements

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Statement of Financial Position as at 31 December 2020 (continued)

	Notes	GaveKal China Onshore RMB Bond Fund* <u>31-Dec-2020</u> EUR
Current assets		
Financial assets at fair value through profit or loss		125,978,843
Cash and cash equivalents	6	910,034
Receivable for investments sold		8,026,977
Accrued income		<u>1,580,857</u>
Total assets		<u>136,496,711</u>
Current liabilities		
Accrued expenses	5	(104,712)
Payable for investments purchased		<u>(7,786,821)</u>
Total liabilities (excluding net assets attributable to Unitholders)		<u>(7,891,533)</u>
Net assets attributable to Unitholders		<u>128,605,178</u>

* Comparative figures are not applicable for GaveKal China Onshore RMB Bond Fund as the Sub-Fund launched on 15 May 2020


 David Hammond

For and on behalf of the Manager

27 April 2021


 Louis-Vincent Gave

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Statement of Changes in Net Assets Attributable to Unitholders

	GaveKal Asian Opportunities UCITS Fund	
	31-Dec-2020	31-Dec-2019
	Notes	EUR
Net assets attributable to Unitholders at beginning of the financial year	210,890,874	232,126,323
Increase in net assets attributable to Unitholders resulting from operations	25,771,609	41,581,428
Proceeds from Units issued	7 37,621,122	22,775,201
Payments for Units redeemed	7 (59,394,840)	(85,592,078)
Decrease in net assets resulting from Unit transactions	(21,773,718)	(62,816,877)
Increase /(decrease) in net assets attributable to Unitholders	3,997,891	(21,235,449)
Net assets attributable to Unitholders at end of the financial year	214,888,765	210,890,874

The accompanying notes form an integral part of these Financial Statements

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

	Notes	<u>GaveKal China Fixed Income Fund</u>	
		31-Dec-2020	31-Dec-2019
		USD	USD
Net assets attributable to Unitholders at beginning of the financial year		459,865,460	379,798,022
Increase in net assets attributable to Unitholders resulting from operations		74,999,552	13,812,459
Proceeds from Units issued	7	789,967,656	354,933,353
Payments for Units redeemed	7	<u>(222,177,380)</u>	<u>(288,678,375)</u>
Decrease in net assets resulting from Unit transactions		567,790,276	66,254,978
Increase in net assets attributable to Unitholders		642,789,828	80,067,437
Net assets attributable to Unitholders at end of the financial year		<u>1,102,655,288</u>	<u>459,865,460</u>

The accompanying notes form an integral part of these Financial Statements

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

	Notes	GaveKal Global Asset Allocation UCITS Fund	
		31-Dec-2020	31-Dec-2019
		USD	USD
Net assets attributable to Unitholders at beginning of the financial year		38,320,409	44,333,516
Decrease in net assets attributable to Unitholders resulting from operations		(2,541,472)	(1,409,020)
Proceeds from Units issued	7	-	235,291
Payments for Units redeemed	7	(35,778,937)	(4,839,378)
Decrease in net assets resulting from Unit transactions		<u>(35,778,937)</u>	<u>(4,604,087)</u>
Decrease in net assets attributable to Unitholders		(38,320,409)	(6,013,107)
Net assets attributable to Unitholders at end of the financial year		<u><u>-</u></u>	<u><u>38,320,409</u></u>

* *GaveKal Global Asset Allocation UCITS Fund terminated on 24 July 2020.*

The accompanying notes form an integral part of these Financial Statements

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Statement of Changes in Net Assets Attributable to Unitholders (continued)

		GaveKal China Onshore RMB Bond Fund*
	Notes	31-Dec-2020 EUR
Net assets attributable to Unitholders at beginning of the financial year		-
Decrease in net assets attributable to Unitholders resulting from operations		(1,937,426)
Proceeds from Units issued	7	141,631,488
Payments for Units redeemed	7	<u>(11,088,883)</u>
Increase in net assets resulting from Unit transactions		130,542,604
Increase in net assets attributable to Unitholders		128,605,179
Net assets attributable to Unitholders at end of the financial year		<u><u>128,605,179</u></u>

* *Comparative figures are not applicable for GaveKal China Onshore RMB Bond Fund as the Sub-Fund launched on 15 May 2020*

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Statement of Cash Flows

	GaveKal Asian Opportunities UCITS	
	Fund	
	31-Dec-2020	31-Dec-2019
	EUR	EUR
Increase in net assets attributable to Unitholders resulting from operations	25,771,609	41,581,428
<i>Adjustments to reconcile increase/(decrease) in net assets resulting from operations to net cash (used in)/provided by operating activities</i>		
<u>Changes in operating assets and liabilities:</u>		
Net increase in financial assets at fair value through profit or loss	(6,730,876)	(59,714,778)
Net decrease in prepaid expenses	-	1,012
Net increase in dividends receivable	(12,570)	(45,470)
Net increase/(decrease) in payable for investments purchased	17,685,844	(1,236,200)
Net (increase)/decrease in receivable for investments sold	(6,266,176)	7,675,697
Net decrease in accrued income	25,308	81,525
Net increase/(decrease) in accrued expenses	31,412	(63,333)
Net cash provided by/(used in) operating activities	<u>4,732,942</u>	<u>(53,301,547)</u>
Cash flows from financing activities		
Proceeds from Units issued	31,661,153	22,883,357
Payments for Units redeemed	(59,659,978)	(85,847,339)
Net cash used in financing activities	<u>(27,998,825)</u>	<u>(62,963,982)</u>
Net increase/(decrease) in cash and cash equivalents	2,505,726	(74,684,101)
Cash and cash equivalents at beginning of financial year	3,531,640	78,215,741
Cash and cash equivalents at end of financial year	<u>6,037,366</u>	<u>3,531,640</u>

The accompanying notes form an integral part of these Financial Statements

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Statement of Cash Flows (continued)

	GaveKal China Fixed Income Fund	
	31-Dec-2020	31-Dec-2019
	USD	USD
Increase in net assets attributable to Unitholders resulting from operations	74,999,552	13,812,459
<i>Adjustments to reconcile increase/(decrease) in net assets resulting from operations to net cash used in operating activities</i>		
<u>Changes in operating assets and liabilities:</u>		
Net increase in financial assets at fair value through profit or loss	(616,115,451)	(80,934,389)
Net decrease in net unrealised gain on forward currency contracts	95,794	216,921
Net (increase)/decrease in receivable for investments sold	(2,399,410)	2,187,080
Net increase in accrued income	(11,254,591)	(913,999)
Net increase/(decrease) in payable for investments purchased	3,970,603	(2,193,653)
Net increase/(decrease) in accrued expenses	392,780	(47,518)
Net decrease in prepaid expenses	-	(271)
Net cash used in operating activities	(625,310,275)	(81,685,829)
Cash flows from financing activities		
Proceeds from Units issued	778,796,203	359,642,302
Payments for Units redeemed	(220,889,048)	(289,722,242)
Net cash provided by financing activities	557,907,156	69,920,060
Net increase in cash and cash equivalents	7,596,432	2,046,690
Cash and cash equivalents at beginning of financial year	5,593,953	3,547,263
Cash and cash equivalents at end of financial year	13,190,385	5,593,953

The accompanying notes form an integral part of these Financial Statements

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Statement of Cash Flows (continued)

	GaveKal Global Asset Allocation UCITS Fund*	
	31-Dec-2020	31-Dec-2019
	USD	USD
Decrease in net assets attributable to Unitholders resulting from operations	(2,541,472)	(1,409,020)
<i>Adjustments to reconcile decrease in net assets resulting from operations to net cash provided by/(used in) operating activities</i>		
<i>Changes in operating assets and liabilities:</i>		
Net decrease in financial assets at fair value through profit or loss	33,235,711	3,056,509
Net (decrease)/increase in payable for investments purchased	(2,645,855)	2,645,855
Net decrease/(increase) in dividends receivable	3,608	(3,608)
Net increase in net unrealised gain on forward currency contracts	-	-
Net decrease in accrued income	-	152,942
Net decrease in accrued expenses	(104,161)	(37,722)
Net decrease/(increase) in receivable for investments sold	398,911	(398,911)
Net cash provided by operating activities	30,888,214	5,415,065
Cash flows from financing activities		
Proceeds from Units issued	-	235,291
Payments for Units redeemed	(35,778,937)	(4,839,378)
Net cash used in financing activities	(35,778,937)	(4,604,087)
Net decrease in cash and cash equivalents	(7,432,195)	(598,042)
Cash and cash equivalents at beginning of financial year	7,432,195	8,030,237
Cash and cash equivalents at end of financial year	-	7,432,195

* GaveKal Global Asset Allocation UCITS Fund terminated on 24 July 2020.

The accompanying notes form an integral part of these Financial Statements

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Statement of Cash Flows (continued)

	GaveKal China Onshore RMB Bond Fund*
	31-Dec-2020
	EUR
Decrease in net assets attributable to Unitholders resulting from operations	(1,937,426)
<i>Adjustments to reconcile decrease in net assets resulting from operations to net cash used in operating activities</i>	
<u>Changes in operating assets and liabilities:</u>	
Increase in financial assets at fair value through profit or loss	(125,978,843)
Increase in receivable for investments sold	(8,026,977)
Increase in payable for investments purchased	7,786,821
Increase in accrued income	(1,580,857)
Increase in accrued expenses	104,712
Net cash used in operating activities	<u><u>(127,695,144)</u></u>
Cash flows from financing activities	
Proceeds from Units issued	141,631,488
Payments for Units redeemed	(11,088,883)
Net cash provided by financing activities	<u><u>130,542,604</u></u>
Net increase in cash and cash equivalents	910,034
Cash and cash equivalents at beginning of financial period	-
Cash and cash equivalents at end of financial period	<u><u>910,034</u></u>

* Comparative figures are not applicable for GaveKal China Onshore RMB Bond Fund as the Sub-Fund launched on 15 May 2020

The accompanying notes form an integral part of these Financial Statements

GAVEKAL UCITS FUND
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Notes to the Financial Statements

1. Summary of significant accounting policies

Basis of preparation

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

(a) Portfolio Valuation

Investment transactions

(i) Classification and measurement

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

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

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

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

(ii) Recognition and derecognition

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

(b) Gains and losses on sale of investments

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

(c) Foreign exchange translation

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

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

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

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

GAVEKAL UCITS FUND
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Notes to the Financial Statements (continued)

1. Summary of significant accounting policies (continued)

(d) Income

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

(e) Expenses

Expenses are accounted for on an accrual basis.

