

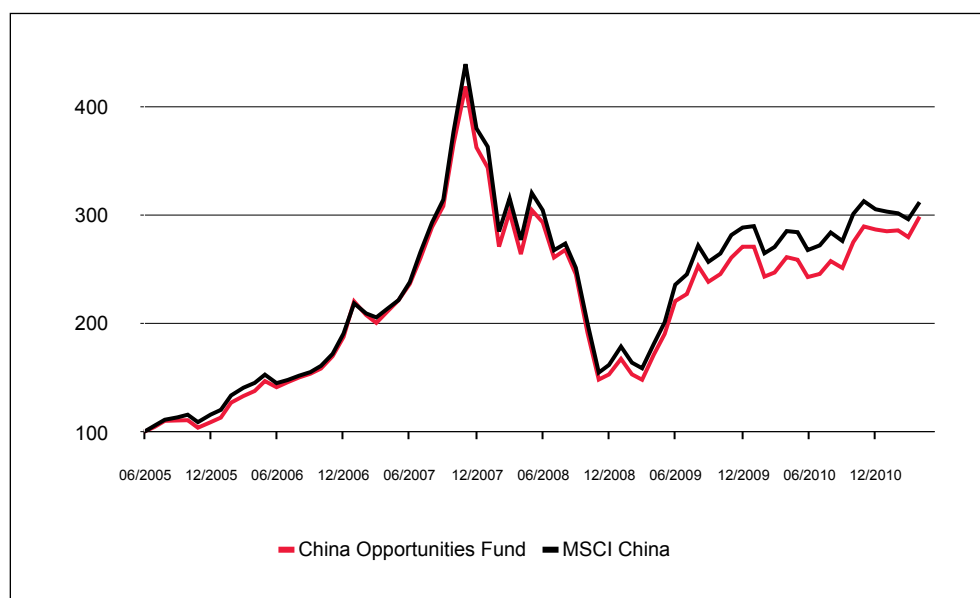
## China Opportunities Fund

## Fund Review

The Fund outperformed the benchmark by 1.41% in March. Within the portfolio, sector allocation made a positive contribution to the performance during the month, primarily because the portfolio was overweight in the outperforming Energy and Materials sectors. Also, the stock selection contributions from Financial, Consumer and Industrial stocks were positive. In terms of sector weighting, the portfolio increased its exposure to the Energy, Financial, Healthcare and Utility sectors.

The Chinese equity market rebounded in March with MSCI China up 5.17%, H shares up 6.14%, red chips up 6.64%, Shanghai B-shares up 0.89% and Shenzhen B-shares down 0.47%. China's official manufacturing PMI rose to 53.4 in March from 52.2 in February mainly driven by employment (back to above 50 level given production return to normal level post CNY holiday). Overall the outlook remains clouded by geopolitical risks in the Middle East and Africa and potential disruptions to supply chains regionally as a result of earthquake in Japan.

## 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	6.73	4.72	4.72	14.31	13.09	198.52
Benchmark	5.32	2.88	2.88	9.37	12.57	211.95

## 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.

## March 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
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 56.4 m
Number of holdings	68
NAV (A Share)	n/a
NAV (I Share)	USD 139,844

## Risk Statistics

	Fund	Index
Alpha	-0.06%	0.00%
Beta	1.00	1.00
Information Ratio	-1.76	-
Tracking Error	3.56%	-
Standard Deviation	8.78%	8.68%

China Opportunities Fund

**Top 10 Holdings**

	% weight
Ind & Comm Bank of China	9.99
Agricultural Bank	9.51
China Mobile	7.67
CNOOC	6.97
PetroChina	4.77
China Construction Bank	4.58
Sinopec	3.88
Tencent Holdings	3.26
Dongfeng Motor	2.43
Soho China	2.34

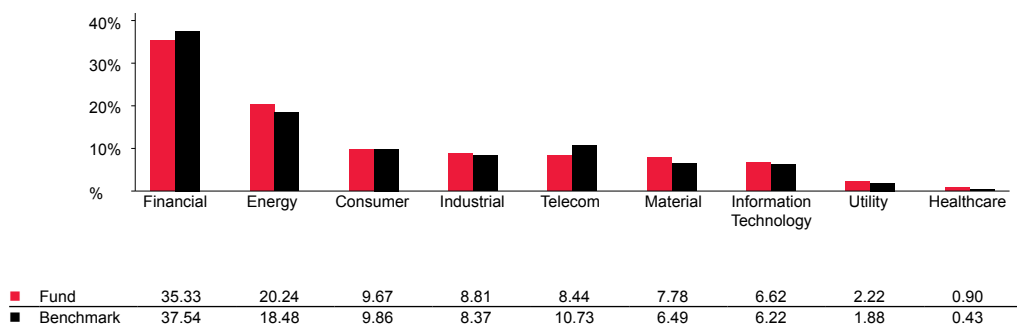
**Top 10 Overweight**

	% active weight
Agricultural Bank	6.16
Ind & Comm Bank of China	2.59
Great Wall Motor Co	2.06
Dongfeng Motor Group	1.93
SOHO China	1.82
Sinopec	1.78
Real Gold Mining	1.63
Jiangsu Expressway	1.48
China Oilfield Service	1.45
Kingboard Chem	1.31

**Top 10 Underweight**

	% active weight
Bank of China	-5.02
China Life Insurance	-2.87
Ping An Insurance	-2.58
China Construction Bank	-1.53
China Merchants Bank	-1.49
China Unicom	-1.45
China Shenhua Energy	-1.36
China Telecom	-1.23
Belle Intl	-1.11
China Overseas Land	-1.11

**Sector Breakdown**



**Fund Dealing**

Fund Administration  
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**Investment Manager**

Nomura Asset Management Hong Kong Ltd

**Fund Manager**

Kingston Lee has over 16 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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