

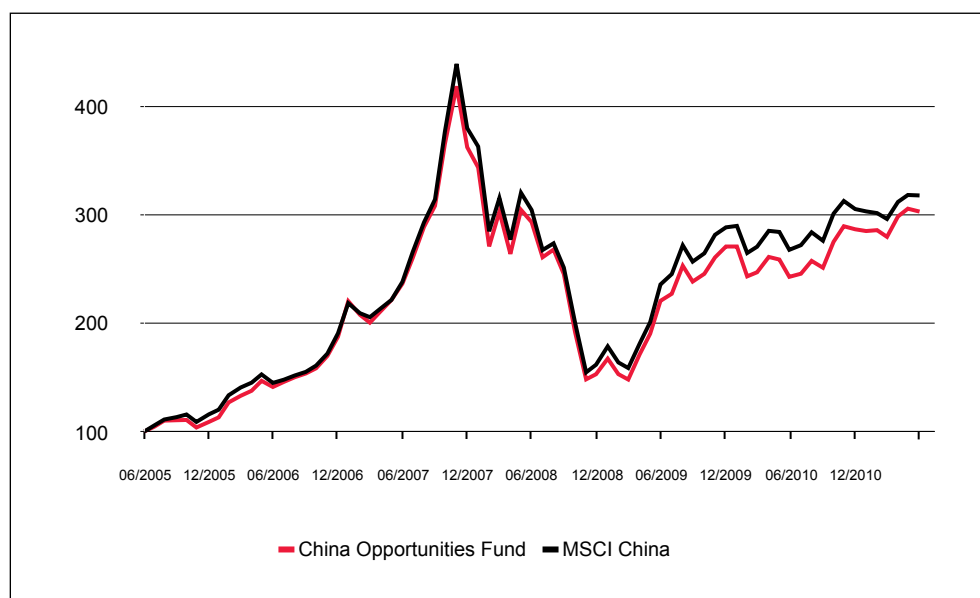
China Opportunities Fund

Fund Review

The fund underperformed the benchmark by 0.75% in May. Within the portfolio, sector allocation made a negative contribution to the performance during the month, primarily because the portfolio was overweight in the underperforming Industrials and Materials sectors. The stock selection contributions from Consumer and Telecom stocks were also negative. In terms of sector weighting, the portfolio increased its exposure to the Energy, Financial, Industrial, Consumer, Utilities and Telecom sectors.

The Chinese equity market was mixed in performance again in May with MSCI China down 0.14%, H share up 0.45%, red chips up 0.54%, Shanghai B-shares down 4.9% and Shenzhen B-shares down 6.4%. Growth slowdown will prompt policy-makers to fine-tune policy actions, but we expect the overall stance will continue to be tight in the form of RRR and rate hike.

Performance of USD 100 since inception against Benchmark



Cumulative performance in USD (%) of Class I shares

	1 Mth	3 Mth	YTD	1 Yr	3 Yr	Since inception
Fund	-0.88	8.34	6.30	24.82	3.30	203.03
Benchmark	-0.13	7.34	4.86	18.76	4.41	217.93

Standardised performance as at 31 March 2011 in USD (%) of Class I shares

	2011/2010	2010/2009	2009/2008	2008/2007
Fund	14.31	52.67	-35.20	25.20
Benchmark	9.37	57.64	-34.71	29.84

Source: Nomura Asset Management U.K. Ltd based on Net Asset Value per share calculated by Nomura Bank Luxembourg, in USD.

May 2011

Investment Objective

To achieve long-term capital growth through investment in an actively managed portfolio of Chinese securities, including Hong Kong.

Investment Style

- Active Management using Fundamental Research
- Primarily bottom up approach with secondary top down overlay
- Relative value approach to stock selection

Benchmark

MSCI China (net total return)

Key Facts

Launch Date	2nd June 2005
Fund Type	SICAV
Domicile	Luxembourg
Base Currency	USD
NAV Currencies	USD
Year End	31 December
Morningstar Sector	China & HK Eq
Bloomberg (A)	n/a
Bloomberg (I)	NOMCHIO ID
ISIN Code (A)	n/a
ISIN Code (I)	LU0217998409
Trading cutoff	08:00 CET
Trading frequency	Daily
Valuation frequency	Daily
Valuation time	09:00 CET
Settlement	T+5 (S)/T+6 (R)
Fund Size	USD 55.5m
Number of holdings	68
NAV (A Share)	N/A
NAV (I Share)	USD 151,513

Risk Statistics

	Fund	Index
Alpha	-0.07%	0.00%
Beta	1.00	1.00
Information Ratio	-1.90	-
Tracking Error	3.53%	-
Standard Deviation	30.01%	29.67%

China Opportunities Fund

Top 10 Holdings

	% weight
Ind & Comm Bank of China	9.92
Agricultural Bank	9.88
CNOOC	7.37
China Mobile	7.31
China Construction Bank	4.87
PetroChina	4.82
Sinopec	4.09
Tencent Holdings	4.07
China Shenhua Energy	2.83
Jiangxi Copper	2.08

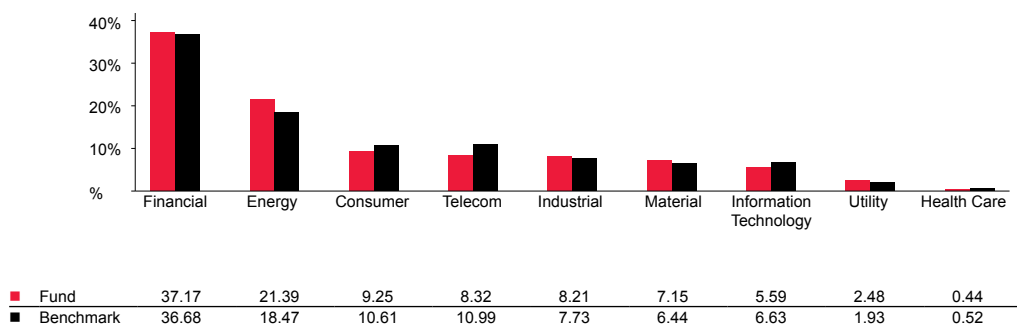
Top 10 Overweight

	% active weight
Agricultural Bank	8.72
Ind & Comm Bank of China	2.82
SOHO China	1.97
Sinopec	1.81
Jiangsu Expressway	1.50
Great Wall Motor Co	1.45
Jiangxi Copper	1.43
Cosco Pacific	1.41
Shimao Property	1.30
Real Gold Mining	1.30

Top 10 Underweight

	% active weight
Bank of China	-4.76
Ping An Insurance	-2.63
China Life Insurance	-2.52
China Unicom	-1.78
China Construction Bank	-1.53
China Merchants Bank	-1.42
Belle Intl	-1.22
China Telecom	-1.16
China Overseas Land	-1.16
Yanzhou Coal Mining	-1.12

Sector Breakdown



Fund Dealing

Fund Administration
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 L-5826 Hesperange
 Grand Duchy of Luxembourg
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Investment Manager

Nomura Asset Management Hong Kong Ltd

Fund Manager

Kingston Lee has over 18 years of investment experience and has been at Nomura since 2004.



Share Class Details

	Class A	Class I
Management Fee	2.00%	1.00%
Min Initial Sub	\$50,000	\$3m
Min Further Sub	\$50,000	\$1m
Initial Commission	Max 5.00%	0.00%

Registered for sale

Germany, Luxembourg, United Kingdom

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