(f) Net Asset Value per Unit

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

(g) Net assets attributable to Unitholders

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

(h) Transaction costs

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

(i) Cash and cash equivalents

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

(j) Futures Contracts

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

(k) Forward currency contracts

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

GAVEKAL UCITS FUND
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Notes to the Financial Statements (continued)

2. New standards and amendments to existing standards

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

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

<u>GaveKal Asian Opportunities UCITS Fund</u>	31-Dec-2020	31-Dec-2019
	EUR	EUR
<i>Net gain on investment activities</i>		
Net realised gain on investments	28,056,371	9,667,718
Net realised (loss)/gain on foreign exchange	(2,774,259)	815,714
Net realised gain on investments and foreign exchange	25,282,112	10,483,432
Net unrealised gain on investments	4,290,157	32,738,611
Net unrealised (loss)/gain on foreign exchange	(46,096)	269,873
Net unrealised gain on investments and foreign exchange	4,244,061	33,008,484
<u>GaveKal China Fixed Income Fund</u>	31-Dec-2020	31-Dec-2019
	USD	USD
<i>Net gain/(loss) on investment activities</i>		
Net realised loss on investments	(746,213)	(9,474,792)
Net realised gain/(loss) on foreign exchange	2,683,247	(2,742,287)
Net realised gain/(loss) on investments and foreign exchange	1,937,034	(12,217,079)
Net unrealised gain on investments	49,103,051	9,392,051
Net unrealised loss on foreign exchange	(56,363)	(192,388)
Net unrealised gain on investments and foreign exchange	49,046,688	9,199,663
<u>GaveKal Global Asset Allocation UCITS Fund</u>	31-Dec-2020	31-Dec-2019
	USD	USD
<i>Net loss on investment activities</i>		
Net realised (loss)/gain on investments	(3,171,235)	325,141
Net realised loss on foreign exchange	789,005	(1,675,775)
Net realised loss on investments and foreign exchange	(2,382,230)	(1,350,634)
Net unrealised loss on investments	-	(389,334)
Net unrealised gain on foreign exchange	-	40,762
Net unrealised gain/(loss) on investments and foreign exchange	-	(348,572)

GAVEKAL UCITS FUND
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Notes to the Financial Statements (continued)

3. Net movement on financial assets at fair value through profit and loss (continued)

<u>GaveKal China Onshore RMB Bond Fund</u>	31-Dec-2020
	EUR
<i>Net loss on investment activities</i>	
Net realised loss on investments	(2,683,180)
Net realised loss on foreign exchange	(259,118)
Net realised loss on investments and foreign exchange	<u>(2,942,298)</u>
Net unrealised gain on investments	36,990
Net unrealised gain on foreign exchange	5,297
Net unrealised loss on investments and foreign exchange	<u>42,287</u>

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

<u>GaveKal Asian Opportunities UCITS Fund</u>	31-Dec-2020	31-Dec-2019
	EUR	EUR
Financial assets		
Cost	186,832,450	184,321,214
Unrealised gain on investments including accrued income	27,864,425	23,670,092
Financial assets at fair value	<u>214,696,874</u>	<u>207,991,306</u>
Less accrued income on interest bearing securities	(295,633)	(320,941)
Financial assets at fair value	<u>214,401,241</u>	<u>207,670,365</u>

<u>GaveKal China Fixed Income Fund</u>	31-Dec-2020	31-Dec-2019
	USD	USD
Financial assets		
Cost	1,019,758,339	452,797,594
Unrealised gain on investments including accrued income	62,130,906	1,598,715
Financial assets at fair value	<u>1,081,889,246</u>	<u>454,396,309</u>
Less accrued income on interest bearing securities	(18,164,560)	(6,909,969)
Financial assets at fair value	<u>1,063,724,685</u>	<u>447,486,340</u>
Financial liabilities		
Unrealised loss on investments	(122,894)	-
Financial liabilities at fair value	<u>(122,894)</u>	<u>-</u>

<u>GaveKal China Onshore RMB Bond Fund</u>	31-Dec-2020
	EUR
Financial assets	
Cost	125,941,853
Unrealised gain on investments including accrued income	1,617,848
Financial assets at fair value	<u>127,559,701</u>
Less accrued income on interest bearing securities	(1,580,857)
Financial assets at fair value	<u>125,978,843</u>

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5. Accrued expenses

GaveKal Asian Opportunities UCITS Fund

	31-Dec-2020	31-Dec-2019
	EUR	EUR
Management fees	275,235	260,756
Administration and transfer agent fees	31,252	29,003
Depository fees	16,572	14,027
Audit fees	8,000	8,000
Other fees	93,448	81,309
	<u>424,507</u>	<u>393,095</u>

GaveKal China Fixed Income Fund

	31-Dec-2020	31-Dec-2019
	USD	USD
Management fees	481,760	209,558
Administration and transfer agent fees	141,112	72,098
Depository fees	54,882	24,837
Audit fees	9,773	8,970
Other fees	80,698	59,983
	<u>768,226</u>	<u>375,446</u>

GaveKal China Onshore RMB Bond Fund

	31-Dec-2020
	EUR
Management fees	52,597
Administration and transfer agent fees	13,624
Depository fees	5,514
Audit fees	8,000
Other fees	24,977
	<u>104,712</u>

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Notes to the Financial Statements (continued)

6. Cash and cash equivalents

<u>GaveKal Asian Opportunities UCITS Fund</u>	S&P Credit Rating	31-Dec-2020 EUR	31-Dec-2019 EUR
<i>Cash</i>			
Allied Irish Banks PLC	A-2	4	5
Société Générale S.A.	A-	5,538,420	2,981,115
UBS	A+	497,237	544,745
Ulster Bank	A-	1,705	5,775
		<u>6,037,366</u>	<u>3,531,640</u>

<u>GaveKal China Fixed Income Fund</u>		31-Dec-2020 USD	31-Dec-2019 USD
<i>Cash</i>			
Société Générale S.A.	A-	13,190,385	5,593,953

<u>GaveKal Global Asset Allocation UCITS Fund</u>		31-Dec-2020 USD	31-Dec-2019 USD
<i>Cash</i>			
Société Générale S.A.	A-	-	4,581,834
UBS	A+	-	2,850,361
		<u>-</u>	<u>7,432,195</u>

<u>GaveKal China Onshore RMB Bond Fund</u>		31-Dec-2020 EUR
<i>Cash</i>		
Société Générale S.A.	A-	910,033
		<u>910,033</u>

7. Redeemable participating Units

<u>GaveKal Asian Opportunities UCITS Fund</u>	Class A EUR	Class A GBP	Class A USD	Class B GBP
Number of Units issued and fully paid up at 1 January 2019	490,391	45,928	789,963	11,408
Issued during the financial year	48,700	-	76,849	-
Redeemed during the financial year	(216,646)	(2,274)	(129,647)	(6,019)
Balance at 31 December 2019 and 1 January 2020	<u>322,445</u>	<u>43,654</u>	<u>737,165</u>	<u>5,388</u>
Issued during the financial year	113,975	132	65,675	65
Redeemed during the financial year	(113,676)	-	(149,077)	(1,547)
Balance at 31 December 2020	<u>322,744</u>	<u>43,786</u>	<u>653,763</u>	<u>3,906</u>

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Notes to the Financial Statements (continued)

7. Redeemable participating Units (continued)

<u>GaveKal Asian Opportunities UCITS Fund</u>	Class C AUD	Class C GBP	Class C EUR	Class C USD	Class Select EUR
Number of Units issued and fully paid up at 1 January 2019	108,189	457	67,212	17,535	86,275
Issued during the financial year	-	-	11,592	3,887	-
Redeemed during the financial year	(54,223)	-	(39,809)	(14,696)	(40,275)
Balance at 31 December 2019 and 1 January 2020	53,966	457	38,995	6,726	46,000
Issued during the financial year	-	-	2,548	1,717	-
Redeemed during the financial year	(53,966)	(313)	(12,814)	(559)	-
Balance at 31 December 2020	-	144	28,729	7,885	46,000

<u>GaveKal China Fixed Income Fund</u>	Class A EUR	Class A USD	Class A3 EUR	Class C EUR	Class SE SEK
Number of Units issued and fully paid up at 1 January 2019	1,403,272	368,523	588,723	124,590	164,792
Issued during the financial year	1,568,054	346,131	85,277	50,187	-
Redeemed during the financial year	(1,113,270)	(162,271)	(536,411)	(29,465)	-
Balance at 31 December 2019 and 1 January 2020	1,858,056	552,383	137,589	145,312	164,792
Issued during the financial year	2,005,626	1,918,193	181,158	485,253	853,719
Redeemed during the financial year	(843,807)	(292,562)	(43,892)	(116,234)	(231,032)
Balance at 31 December 2020	3,019,875	2,178,014	274,855	514,331	787,478

