

China Southern Dragon Dynamic Fund

China New Balance Opportunity Fund



* All information as of 31 May 2013.

Important Notes:

- China New Balance Opportunity Fund (the "Fund") primarily invests in equity securities which may be listed and traded on regulated market outside mainland China.
- Please pay particular attention to the risks of investment in the market of mainland China and companies with medium or small capitalization. The value of the Fund can be extremely volatile and could go down substantially within a short period of time. It is possible that your entire investment could be lost.
- Such investments carry emerging markets, credit, counterparty and interest rate risks that can cause portfolio values very volatile.
- Investment involves risks which may result in significant loss as there is no guarantee on investment returns.
- You should not rely on this material to make any investment decision. You should read the Prospectus of China Southern Dragon Dynamic Fund (the "Prospectus") and the Key Facts Statement for further details (including investment policy, fees and charges, and fund information) and risk factors. Such documents can be obtained from the website of the Investment Manager.
- You should not invest unless the intermediary who sells it to you has advised you that the product is suitable for you and explained how it is consistent with your investment objectives.

Investment objective

To achieve medium to long-term capital appreciation by participating in the economic growth in the Greater China region.

Investment Manager

CSOP Asset Management Limited (CE No. ARN075) is the Hong Kong subsidiary of China Southern Asset Management Co., Ltd. and is regulated by the Securities and Futures Commission.

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Cumulative Performance(%)

	May	3 Months	6 Months	YTD	2012	Since Inception*
CNBO (Class A – USD)	6.43%	5.94%	-	15.48%	5.02%	21.28%
CNBO (Class A – HKD)	7.14%	6.92%	-	18.05%	5.10%	24.07%
MSCI China**	-1.28%	-4.67%	0.02%	-4.59%	3.50%	-1.25%

*Performance is calculated since the inception date on 5 Dec 2012 for Class A – USD and 7 Dec 2012 for Class A – HKD.

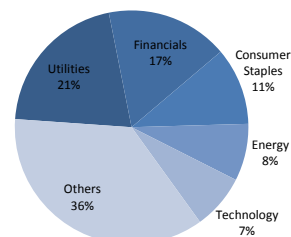
**The Fund uses MSCI China Index for performance comparison only, not for benchmark.

Top 5 Holdings

Holdings	Sector	% of NAV
Sunac China Holdings Ltd.	Financials	4.70
Tianjin Jinran Public Utilities Company Limited-H shares	Energy	3.83
Kingsoft Corporation Ltd.	Technology	3.57
Guangzhou Automobile Group Co., Ltd. - H Shares	Consumer Discretionary	3.48
China Resources Power Holdings Co. Ltd.	Utilities	3.44

Portfolio Analysis

Top 5 Sectors	% of NAV
Utilities	20.76
Financials	16.94
Consumer Staples	10.73
Energy	7.90
Technology	7.60



Manager's Comment

MSCI China index fell by 1.28% MTD, while the Fund's Net Asset Value increased by 6.43%. MSCI CHINA index fell by 4.59% YTD, while the Fund's NAV rose by 15.48%. The Fund's NAV growth rate has significantly outperformed MSCI China Index by 7.71% in May and by 20.07% YTD.

Hang Seng index entered correction territory in May with pressure coming from potential end of QE in US, soaring 10-year US government bond yield, and the slump of Japan's equity and bond markets. Nevertheless small and mid-cap names in sectors such as smart phones, mobile internet, oil service, renewable energy, environmental protection and automobiles rose sharply as hot money is chasing few industries with visible earnings growth outlook as well as government support. Information technology (+14.1%), automobiles (+8.3%), and shipping sectors (+4.8%) performed the best, while utilities (-7.4%), retails (-6.4%) and energy sectors (-5.9%) performed the worst.

In May, the Fund participated in information technology, renewable energy and environmental protection sectors, and achieved good return from stock selection. Moreover, the Fund has increased the holdings of IPP names when they retreated.

