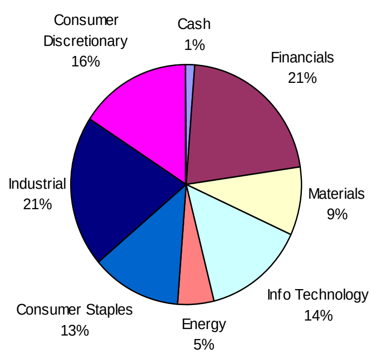
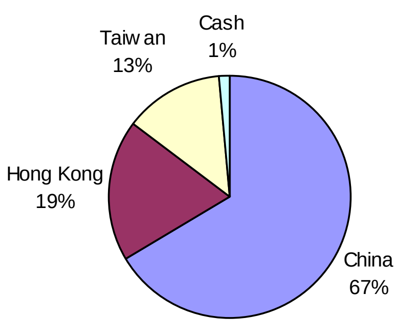
Hamon Greater China Fund
30 November 2009

Unit Price
US$11.07

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.

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

Cumulative Performance % in US$

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

	Nov 09	YTD	Since Inception (10 Mar 2008)
Hamon Greater China Fund	**9.47%**	**116.26%**	**10.73%**
MSCI AC Golden Dragon Net USD Index	2.09%	61.53%	-5.80%

Calendar Year Performance % in US$

	2008	2007	2006	2005
Hamon Greater China Fund	**-48.80%**	**-**	**-**	**-**
MSCI AC Golden Dragon Net USD Index	-41.68%	-	-	-

Highlights

- **Chinese B-shares outperformed on the back of RMB appreciation expectations.**
- **China's focus on combating pollution will benefit the "green energy" sector.**
- **Corporate CAPEX recovery is expected to be the next driver in 2010.**

Fund Review

The Fund rose 9.5% in November, outperforming the index, which rose 2.1%, The Fund's performance was driven mainly by industrial names as well as companies with M&A possibilities. Strong returns in B shares, rallying on the back of hopes of an imminent RMB appreciation, also contributed positively to performance.

November marked US President Obama's first official trip to China since taking office, addressing the importance of the US-Sino relationship to expedite the global economic recovery. Clean energy stocks rallied during the month following President Obama's visit, as the US leader works with China to address environmental protection at the upcoming UN Climate Change Conference. Solar stocks in the Fund saw significant gains, while China also announced plans to reduce the country's emission levels by 40% to 45% from its 2005 GDP levels in ten years. Green names are expected to further rally as clean energy policies are anticipated to gain focus following the Copenhagen Conference.

After depreciating against regional currencies in 2009, we believe China's RMB is likely to appreciate in 2010, as signs of the strengthening currency helped rally the market earlier in the month.

Asian markets experienced a late month sell-off following Dubai's announcement to delay its debt repayment. With limited exposure to the Dubai crisis, Chinese banks are strong and are likely to seek capital-raising opportunities to permit further loan growth. Mild interest rate hikes are expected next year, helping drive the NIM and ROE recovery for Chinese banks. With consideration that the earnings of smaller banks are more interest rate sensitive, the Fund has added another smaller bank holding to further build up this position.

We believe that the corporate CAPEX recovery will serve as a driver in 2010. China's investment in a US high-speed railway ignites further prospects for the Chinese railway sector. Within this sector, we believe the Fund's holding in Zhuzhou CSR will continue to benefit, given its current rail projects and its potential penetration into the smart power grid operations.

Following a strong tech export month in September, Taiwan's total tech order expanded sequentially in October as well. As several tech companies are providing upbeat guidance for the fourth quarter, the Fund believes new tech applications and corporate IT spending will develop strong momentum within the tech sector.

In 2010, governments are expected to begin exiting from loose monetary policies, as signs of a strengthening economy become robust. In order to reduce volatility, the Fund plans to rotate into stocks which are less sensitive to interest rate hikes. Among defensive sectors, tech and consumer names are not only relatively immune to policy changes but could also generate positive returns. In November, the State Council also approved policy changes to further promote the development of China's travel industry. Along with these services, the Fund also believes that the software sector will also become an area of interest in 2010, and is currently an area of the portfolio's focus.

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