<u>GaveKal China Fixed Income Fund</u>	Class A CNH	Class B EUR	Class B GBP
Number of Units issued and fully paid up at 1 January 2019	-	-	-
Issued during the financial year	397,544	31,934	26
Redeemed during the financial year	(65,050)	(650)	-
Balance at 31 December 2019 and 1 January 2020	332,493	31,284	26
Issued during the financial year	1,733,735	50,351	81,629
Redeemed during the financial year	(29,652)	(6,147)	(37)
Balance at 31 December 2020	2,036,577	75,488	81,618

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Notes to the Financial Statements (continued)

7. Redeemable participating Units (continued)

<u>GaveKal Global Asset Allocation UCITS Fund</u>	Class A USD	Class A1 EUR
Number of Units issued and fully paid up at 1 January 2019	117,251	300,000
Issued during the financial year	2,526	-
Redeemed during the financial year	(50,955)	-
Balance at 31 December 2019 and 1 January 2020	68,822	300,000
Issued during the financial year		
Redeemed during the financial year	(68,822)	(300,000)
Balance at 31 December 2020	-	-

<u>GaveKal China Onshore RMB Bond Fund</u>	Class A EUR	Class A SEK	Class A USD	Class B EUR
Balance at 31 December 2019 and 1 January 2020	-	-	-	-
Issued during the financial year	192,399	1,011,370	134,540	1,056,834
Redeemed during the financial year	(55)	-	-	(118,481)
Balance at 31 December 2020	192,344	1,011,370	134,540	938,353

8. Taxation

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

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

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

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

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

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Notes to the Financial Statements (continued)

9. Fees

(a) Management fees

GaveKal Fund Management (Ireland) Limited, the Manager to the Trust, was appointed in December 2005. During the financial year, GaveKal Asian Opportunities UCITS Fund paid to the Manager a fee at an annual rate not exceeding 2.0% of the Net Asset Value of the class C EUR, C USD and C GBP Shares, 1.5% of the class A EUR, A USD, A GBP, B GBP shares, 1% of the class Select EUR shares and nil for class C AUD shares on the Sub-Fund. Gavekal China Onshore RMB Bond Fund paid to the Manager a fee at an annual rate not exceeding 0.65% of the Net Asset Value of class A EUR, A GBP, A SEK and A USD and 0.45% of the class B EUR shares on the Sub-Fund. GaveKal Global Asset Allocation UCITS Fund paid to the Manager a fee at an annual rate not exceeding 1% of the Net Asset Value of the Sub-Fund. This management fee will only be charged by the Manager when the size of the Sub-Fund is above USD 30,000,000. GaveKal China Fixed Income Fund paid to the Manager a fee at an annual rate not exceeding 1.2% of the Net Asset Value of the class B EUR shares, 1% of the class C EUR shares and 0.5% of the class A EUR, A EUR (hedged), A USD, SE- SEK, RMB CNH, B GBP Distributing and A EUR Distributing shares on the Sub-Fund. The fees are paid monthly in arrears and accrue on each Dealing Day.

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

(b) Depositary and administration fees

Société Générale S.A. (Dublin Branch) is the Trustee of the Trust. The Trustee is entitled to receive a depositary fee of up to 0.015% of the Net Asset Value of each Sub-Fund, subject to a minimum annual fee of:

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

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

Société Générale Securities Services, SGSS (Ireland) Limited, the Administrator of the Trust, is entitled to receive fees of up to 0.06% of the Net Asset Value of each Sub-Fund, subject to a minimum annual fee of:

- EUR 42,000 for GaveKal Asian Opportunities UCITS Fund;
- USD 52,500 for GaveKal China Fixed Income Fund;
- USD 48,000 for GaveKal China Onshore RMB Bond Fund; and
- USD 48,000 for GaveKal Global Asset Allocation UCITS Fund.

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

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

(c) Audit fees

Fees and expenses paid to the statutory auditors, Deloitte Ireland LLP, in respect of the financial year, entirely relate to the audit of the financial statements of the Trust. There were no fees and expenses paid in respect of other assurance, tax advisory or non-audit services provided by the auditors for the financial years ended 31 December 2020 or 31 December 2019.

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

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Notes to the Financial Statements (continued)

9. Fees (continued)

(c) Audit fees (continued)

GaveKal Asian Opportunities UCITS Fund

	31-Dec-2020	31-Dec-2019
	EUR	EUR
Statutory Audit	8,000	8,000
Total	8,000	8,000

GaveKal China Fixed Income Fund

	31-Dec-2020	31-Dec-2019
	USD	USD
Statutory Audit	9,136	8,956
Total	9,136	8,956

GaveKal Global Asset Allocation UCITS Fund

	31-Dec-2020	31-Dec-2019
	USD	USD
Statutory Audit	8,964	8,960
Total	8,964	8,960

GaveKal China Onshore RMB Bond Fund

	31-Dec-2020
	EUR
Statutory Audit	8,000
Total	8,000

(d) Transaction costs

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

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

For the financial year ended 31 December 2020 and 2019, the Sub-Funds incurred transaction costs as follows:

GaveKal Asian Opportunities UCITS Fund

	31-Dec-2020	31-Dec-2019
	EUR	EUR
Purchases	1,350,682	1,118,142
Sales	1,937,776	1,143,673
Cash transaction fees	35,388	26,851
	3,323,846	2,288,666

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Notes to the Financial Statements (continued)

9. Fees (continued)

(d) Transaction costs (continued)

<u>GaveKal China Fixed Income Fund</u>	31-Dec-2020	31-Dec-2019
	USD	USD
Purchases	-	-
Cash transaction fees	66,587	43,276
	<u>66,587</u>	<u>43,276</u>

<u>GaveKal Global Asset Allocation UCITS Fund</u>	31-Dec-2020	31-Dec-2019
	USD	USD
Purchases	8,933	35,787
Sales	15,068	30,802
Cash transaction fees	1,727	2,894
	<u>25,728</u>	<u>69,483</u>

<u>GaveKal China Onshore RMB Bond Fund</u>	31-Dec-2020
	EUR
Purchases	-
Sales	-
Cash transaction fees	4,481
	<u>4,481</u>

10. Exchange rates

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

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

Currency	31-Dec-2020	31-Dec-2019
	EUR	EUR
AUD	0.6298	0.6258
CHF	0.9250	0.9214
CNH	0.1259	0.1281
GBP	1.1186	1.1826
HKD	0.1056	0.1145
IDR	0.0001	0.0001
INR	0.0112	0.0125
JPY	0.0079	0.0082
KRW	0.0008	0.0008
NZD	0.5880	0.6002
SGD	0.6194	0.6627
THB	0.0273	0.0300
TWD	0.0291	0.0297
USD	0.8186	0.8919
SEK	0.0995	-

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Notes to the Financial Statements (continued)

10. Exchange rates (continued)

GaveKal China Fixed Income Fund and GaveKal Global Asset Allocation UCITS Fund

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

Currency	31-Dec-2020	31-Dec-2019
	USD	USD
CAD	-	0.7698
CHF	1.1301	1.0333
CNH	0.1538	0.1436
CNY	-	0.1436
EUR	1.2216	1.1212
GBP	1.3665	1.3259
HKD	0.1290	0.1283
JPY	-	0.0092
KRW	-	0.0009
MXN	-	0.0528
SGD	0.7567	0.7431
ZAR	-	0.0714

11. Financial instruments and risk management

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

Derivatives exposure

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

(a) Market price risk

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

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Notes to the Financial Statements (continued)

11. Financial instruments and risk management (continued)

<u>GaveKal Asian Opportunities UCITS Fund</u>	31-Dec-20	31-Dec-19
	EUR	EUR
Net assets attributable to Unitholders	214,888,765	210,890,874
Securities held for trading	214,401,241	207,670,365
Effect of a 10% increase in prices	21,440,124	20,767,037
Effect of a 10% increase in prices on Net Assets attributable to Unitholders	236,328,890	231,657,911
Effect of a 10% decrease in prices on Net Assets attributable to Unitholders	193,448,641	190,123,838

GaveKal China Fixed Income Fund

As the GaveKal China Fixed Income Fund invests solely in fixed income securities, a market price risk analysis is not appropriate. The Fund has been analysed further in the Interest Risk note on page 45.

GaveKal China Onshore RMB Bond Fund

As the GaveKal China Onshore RMB Bond Fund invests solely in fixed income securities, a market price risk analysis is not appropriate. The Fund has been analysed further in the Interest Risk note on page 45.

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Notes to the Financial Statements (continued)

11. Financial instruments and risk management (continued)

(b) Currency risk

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

The following sets out the total exposure of the Sub-Funds to foreign currency risk as at 31 December 2020 and 31 December 2019.

<u>GaveKal Asian Opportunities UCITS Fund</u>	31-Dec-20	31-Dec-19
Currency	EUR	EUR
AUD	822,710	787,434
CHF	5,354	925
CNH	19,750,247	37,399,931
GBP	48,057	(4,659)
HKD	57,214,148	65,457,024
IDR	13,564,135	9,750,092
INR	7,790,577	35,682,805
JPY	29,719,483	2,786,452
KRW	44,161,372	14,856,194
NZD	3,306	3,372
SGD	11,603	12,401
TWD	17,312,515	20,566,721
USD	24,857,918	23,968,301
Total	<u>215,261,425</u>	<u>211,266,993</u>

<u>GaveKal China Fixed Income Fund</u>	31-Dec-20	31-Dec-19
Currency	USD	USD
CHF	862	1,037
CNH	1,010,060,517	445,868,028
EUR	247,195	195,397
GBP	(278,971)	(4,275)
HKD	345	342
SGD	18	7,166
Total	<u>1,010,029,966</u>	<u>446,067,695</u>

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Notes to the Financial Statements (continued)

11. Financial instruments and risk management (continued)

(b) Currency risk (continued)

<u>GaveKal China Onshore RMB Bond Fund</u>	31-Dec-20 EUR
Currency	
CNH	128,709,270
HKD	-
SEK	-
USD	(1,727)
CHF	(231)
GBP	(2,796)
Total	<u><u>128,704,516</u></u>

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

GaveKal Asian Opportunities UCITS Fund

As at 31 December 2020, had the EUR strengthened/weakened by 5% against the above currencies, the net assets attributable to Unitholders would have decreased/increased by approximately EUR 10,763,071 (2019: EUR 10,563,350).

