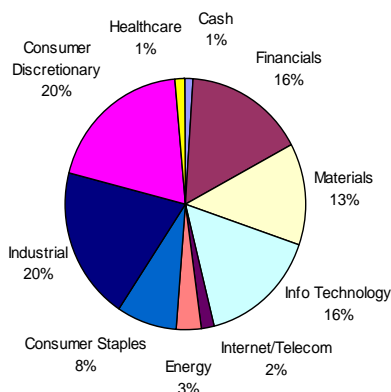


Hamon Greater China Fund

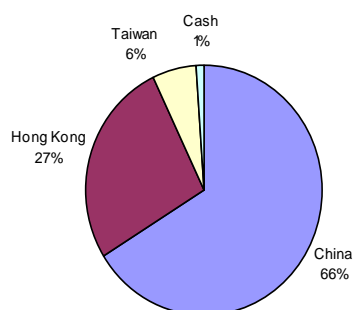
30 April 2010

Unit Price
US\$11.13

Sector Weighting



Country Weighting



Fund Details

The investment objective of the Hamon Greater China Fund is to achieve capital appreciation by investing in the shares of the Greater China region, including China, Taiwan and Hong Kong

Launch date	10/3/2008
Authorisation	SFC and UCITS approved
Bloomberg Code	HAMGRCH ID
Dealing	Daily
Investment Advisor	Hamon Asset Mgmt. Ltd.

Important Information:

Investment involves risk. Past performance is not indicative to future performance. The fund may invest in emerging markets, smaller companies and derivative instruments and thus involve higher risk and volatility. Before investing, please refer to the offering document(s) for details, including the risk factors.

The document is issued by Hamon Investment Group and has not been reviewed by the SFC. It is not a recommendation, an offer or invitation to investment. Consult your financial advisor before making any investment decisions.

Fund in figures (NAV to NAV, with dividend reinvested)

Cumulative Performance % in US\$

(NAV in US\$)
Source: BNY Mellon, Bloomberg

	Apr 10	YTD	1 yr	Since Incept. (10 Mar 2008)
Hamon Greater China Fund	-1.14%	-3.76%	58.29%	11.26%
MSCI AC Golden Dragon Net USD Index	0.09%	-1.38%	39.76%	-4.15%

Calendar Year Performance % in US\$

	2009	2008	2007	2006	2005
Hamon Greater China Fund	125.79%	-48.80%	-	-	-
MSCI AC Golden Dragon Net USD	66.66%	-41.68%	-	-	-

Highlights

- Markets corrected over fears of the European debt crisis and Chinese policy to control the property market.
- China's macro-assessment reflects supportive fundamentals that continue to underline the sustainability of the economy.
- Chinese government has issued guidelines on overseas companies to be listed in A-share market.

Fund Review

The China/HK markets experienced a correction in April, underperforming the Asian region, as there were sovereign credit downgrades in western Europe and the Chinese Central government continued to introduce measures to dampen the property market. The Fund fell 1.1% in April, while the benchmark was flat. The Fund's underperformance was due to the Fund's B-share exposure, as well as US-listed Chinese companies and property names.

On the other hand, China's macro assessment was more upbeat, suggesting that the fundamentals of the economy remain intact. China's economy expanded 11.9% YoY during the first quarter, with a significant data point showing that final consumption accounted for 52% of the GDP reading. This point further suggests that consumption remains robust, and will be a key driver for economic growth.

Thanks to recovering utilisation ratios and continuing low cost of raw materials, listed domestic companies continued to report strong earnings growth of 63% YoY (according to Wind, a local financial information provider) with expanding net margins, contrary to market sentiment at present.

The State Council put forward initiatives to help cool down the property market, raising the minimum down payment of a second home to 50% from 40%, and investors may witness a steady correction in the physical property market for 2010. Economic growth remains on track. Urbanisation will continue, while manufacturers are moving closer to inland and rural markets. The second tier cities of the West and Central China will drive the growth of China. Given the current attractive valuations and long-term growth potential, we continue to increase exposure in some Chinese companies whose markets focus on second tier cities.

As China continues to put efforts to opening up its RMB account, the State Council has issued guidelines allowing qualified overseas companies to be listed on the A-share market, while also permitting A-share listed companies to attract more strategic investors from overseas. A-shares are currently trading at 16 – 17x '10 PE with more than 30% EPS growth for the year, while selected large caps are trading at discounts to their H-share peers. Nevertheless, the Fund will maintain its focus on B-shares where the valuations are most attractive.

The Shanghai World Expo opened in May, where more than 70 million visitors are expected during the 6 month exhibition. Increased traffic will no doubt spur several consumer related stocks held by the Fund, while also benefiting hotel and commerce businesses in Shanghai. High consumer traffic is also expected to be a growth catalyst for media related holdings, with companies spending more to build their brand recognition.

In Taiwan, the market witnessed an early correction but rebounded by the end of the month. Warming relations with China will be key catalyst for the market. Taiwan will further benefit from economic recovery of the global and China markets.