GaveKal China Fixed Income Fund

As at 31 December 2020, had the USD strengthened/weakened by 5% against the above currencies, the net assets attributable to Unitholders would have decreased/increased by approximately USD 50,501,498 (2019: USD 22,303,385).

GaveKal China Onshore RMB Bond Fund

As at 31 December 2020, had the EUR strengthened/weakened by 5% against the above currencies, the net assets attributable to Unitholders would have decreased/increased by approximately EUR 6,435,226 (comparative figures are not applicable for GaveKal China Onshore RMB Bond Fund as the Sub-Fund launched on 15 May 2020).

(c) Interest rate risk

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

GaveKal Asian Opportunities UCITS Fund

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

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

	31-Dec-20	31-Dec-19
Average portfolio interest rate duration	0.79	0.72

An increase of 25 basis points in interest rates as at the reporting date would have decreased the net assets attributable to Unitholders by approximately EUR 46,817 (2019: EUR 43,800). A decrease of 25 basis points would have an equal but opposite effect.

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Notes to the Financial Statements (continued)

11. Financial instruments and risk management (continued)

(c) Interest rate risk (continued)

GaveKal China Fixed Income Fund

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

	31-Dec-20	31-Dec-19
Average portfolio interest rate duration	3.32	3.17

An increase of 25 basis points in interest rates as at the reporting date would have decreased the net assets attributable to Unitholders by approximately USD 8,828,915 (2019: USD 3,546,329). A decrease of 25 basis points would have an equal but opposite effect.

GaveKal China Onshore RMB Bond Fund

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

	31-Dec-20	31-Dec-19
Average portfolio interest rate duration	7.43	-

An increase of 25 basis points in interest rates as at the reporting date would have decreased the net assets attributable to Unitholders by approximately EUR 2,340,057 (2019: Nil). A decrease of 25 basis points would have an equal but opposite effect.

(d) Liquidity risk

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

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

GaveKal Asian Opportunities UCITS Fund

31-Dec-20	< 1 month EUR	< 1 year EUR
Unrealised loss on forward currency contracts	-	-
Accrued expenses	323,059	101,448
Redemptions payable	16,473	-
Payable for investments purchased	19,061,680	-
Net assets attributable to Unitholders	214,888,765	-
	234,289,977	101,448

31-Dec-19	< 1 month EUR	< 1 year EUR
Accrued expenses	303,785	89,310
Redemptions payable	281,611	-
Payable for investments purchased	1,375,836	-
Net assets attributable to Unitholders	210,890,874	-
	212,852,106	89,310

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Notes to the Financial Statements (continued)

11. Financial instruments and risk management (continued)

(d) Liquidity risk (continued)

GaveKal China Fixed Income Fund

31-Dec-20	< 1 month USD	< 1 year USD
Unrealised loss on forward currency contracts	122,894	-
Accrued expenses	677,755	90,471
Redemptions payable	1,524,049	-
Payable for investments purchased	4,643,324	-
Net assets attributable to Unitholders	1,102,655,288	-
	<u>1,109,623,309</u>	<u>90,471</u>
31-Dec-19	< 1 month USD	< 1 year USD
Accrued expenses	306,493	68,953
Redemptions payable	235,716	-
Payable for investments purchased	672,721	-
Net assets attributable to Unitholders	459,865,460	-
	<u>461,080,390</u>	<u>68,953</u>

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Notes to the Financial Statements (continued)

11. Financial instruments and risk management (continued)

(d) Liquidity risk (continued)

GaveKal China Onshore RMB Bond Fund

31-Dec-20	< 1 month	< 1 year
	EUR	EUR
Accrued expenses	71,735	32,977
Payable for investments purchased	7,786,821	-
Net assets attributable to Unitholders	128,605,178	-
	<u>136,463,734</u>	<u>32,977</u>

(e) Credit risk

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

Each Sub-Fund's maximum exposure to credit risk (not taking into account the value of any collateral or other security held) in the event that counterparties fail to perform their obligations as of 31 December 2020 in relation to each class of recognised financial assets, other than derivatives, is the carrying amount of those assets as indicated in the Statement of Financial Position.

Counterparty risk

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

A substantial portion of the assets of the Sub-Funds are held by the Depositary, which has a long term debt rating of A- (2019: A2) as issued by Moody's and A- (2019: A) as issued by Standard & Poors.

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

IFRS 7 requires disclosures in the Sub-Funds' financial statements surrounding offsetting assets and liabilities to enable the reader to evaluate the effect or potential effects on the Sub-Funds of netting arrangements, including rights of set-off associated with the Sub-Funds' recognised financial assets and financial liabilities. As at 31 December 2020 and 2019 the Sub-Funds did not have any master netting arrangements in place. The Sub-Funds do not meet the criteria for offsetting financial assets and liabilities in the statement of financial position as the Sub-Funds do not currently have a legally enforceable right to offset recognised amounts, as the right to offset is enforceable only on the occurrence of future events such as a default or bankruptcy.

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Notes to the Financial Statements (continued)

12. Fair value hierarchy

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

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

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

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

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

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Notes to the Financial Statements (continued)

12. Fair value hierarchy (continued)

GaveKal Asian Opportunities UCITS Fund

<u>31-Dec-20</u>	Total EUR	Level 1 EUR	Level 2 EUR	Level 3 EUR
Current assets				
Financial assets at fair value through profit or loss:				
- Equities	182,906,023	182,906,023	-	-
- Bonds	23,704,641	23,704,641	-	-
- Warrants	7,790,577	7,790,577	-	-
	214,401,241	214,401,241	-	-

<u>31-Dec-19</u>	Total EUR	Level 1 EUR	Level 2 EUR	Level 3 EUR
Current assets				
Financial assets at fair value through profit or loss:				
- Equities	147,653,959	147,653,959	-	-
- Bonds	24,333,600	24,333,600	-	-
- Warrants	35,682,806	35,682,806	-	-
	207,670,365	207,670,365	-	-

GaveKal China Fixed Income Fund

<u>31-Dec-20</u>	Total USD	Level 1 USD	Level 2 USD	Level 3 USD
Current assets				
Financial assets at fair value through profit or loss:				
- Bonds	1,063,724,685	1,054,498,032	-	9,226,653
Unrealised gain on forward currency contracts	-	-	-	-
	1,063,724,685	1,054,498,032	-	9,226,653

Current liabilities

Financial assets at fair value through profit or loss:				
Unrealised loss on forward currency contracts	(122,894)	-	(122,894)	-
	(122,894)	-	(122,894)	-

<u>31-Dec-19</u>	Total USD	Level 1 USD	Level 2 USD	Level 3 USD
Current assets				
Financial assets at fair value through profit or loss:				
- Bonds	447,486,340	438,868,127	-	8,618,213
Unrealised gain on forward currency contracts	95,794	-	95,794	-
	447,582,134	438,868,127	95,794	8,618,213

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Notes to the Financial Statements (continued)

12. Fair value hierarchy (continued)

GaveKal China Onshore RMB Bond Fund

<u>31-Dec-20</u>	Total	Level 1	Level 2	Level 3
	EUR	EUR	EUR	EUR
Current assets				
Financial assets at fair value through profit or loss:				
- Bonds	125,978,843	125,978,843	-	-
	125,978,843	125,978,843	-	-

As at 31 December 2020, a position held in Gavekal China Fixed Income Fund was valued using a single price source and was categorised as a Level 3 investment because of the inherent uncertainty associated with a single price source. The below table illustrates the movement in level 3 investments during the financial year ended 31 December 2020.

<u>GaveKal China Fixed Income Fund</u>	Financial instruments
	USD
Balance at 1 January 2020	9,072,877
Purchases	-
Sales	-
Gains recognised in statement of comprehensive income	640,670
Movements to/ (from) Level 3	-
Balance at 31 December 2020	9,713,548

Key sources of estimation uncertainty

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

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

13. Distributions

The Manager does not propose making a distribution out of the assets of any of the Sub-Funds for 2020 (2019: nil).

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Notes to the Financial Statements (continued)

14. Net Asset Values per Unit

<u>GaveKal Asian Opportunities UCITS Fund</u>	31-Dec-2020	31-Dec-2019	31-Dec-2018
Class A EUR			
Units	322,745	322,445	490,390
NAV per Unit EUR	273.24	241.15	199.87
Class A USD			
Units	653,764	737,165	789,963
NAV per Unit USD	188.98	153.08	129.74
Class A GBP			
Units	43,787	43,654	45,928
NAV per Unit GBP	218.65	182.53	160.84
Class B GBP			
Units	3,908	5,388	11,408
NAV per Unit GBP	217.40	182.34	161.15
Class C AUD			
Units	-	53,966	108,190
NAV per Unit AUD	-	244.45	203.13
Class C GBP			
Units	145	457	457
NAV per Unit GBP	171.64	144.00	127.52
Class C EUR			
Units	28,729	38,995	67,213
NAV per Unit EUR	161.58	143.32	119.38
Class C USD			
Units	7,885	6,726	17,535
NAV per Unit USD	169.22	137.76	117.33
Class Select EUR			
Units	46,000	46,000	86,275
NAV per Unit EUR	177.11	155.53	128.26

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Notes to the Financial Statements (continued)

14. Net Asset Values per Unit (continued)

<u>GaveKal China Fixed Income Fund</u>	31-Dec-2020	31-Dec-2019	31-Dec-2018
Class A EUR			
Units	3,019,875	1,858,056	1,403,272
NAV per Unit EUR	163.56	162.90	152.60
Class A USD			
Units	2,178,013	552,383	368,522
NAV per Unit USD	149.85	136.98	131.22
Class A3 EUR			
Units	274,856	137,589	588,724
NAV per Unit EUR	110.82	102.92	101.95
Class C EUR			
Units	514,332	145,312	124,591
NAV per Unit EUR	113.31	113.42	106.78
Class SE SEK			
Units	787,478	164,792	164,792
NAV per Unit SEK	105.74	110.06	99.64
Class RMB CNH			
Units	2,036,577	332,493	-
NAV per Unit CNH	106.47	104.20	-
Class B EUR			
Units	75,488	31,284	-
NAV per Unit EUR	101.31	101.61	-
Class B GBP			
Units	81,618	26	-
NAV per Unit GBP	104.97	98.89	-
<u>GaveKal China Onshore RMB Bond Fund</u>	31-Dec-2020		
Class A EUR			
Units	192,344		
NAV per Unit EUR	94.70		
Class A SEK			
Units	1,011,370		
NAV per Unit SEK	94.43		
Class A3 USD			
Units	134,540.04		
NAV per Unit USD	108.51		
Class B EUR			
Units	938,354		
NAV per Unit EUR	94.81		

GAVEKAL UCITS FUND
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Notes to the Financial Statements (continued)

15. Related party transactions

At 31 December 2020, the Directors of the Manager who served at any stage during the financial year held shares in the Sub-Funds as follows:

	Louis Vincent Gave	
	31-Dec-20	31-Dec-19
GaveKal Asian Opportunities UCITS Fund	-	-
GaveKal China Fixed Income Fund	26	26
GaveKal Global Asset Allocation UCITS Fund	-	-

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

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

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

16. Significant events during the financial year

On March 11, 2020, the World Health Organization officially declared COVID-19, the disease caused by novel coronavirus, a pandemic. The virus has spread across the globe, with major outbreaks across Asia, the Middle East, Europe and America. The Investment Advisor is closely monitoring the evolution of this pandemic, including how it may affect the economy and the general population. Global financial markets have reacted sharply to this news, with concerns regarding the economic impact this may have on a global scale. The eventual impact on the global economy and markets will largely depend upon the scale and the duration of the outbreak, which is highly uncertain and cannot be predicted. The longer term impact on the Sub-Funds will take longer to assess, but the Investment Advisor and service providers have enacted their respective business continuity plans and the Manager will continue to monitor this situation closely.

Gavekal China Onshore RMB Bond Fund launched on 15 May 2020.

Mr Joergen Buchholt was appointed as Director of the Manager with effect from 26 May 2020.

GaveKal Global Asset Allocation UCITS Fund terminated on 24 July 2020.

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

17. Subsequent events

John Mahon resigned as Director of the Manager on 31 March 2021.

Mr Michael Doyle was appointed as a Director of the Manager on 26 April 2021.

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

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Notes to the Financial Statements (continued)

18. Soft Commissions

In 2020, the Trust utilised soft dollar arrangements that are used for the payment of execution and research costs including market data covered under the Hong Kong Securities & Futures Ordinance. The Investment Advisor has established a number of commission sharing arrangements with several top tier brokers. These brokers retain part of their commissions designated as payments for research, analysis or price information including computer or other information facilities including performance measurement.

19. Approval of Financial Statements

The Manager approved and authorised the financial statements for issue on 27 April 2021.

GAVEKAL UCITS FUND
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Schedule of Investments

GaveKal Asian Opportunities UCITS Fund

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value EUR	% TNA
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS						
<i>Bonds</i>						
<i><u>Australia</u></i>						
Australia Government Bond	4.750%	21/04/2027	1,000,000	AUD	794,679	0.37%
					794,679	0.37%
<i><u>China</u></i>						
China Government Bond	3.950%	29/06/2043	30,000,000	CNH	4,088,479	1.90%
China Government Bond	4.100%	21/05/2045	20,000,000	CNH	2,765,706	1.29%
Export-Import Bank of China	4.150%	18/06/2027	1,000,000	CNH	132,871	0.06%
Shimao Property Holdings Limited	5.750%	15/03/2021	7,400,000	CNH	937,233	0.44%
					7,924,288	3.69%
<i><u>Hong Kong</u></i>						
China Construction Bank Asia	4.080%	18/11/2024	12,800,000	CNH	1,676,142	0.78%
					1,676,142	0.78%
<i><u>Indonesia</u></i>						
Indonesia Government Bond	8.375%	15/03/2024	105,500,000,000	IDR	6,770,004	3.15%
Indonesia Government Bond	7.000%	15/09/2030	70,000,000,000	IDR	4,416,438	2.06%
Indonesia Government Bond	7.000%	15/05/2022	35,000,000,000	IDR	2,123,089	0.99%
					13,309,532	6.19%
<i>Total Bonds</i>					23,704,641	11.03%
<i>Equities</i>						
<i><u>China</u></i>						
Tencent Holdings Ltd			202,800	HKD	12,077,037	5.62%
China Mengniu Dairy Co Ltd			1,715,000	HKD	8,474,680	3.94%
Baidu Inc			33,800	USD	5,982,820	2.78%
NetEase Inc			68,800	USD	5,393,506	2.51%
CNOOC Ltd			2,062,000	HKD	1,563,243	0.73%
JD.com Inc			103,950	HKD	3,753,738	1.75%
Semiconductor Manufacturing International Corp			1,238,000	HKD	2,888,858	1.34%
China Resources Land Ltd			846,000	HKD	2,858,470	1.33%
TAL Education Group			41,200	USD	2,411,666	1.12%
Country Garden Services Holdings Co Ltd			349,505	HKD	1,935,585	0.90%
Weibo Corp			45,300	USD	1,519,950	0.71%
Kweichow Moutai Co Ltd			22,200	CNH	5,583,324	2.60%
Midea Group Co Ltd			337,694	CNH	4,184,459	1.95%
					58,627,336	27.28%

GAVEKAL UCITS FUND
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Schedule of Investments (continued)

GaveKal Asian Opportunities UCITS Fund (continued)

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value	% TNA
<i><u>Hong Kong</u></i>						
AIA Group Ltd			854,600	HKD	8,572,349	3.99%
Galaxy Entertainment Group Ltd			867,000	HKD	5,515,558	2.57%
Hong Kong Exchanges and Clearing Ltd			121,300	HKD	5,443,310	2.53%
Sands China Ltd			1,126,000	HKD	4,048,264	1.88%
					23,579,481	10.97%
<i><u>Japan</u></i>						
Panasonic Corp			596,800	JPY	5,629,876	2.62%
Nintendo Co Ltd			10,400	JPY	5,424,976	2.52%
Sony Corp			57,100	JPY	4,653,514	2.17%
TDK Corp			31,900	JPY	3,928,098	1.83%
Orix Corp			273,600	JPY	3,435,176	1.60%
Sumitomo Mitsui Financial Group			131,600	JPY	3,324,412	1.55%
Mitsubishi UFJ Financial Group			915,900	JPY	3,310,158	1.54%
					29,706,212	13.82%
<i><u>Korea, Republic of</u></i>						
Samsung Electronics Co Ltd			245,093	KRW	14,956,517	6.96%
SK Hynix Inc			142,956	KRW	12,762,486	5.94%
Naver Corp			18,000	KRW	3,966,550	1.85%
NCSOFT Corp			5,140	KRW	3,605,183	1.68%
LG Household & Health Care Ltd			2,953	KRW	3,604,068	1.68%
Amorepacific Corp			22,828	KRW	3,542,824	1.65%
LG Chem Ltd			4,447	KRW	2,760,634	1.28%
LG Corp			23,800	KRW	1,568,916	0.73%
					46,767,179	21.76%
<i><u>Taiwan</u></i>						
Taiwan Semiconductor Manufacturing Co			941,000	TWD	14,530,786	6.76%
MediaTek Inc			126,000	TWD	2,742,299	1.28%
Wiwynn Corp			132,000	TWD	2,707,511	1.26%
Realtek Semiconductor Corp			187,000	TWD	2,127,582	0.99%
ASE Industrial Holding Co Ltd			894,000	TWD	2,117,638	0.99%
					24,225,815	11.27%
Total Equities					182,906,023	85.12%

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Schedule of Investments (continued)

GaveKal Asian Opportunities UCITS Fund (continued)

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value	% TNA
<i>Warrants</i>						
<i>India</i>						
ICICI Bank Ltd		19/02/2021	747,761	INR	4,481,957	2.09%
IndusInd Bank Ltd		19/02/2020	330,018	INR	3,308,620	1.54%
					<u>7,790,577</u>	<u>3.63%</u>
<i>Total Warrants</i>					<u><u>7,790,577</u></u>	<u><u>3.63%</u></u>
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS					<u><u>214,401,241</u></u>	<u><u>99.77%</u></u>
Financial assets and liabilities at fair value through profit or loss					214,401,241	99.77%
Cash and cash equivalents					6,037,366	2.81%
Other assets and liabilities					(5,549,841)	(2.58%)
Total net assets attributable to holders of redeemable participating shares					<u><u>214,888,764</u></u>	<u><u>100.00%</u></u>

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Schedule of Investments (continued)

Gavekal China Fixed Income Fund

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value USD	% TNA
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS						
<i>Bonds</i>						
<i>Australia</i>						
National Australia Bank	4.600%	07/09/2023	10,000,000	CNH	1,600,855	0.15%
					1,600,855	0.15%
<i>China</i>						
Zhenro Properties Group Ltd	7.400%	12/08/2021	147,000,000	CNH	22,639,659	2.05%
Sun Hung Kai Properties Capital Market Ltd	3.200%	14/08/2027	113,000,000	CNH	17,307,703	1.57%
Agricultural Bank Of China	3.800%	27/10/2030	201,000,000	CNH	32,159,876	2.92%
Fantasia Holdings Group Co Ltd	7.950%	05/07/2022	7,500,000	USD	7,559,850	0.69%
Bank Of China Macau	3.150%	21/09/2022	134,690,000	CNH	20,818,966	1.89%
Vigorous Champion International Ltd	3.300%	07/12/2021	150,000,000	CNH	23,071,822	2.09%
Shimao Property Holdings Ltd	5.750%	15/03/2021	39,200,000	CNH	6,065,273	0.55%
Fantasia Holdings Group Co Ltd	15.000%	18/12/2021	5,000,000	USD	5,381,450	0.49%
Wharf REIC Finance BVI Ltd	3.700%	16/07/2025	107,000,000	CNH	16,708,003	1.52%
Wharf REIC Finance BVI Ltd	3.200%	15/09/2023	72,000,000	CNH	11,102,597	1.01%
Redco Properties Group Ltd	9.900%	17/02/2024	4,000,000	USD	3,930,920	0.36%
DaFa Properties Group Ltd	12.375%	30/07/2022	3,000,000	USD	2,955,870	0.27%
CFID Cayman Investment Ltd	8.750%	28/09/2022	3,200,000	USD	2,945,408	0.27%
CFID Cayman Investment Ltd	9.000%	31/07/2021	3,000,000	USD	2,869,650	0.26%
Fantasia Holdings Group Co Ltd	12.250%	18/10/2022	2,000,000	USD	2,143,680	0.19%
Redsun Properties Group Ltd	10.500%	03/10/2022	2,000,000	USD	2,129,580	0.19%
Ronshine China Holdings Ltd	8.750%	25/10/2022	2,000,000	USD	2,071,260	0.19%
CFID Cayman Investment Ltd	8.625%	28/02/2021	2,000,000	USD	1,972,200	0.18%
Ronshine China Holdings Ltd	5.250%	03/12/2021	2,000,000	USD	1,994,720	0.18%
Fantasia Holdings Group Co Ltd	9.875%	19/10/2023	1,300,000	USD	1,321,632	0.12%
Redco Properties Group Ltd	11.000%	06/08/2022	1,250,000	USD	1,290,650	0.12%
Fantasia Holdings Group Co Ltd	11.750%	17/04/2022	1,000,000	USD	1,056,820	0.10%
Fantasia Holdings Group Co Ltd	6.950%	17/12/2021	1,000,000	USD	1,005,900	0.09%
CFID Cayman Investment Ltd	7.125%	08/04/2022	1,000,000	USD	937,660	0.09%
CFID Cayman Investment Ltd	6.920%	16/06/2022	1,000,000	USD	908,650	0.08%
Easy Tactic Ltd	7.000%	25/04/2021	8,900,000	USD	8,799,163	0.80%
Redco Properties Group Ltd	8.500%	19/08/2021	500,000	USD	502,015	0.05%
China Government Bond	2.850%	04/06/2027	630,000,000	CNH	95,069,169	8.62%
China Government Bond	1.990%	09/04/2025	600,000,000	CNH	88,673,669	8.04%
China Government Bond	2.360%	02/07/2023	580,000,000	CNH	88,134,955	7.99%
Export Import Bank Of China	2.930%	02/03/2025	350,000,000	CNH	53,171,431	4.82%
Agricultural Development Bank Of China	2.250%	22/04/2025	250,000,000	CNH	36,932,753	3.35%
China Development Bank	2.890%	22/06/2025	220,000,000	CNH	33,384,490	3.03%
China Development Bank	3.420%	02/07/2024	150,000,000	CNH	23,277,230	2.11%

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Schedule of Investments (continued)

GaveKal China Fixed Income Fund (continued)

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value USD	% TNA
Export Import Bank Of China	2.170%	07/04/2023	150,000,000	CNH	22,664,119	2.06%
China Development Bank	3.480%	08/01/2029	130,000,000	CNH	19,816,359	1.80%
China Development Bank	3.230%	10/01/2025	100,000,000	CNH	15,397,438	1.40%
Bank Of China Ltd	4.200%	21/09/2030	100,000,000	CNH	15,315,321	1.39%
Export Import Bank Of China	3.230%	23/03/2030	90,000,000	CNH	13,413,362	1.22%
China Government Bond	2.880%	05/11/2023	70,000,000	CNH	10,785,634	0.98%
Export Import Bank Of China	3.340%	04/09/2023	60,000,000	CNH	9,301,619	0.84%
China Three Gorges Corp	2.930%	05/03/2023	60,000,000	CNH	9,118,240	0.83%
Bank Of Communications Co Ltd	3.250%	22/11/2021	60,000,000	CNH	9,247,828	0.84%
Agricultural Development Bank Of	4.980%	12/01/2025	50,000,000	CNH	8,187,386	0.74%
Industrial and Commercial Bank Of	4.400%	26/04/2029	50,000,000	CNH	7,770,418	0.70%
Agricultural Development Bank Of	2.200%	01/04/2023	50,000,000	CNH	7,560,435	0.69%
Agricultural Development Bank Of	2.960%	17/04/2030	50,000,000	CNH	7,285,596	0.66%
China Government Bond	3.390%	16/03/2050	50,000,000	CNH	7,167,956	0.65%
Agricultural Development Bank Of	3.740%	12/07/2029	40,000,000	CNH	6,195,451	0.56%
China Development Bank	3.090%	18/06/2030	40,000,000	CNH	5,896,200	0.53%
China Three Gorges Corp	4.090%	03/12/2023	30,000,000	CNH	4,684,395	0.42%
China Development Bank	3.100%	21/11/2022	30,000,000	CNH	4,627,328	0.42%
Agricultural Development Bank Of	3.750%	25/01/2029	20,000,000	CNH	3,101,416	0.28%
Export Import Bank Of China	3.260%	24/02/2027	15,000,000	CNH	2,285,338	0.21%
China Government Bond	3.810%	14/09/2050	10,000,000	CNH	1,559,981	0.14%
China Development Bank	1.860%	09/04/2023	10,000,000	CNH	1,502,161	0.14%
Greenland Global Investment Ltd	7.125%	20/03/2021	37,670,000	CNH	5,687,024	0.52%
Franshion Brilliant Ltd	5.200%	08/03/2021	20,000,000	CNH	3,081,271	0.28%
Rongxingda Development BVI Ltd	9.000%	15/07/2021	2,400,000	USD	2,416,392	0.22%
Rongxingda Development BVI Ltd	8.750%	28/01/2021	2,000,000	USD	2,007,440	0.18%
Easy Tactic Ltd	8.875%	27/09/2021	1,800,000	USD	1,779,876	0.16%
Easy Tactic Ltd	8.750%	10/01/2021	1,602,000	USD	1,601,439	0.15%
Easy Tactic Ltd	12.375%	18/11/2022	1,000,000	USD	1,011,520	0.09%
Rongxingda Development BVI Ltd	8.000%	24/04/2022	1,000,000	USD	986,690	0.09%
Easy Tactic Ltd	5.750%	13/01/2022	1,000,000	USD	946,270	0.09%
China Government Bond	3.310%	30/11/2025	1,000,000	CNH	158,885	0.01%
					832,855,461	75.53%
<u>Germany</u>						
Daimler International Finance BV	3.450%	27/09/2022	114,000,000	CNH	17,689,818	1.60%
Daimler International Finance BV	4.500%	21/09/2021	33,000,000	CNH	5,134,286	0.47%
Daimler International Finance BV	3.780%	22/03/2022	14,000,000	CNH	2,175,103	0.20%
BSH Bosch GmbH	4.375%	25/07/2022	50,000,000	CNH	7,842,270	0.71%
					32,841,478	2.98%
<u>Other Latin America</u>						
Central American Bank For Economic Integration	4.200%	21/09/2021	43,000,000	CNH	6,717,936	0.61%
					6,717,936	0.61%

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Schedule of Investments (continued)

GaveKal China Fixed Income Fund (continued)

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value USD	% TNA
<i><u>Hong Kong</u></i>						
Far East Horizon Ltd	4.900%	27/02/2021	174,540,000	CNH	26,851,606	2.44%
Sinopec Century Bright Capital Investment Ltd	4.500%	31/10/2021	59,030,000	CNH	9,178,703	0.83%
China South City Holdings Ltd	11.500%	11/08/2021	7,500,000	USD	7,637,325	0.69%
China South City Holdings Ltd	6.750%	13/09/2021	5,750,000	USD	5,676,458	0.51%
China South City Holdings Ltd	11.875%	27/03/2021	1,000,000	USD	1,011,610	0.09%
Vanke Real Estate Hong Kong Co I	3.850%	13/06/2022	2,500,000	CNH	387,771	0.04%
					50,743,472	4.60%
<i><u>Korea</u></i>						
Hyundai Capital Services Inc	3.550%	21/09/2023	198,000,000	CNH	30,706,457	2.78%
The Export Import Bank Of Korea	2.650%	03/08/2023	20,000,000	CNH	3,055,160	0.28%
					33,761,617	3.06%
<i><u>Netherlands</u></i>						
Volkswagen International Finance N	3.400%	08/12/2023	120,000,000	CNH	18,713,682	1.70%
BMW Finance NV	2.800%	11/08/2023	30,000,000	CNH	4,605,345	0.42%
					23,319,027	2.11%
<i><u>Philippines</u></i>						
Philippine Government International	5.000%	23/03/2021	9,000,000	CNH	1,388,164	0.13%
					1,388,164	0.13%
<i><u>Portugal</u></i>						
Portugal Government International	4.090%	03/06/2022	150,000,000	CNH	23,160,282	2.10%
					23,160,282	2.10%
<i><u>Middle East</u></i>						
Arab Petroleum Investments Corp	4.700%	13/03/2021	10,000,000	CNH	1,542,035	0.14%
Emirate Of Sharjah Government Int	5.800%	02/02/2021	60,000,000	CNH	9,226,653	0.84%
First Abu Dhabi Bank PJSC	3.400%	18/08/2025	48,000,000	CNH	7,411,955	0.67%
Emirates NBD Bank PJSC	4.050%	24/09/2025	30,000,000	CNH	4,656,369	0.42%
QNB Finance Ltd	4.350%	29/01/2022	62,000,000	CNH	9,656,436	0.88%
QNB Finance Ltd	3.850%	10/07/2025	45,000,000	CNH	7,000,504	0.63%
QNB Finance Ltd	3.800%	17/06/2025	40,000,000	CNH	6,219,072	0.56%
QNB Finance Ltd	3.500%	09/03/2026	34,500,000	CNH	5,268,904	0.48%
QNB Finance Ltd	3.800%	25/04/2022	29,000,000	CNH	4,489,316	0.41%
QNB Finance Ltd	3.800%	15/09/2025	5,000,000	CNH	778,168	0.07%
First Abu Dhabi Bank PJSC	4.500%	10/09/2021	7,000,000	CNH	1,086,981	0.10%
					57,336,393	5.20%

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Schedule of Investments (continued)

GaveKal China Fixed Income Fund (continued)

Forward foreign currency contracts

Buy		Sell		Maturity	Contract rate	Fair value USD % of TNA	
819,174	USD	(665,833)	EUR	04/01/2021	1.222	5,727	0.00%
55,541	EUR	(67,700)	USD	04/01/2021	1.222	154	0.00%
3,525	USD	(2,880)	EUR	05/01/2021	1.222	6	0.00%
Total Forward foreign currency contracts						5,887	0.00%
Total financial assets at fair value through profit and loss						1,063,730,572	96.46%

FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

Forward foreign currency contracts

Buy		Sell		Maturity	Contract rate	Fair value USD % of TNA	
27,693	EUR	(33,892)	USD	06/01/2021	1.222	(60)	(0.00%)
790,489	EUR	(973,138)	USD	29/01/2021	1.222	(6,840)	(0.00%)
29,583,622	EUR	(36,285,052)	USD	29/01/2021	1.222	(121,881)	(0.01%)
Total Forward foreign currency contracts						(128,781)	(0.01%)
Total financial liabilities at fair value through profit and loss						(128,781)	(0.01%)

Financial assets and liabilities at fair value through profit or loss	1,063,601,791	96.45%
Cash and cash equivalents	13,190,385	1.20%
Other assets and liabilities	25,863,111	2.35%
Net assets attributable to holders of redeemable participating shares	1,102,655,288	100.00%

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Schedule of Investments (continued)

GaveKal China Onshore RMB Bond Fund

Asset description	Coupon	Maturity	Quantity	Ccy	Fair value EUR	% TNA
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS						
<i>Exchange Traded Bonds</i>						
<i>China</i>						
China Government Bond	2.360%	02/07/2023	280,000,000	CNH	34,828,091	27.08%
China Government Bond	3.810%	14/09/2050	180,000,000	CNH	22,984,933	17.87%
China Government Bond	2.850%	04/06/2027	120,000,000	CNH	14,822,854	11.52%
China Government Bond	3.390%	16/03/2050	100,000,000	CNH	11,734,829	9.12%
China Government Bond	1.990%	09/04/2025	80,000,000	CNH	9,677,983	7.52%
China Government Bond	2.640%	13/08/2022	60,000,000	CNH	7,540,878	5.86%
Agricultural Development Bank Of China	3.240%	14/08/2024	30,000,000	CNH	3,786,753	2.94%
China Development Bank	3.700%	20/10/2030	20,000,000	CNH	2,551,691	1.98%
China Development Bank	3.090%	18/06/2030	20,000,000	CNH	2,413,202	1.88%
China Development Bank	3.230%	10/01/2025	10,000,000	CNH	1,260,375	0.98%
Agricultural Development Bank Of China	3.790%	26/10/2030	10,000,000	CNH	1,273,026	0.99%
Export Import Bank Of China	2.950%	10/08/2022	10,000,000	CNH	1,260,539	0.98%
Export Import Bank Of China	2.930%	02/03/2025	10,000,000	CNH	1,243,546	0.97%
Export Import Bank Of China	3.740%	16/11/2030	10,000,000	CNH	1,268,431	0.99%
Peoples Republic Of China	3.280%	03/12/2027	10,000,000	CNH	1,267,475	0.99%
Peoples Republic Of China	3.020%	22/10/2025	10,000,000	CNH	1,263,182	0.98%
Peoples Republic Of China	2.930%	10/12/2022	10,000,000	CNH	1,264,076	0.98%
Agricultural Development Bank Of China	2.200%	01/04/2023	10,000,000	CNH	1,237,736	0.96%
Export Import Bank Of China	2.170%	07/04/2023	10,000,000	CNH	1,236,799	0.96%
China Development Bank	1.860%	09/04/2023	10,000,000	CNH	1,229,611	0.96%
Agricultural Development Bank Of China	2.250%	22/04/2025	10,000,000	CNH	1,209,270	0.94%
Export Import Bank Of China	3.260%	24/02/2027	5,000,000	CNH	623,563	0.48%
Peoples Republic Of China	2.880%	05/11/2023	-	CNH	-	0.00%
					125,978,843	97.94%
Total financial assets at fair value through profit or loss					125,978,843	97.94%
Cash and cash equivalents					910,034	0.71%
Other assets and liabilities					1,742,713	1.35%
Net assets attributable to holders of redeemable participating shares					128,631,590	100.00%

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Schedule of Portfolio Changes (Unaudited)

GaveKal Asian Opportunities UCITS Fund

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

Largest Purchases	Cost EUR	% of total purchases	Largest Sales	Proceeds EUR	% of total sales
Meituan Dianping	46,683,401	5.81%	Meituan Dianping	61,128,168	7.29%
HK Exchanges & Clearing Ltd	29,673,645	3.69%	HK Exchanges & Clearing Ltd	19,989,662	3.29%
Samsung Electronics Co Ltd	26,143,160	3.25%	Samsung Electronics Co Ltd	16,557,481	2.74%
SK Hynix Inc	25,352,888	3.15%	Alibaba Group Holdings Ltd	14,466,131	2.45%
NCSOFT Corp	21,398,436	2.66%	NCSOFT Corp	12,179,288	2.39%
TDK Corp	20,238,050	2.52%	HDFC Bank Ltd	11,837,401	2.38%
Guangdong Investment Ltd	19,488,510	2.42%	ICICI Bank Ltd	11,704,995	2.36%
Taiwan Semiconductor Manufacturing Co Ltd	15,560,034	1.94%	Guangdong Investment Ltd	11,210,183	2.34%
Murata Manufacturing Co Ltd	14,483,641	1.80%	SK Hynix Inc	10,990,093	2.29%
Sony Corp	14,374,489	1.79%	TDK Corp	9,759,148	2.06%
ICICI Bank Ltd	13,895,653	1.73%	AIA Group Ltd	9,322,082	1.80%
Sands China Ltd	13,311,526	1.66%	Geely Automobile Holding Ltd	8,856,506	1.75%
JD.com Inc	12,985,645	1.62%	Murata Manufacturing	8,748,343	1.64%
AIA Group Ltd	12,707,809	1.58%	Pinduoduo Inc	8,723,869	1.60%
HDFC Bank Ltd	12,355,190	1.54%	China Resources Land Ltd	8,256,088	1.56%
Naver Corp	11,968,279	1.49%	Sony Corp	7,440,766	1.46%
LG Household & Health Care Ltd	11,468,270	1.43%	Reliance Industries Ltd	7,288,648	1.41%
China Mengniu Dairy Co Ltd	11,338,438	1.41%	LG Chem Ltd	6,891,276	1.36%
Citic Securities Co Ltd	11,330,905	1.41%	Taiwan Semiconductor Manufacturing Co Ltd	6,496,808	1.35%
Sands China Ltd	10,656,823	1.33%	Sany Heavy Industry Co Ltd	6,496,061	1.33%
CK Asset Holdings Ltd	10,362,565	1.29%	BJ New Building Materials Co Ltd	6,232,559	1.31%
China Yangtze Power Co Ltd	10,024,024	1.25%	Sun Art Retail Group Ltd	6,175,483	1.31%
Alibaba Group Holdings Ltd	9,999,528	1.24%	Citic Securities Co Ltd	6,137,952	1.26%
Weichai Power Co Ltd	9,994,132	1.24%	China Yangtze Power Co Ltd	5,908,871	1.23%
Budweiser Brewing Co Ltd	9,910,095	1.23%	CK Asset Holdings Ltd	5,613,452	1.22%
China Life Insurance Co Ltd	9,736,525	1.21%	Weichai Power Co Ltd	5,408,493	1.20%
Nintendo Co Ltd	9,620,634	1.20%	Alibaba Group	4,755,391	1.19%
LG Chem Ltd	9,461,328	1.18%	Budweiser Brewing Co Ltd	4,553,628	1.16%
Reliance Industries Ltd	8,934,948	1.11%	Hon Hai Precision Industry Co Ltd	4,497,886	1.11%
Tencent Holdings Ltd	8,591,207	1.07%	Li Ning Co Ltd	4,496,679	1.11%
Samsung SDI	8,383,149	1.04%	JD.com Inc	4,412,023	1.06%
Kweichow Moutai Co Ltd	8,098,645	1.01%	Samsung SDI	4,308,981	1.06%
Gree Electric Appliances Inc	8,050,392	1.00%	Han's Laser Technology Industry Group Co Ltd	4,194,935	1.06%

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Schedule of Portfolio Changes (Unaudited) (continued)

GaveKal China Fixed Income Fund

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

Largest Purchases	Cost USD	% of total purchases	Largest Sales	Proceeds USD	% of total sales
China Govt 1.99% 04/25	155,511,944	9.27%	China Govt 3.29% 05/29	78,012,151	7.02%
China Govt 2.85% 06/27	90,961,099	5.42%	China Govt 1.99% 04/25	69,456,848	6.25%
China Govt 2.36% 07/23	85,000,029	5.06%	China Govt 3.25% 11/28	57,601,943	5.18%
China Dev 2.89% 06/25	53,529,237	3.19%	China Govt 2.94% 10/24	56,586,537	5.09%
Exp-Imp 2.93% 03/25	50,954,935	3.04%	China Govt 3.19% 04/24	56,032,123	5.04%
China Govt 3.25% 06/26	47,218,481	2.81%	China Govt 3.25% 06/26	47,477,939	4.27%
China Govt 3.29% 05/29	45,532,763	2.71%	China Govt 3.12% 12/26	40,105,387	3.61%
China Govt 2.94% 10/24	41,054,131	2.45%	China Govt 3.22% 12/25	33,891,356	3.05%
China Govt 3.12% 12/26	39,659,873	2.36%	China Dev 3.68% 02/26	21,355,099	1.92%
China Govt 3.19% 04/24	36,743,494	2.19%	China Dev 2.89% 06/25	21,256,292	1.91%
Agrcl 2.25% 04/25	35,938,926	2.14%	China Govt 3.13% 11/29	17,722,024	1.59%
Agrcl 3.8% 10/30	30,162,970	1.80%	China Dev 3.43% 01/20	16,366,851	1.47%
Hyundai 3.55% 09/23	29,032,946	1.73%	Sun Hung Kai Properties 3.2% 08/27	16,027,594	1.44%
China Govt 3.22% 12/25	26,813,628	1.60%	Fantasia 11.875% 09/20	15,940,226	1.43%
China Govt 3.25% 11/28	25,064,846	1.49%	China Govt 4.08% 10/48	14,190,695	1.28%
Bank of China 3.15% 09/22	23,316,536	1.39%	China Govt 3.36% 05/22	13,362,677	1.20%
Zhenro 7.4% 08/21	23,258,296	1.39%	Eastern Creation 3.4% 11/22	13,029,831	1.17%
Vigorous 3.3% 12/21	22,808,966	1.36%	Daimler 4.5% 09/21	13,001,151	1.17%
China Dev 3.42% 07/24	22,122,105	1.32%	China Govt 1.86% 04/23	12,641,644	1.14%
Exp-Imp 2.17% 04/23	22,105,690	1.32%	BMW Finance 4.4% 09/21	11,688,193	1.05%
Volks 3.4% 12/23	21,703,910	1.29%	British Columbia 4.8% 11/20	11,477,746	1.03%
Wharf REIC 3.7% 07/25	21,683,851	1.29%	Daimler 3.78% 03/22	11,321,434	1.02%
China Dev 3.68% 02/26	20,660,802	1.23%			
China Dev 3.48% 07/29	18,975,669	1.13%			
China Govt 3.13% 11/29	17,605,398	1.05%			
Wharf REIC 3.2% 09/23	17,435,158	1.04%			

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Schedule of Portfolio Changes (Unaudited) (continued)

GaveKal Global Asset Allocation UCITS Fund

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

Largest Purchases	Cost USD	% of total purchases	Largest Sales	Proceeds USD	% of total sales
iShares MSCI South Africa ETF	3,266,368	27.60%	iShares China Large-Cap ETF	4,924,725	26.99%
iShares China Large-Cap ETF	2,605,577	22.01%	iShare MSCI South Africa ETF	3,554,106	19.48%
iShares MSCI South Korea ETF	1,976,801	16.70%	Market Vectors Russia ETF	2,664,559	14.60%
SPDR S&P 500 ETF	1,873,168	15.83%	iShares MSCI Brazil ETF	2,561,191	14.04%
iShares MSCI Brazil ETF	676,864	5.72%	iShares MSCI South Korea ETF	2,048,051	11.23%
iShares MSCI Mexico ETF	667,997	5.64%	SPDR S&P 500 ETF	1,703,595	9.34%
Market Vectors Russia ETF	663,604	5.61%	iShares MSCI Mexico ETF	683,089	3.74%

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Schedule of Portfolio Changes (Unaudited) (continued)

GaveKal China Onshore RMB Bond Fund

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

Largest Purchases	Cost EUR	% of total purchases	Largest Sales	Proceeds EUR	% of total sales
China Govt 2.36% 07/23	34,629,436	15.34%	Agrcl 2.20% 04/23	1,255,155	14.04%
China Govt 2.85% 06/27	28,253,040	12.52%	Agrcl 2.25% 04/25	2,435,213	12.28%
Rep China 3.81% 09/50	22,689,258	10.05%	China Govt 2.85% 06/27	13,631,226	9.09%
China Govt 1.99% 04/25	22,387,427	9.92%	China Govt 1.99% 04/25	11,926,122	7.82%
China Govt 3.39% 03/50	14,752,192	6.54%	China Govt 2.94% 10/24	8,821,328	6.53%
China Govt 2.64% 08/22	12,697,287	5.63%	China Govt 3.25% 06/26	7,589,412	5.14%
China Govt 2.94% 10/24	9,303,756	4.12%	China Govt 3.22% 12/25	6,340,209	4.14%
China Govt 3.25% 06/26	7,924,193	3.51%	China Govt 2.64% 08/22	4,993,416	3.96%
China Govt 3.22% 12/25	6,679,120	2.96%	China Govt 3.19% 04/24	4,018,114	3.94%
Exp Imp 2.93% 03/25	4,991,699	2.21%	China Govt 3.76% 08/23	3,847,253	3.84%
China Govt 3.19% 04/24	4,080,303	1.81%	China Govt 3.29% 05/29	3,828,891	3.81%
China Govt 3.29% 05/29	4,022,304	1.78%	China Govt 2.86% 07/30	3,732,162	3.69%
Agrcl 3.24% 08/24	3,835,151	1.70%	Exp Imp 2.93% 03/25	3,694,337	2.60%
China Govt 3.76% 08/23	3,827,215	1.70%	China Govt 2.68% 05/30	3,580,548	2.58%
China Dev 3.23% 01/25	3,779,373	1.67%	China Dev 3.23% 01/25	2,526,103	2.56%
China Govt 2.68% 05/30	3,772,744	1.67%	China Treasury 07/20	2,504,069	2.36%
Agrcl 2.25% 04/25	3,632,466	1.61%	China Dev 2.89% 06/25	2,487,843	2.51%
China Govt 2.86% 07/30	3,606,344	1.60%	Agrcl 2.25% 04/25	2,435,213	2.51%
China Dev 3.7% 10/30	2,542,700	1.13%	China Govt 3.39% 03/50	2,290,676	1.31%
China Govt 3.02% 10/25	2,528,845	1.12%	China Govt 3.54% 08/28	1,292,773	1.30%
China Treasury 07/20	2,526,861	1.12%	China Govt 3.02% 10/25	1,272,990	1.29%
Exp Impr 2.95% 08/22	2,519,447	1.12%	China Govt 3% 08/23	1,263,908	1.29%
China Dev 2.89% 06/25	2,497,257	1.11%			
Agrcl 2.20% 04/23	2,491,310	1.10%			
China Dev 3.09% 06/30	2,382,246	1.06%			

GAVEKAL UCITS FUND
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Disclosure of Remuneration (unaudited)

The Manager has established a remuneration policy in accordance with the UCITS Regulations, which transpose the relevant provisions of Directive 2009/65/EC (as amended, the “UCITS Directive”) and the Guidelines on Sound Remuneration Policies issued by the European Securities and Markets Authority under the UCITS Directive (the “ESMA Guidelines”) into Irish law. A copy of this policy is available on <http://web.gavekal-capital.com/>

The Remuneration Policy applies to those categories of staff of the Manager whose professional activities have a material impact on the risk profile of the Trust or the Funds (“Identified Staff”). The Identified Staff of the Manager are stated in the remuneration policy as being the Directors, the Designated Persons supplied by Bridge Consulting Limited and selected staff of the Investment Advisor. While certain Directors are paid a fixed annual fee for their services to the Manager, Directors who are employees of the Investment Advisor are not paid any fee for their services as a Director. The Manager shall also pay a fixed fee to Bridge Consulting Limited for the provision of the designated persons to the Manager. Please see Note 9 for details of the total remuneration for the financial year paid by the Trust to the Directors and Bridge Consulting Limited. No variable remuneration was paid by the Trust to the Directors or by the Manager to Bridge Consulting Limited.

The Manager has delegated investment management (including risk management) to the Investment Advisor. No remuneration has been paid to the staff of the Investment Advisor by the Manager. The Investment Advisor pays remuneration to its staff in accordance with its own remuneration policy. The Investment Advisor applies proportionality to the Pay-Out Process rules on the grounds of the Investment Advisor’s size, nature, scope and complexity of its activities.