In June, we will continue to pay close attention to the global capital flows and the potentially tightening liquidity in China. We expect to see profit-taking on hot sectors, and the fund will increase the cash position and reduce the holdings that have shown a spectacular rise lately. We will gradually move to defensive sectors to avoid short term market fluctuations.

*Unless stated otherwise, all information as at the last valuation date of the previous month.

*Source: Citibank International plc, NAV to NAV in US Dollar and RMB, with dividends re-invested. This is for reference only.

	Class A – USD	Class A – HKD
Inception Date	5 Dec 2012	7 Dec 2012
Fund Price (NAV)	121.28	124.07
High/Low	121.28/ 99.83	124.07/ 100.21
Legal Domicile	Luxembourg	
Financial Year End	31 December	
Dealing Frequency	Daily	
Investment Manager	CSOP Asset Management Limited	
Custodian	Citibank International plc	
Administrator	Citibank International plc	
Auditor	PricewaterhouseCoopers	
Share Classes	All types of investors (Class A)	
Minimum Initial Investment	USD 5,000 HKD 40,000	
Minimum Additional Investment	USD 5,000 HKD 40,000	
Management Fee	1.80% p.a.	
Subscription Fee	Up to 5%	
Performance Fee	20% with performance over 8% hurdle rate	
	Class A – USD	Class A – HKD
ISIN	LU0708185235	LU0744789560
Bloomberg Code	CHNEBUA LX	CHNEBHA LX

Investment involves risk. Please refer to the Hong Kong Prospectus and the Key Facts Statement or Prospectus and the KIID (if applicable) for details of the risks of investing in the Sub-Fund. Future performance and the capital value of the Sub-Fund are not guaranteed. Past performance figures are not an indicative for future performance. The value of units may rise as well as fall. Investors are reminded that in certain circumstances their right to redeem may be suspended. We recommend investors obtain and read a copy of the Hong Kong Prospectus and the Key Facts Statement or Prospectus and the KIID (if applicable) before investing. This material has not been reviewed by the Securities and Futures Commission in Hong Kong.

Issuer: CSOP Asset Management Limited

南方龍騰基金 中國新平衡機會基金



引領世界投資中國

* 所有資料截至2013年5月31日。

重要提示：

- 中國新平衡機會基金（以下簡稱「本基金」）主要投資於股本證券。相關股本證券可於中國大陸以外受規管市場上市及交易。
- 投資者應特別注意投資於中國大陸市場及中小型市值公司所涉及的風險。本基金的價值可能會非常波動，並可能於短時間內大幅下跌。投資者可能有機會損失全數投資金額。
- 相關投資涉及新興市場、信貸、交易對手及利率風險，可引致基金的價格極度波動。
- 投資涉及風險。投資回報並無保證或可導致重大損失。
- 閣下不應只依靠本宣傳文件作出投資決定。閣下必須參閱南方龍騰基金發售章程（以下簡稱「發售章程」）及產品資料概要，以便取得進一步資料（包括：投資政策、費用與收費、及基金資料）和風險因素。以上提及之文件可從基金經理的網站中獲得。
- 如推銷本基金的中介人未有向閣下建議本基金是適合閣下的投資並講解本基金如何符合閣下的投資目標，您不應投資本基金。

投資目標

捕捉內地經濟增長的潛力，投資大中華地區概念股票及其他證券，實現基金資產長期、穩定的資本增值。

基金經理

南方東英資產管理有限公司（中央編號：ARN075）是南方基金管理有限公司在香港成立的子公司，受證券及期貨監察事務委員會監管。

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累計表現(%)

	5月	3個月	6個月	今年至今	2012	成立至今*
中國新平衡機會基金 (A 類別 - 美元)	6.43%	5.94%	-	15.48%	5.02%	21.28%
中國新平衡機會基金 (A 類別 - 港幣)	7.14%	6.92%	-	18.05%	5.10%	24.07%
MSCI 中國指數**	-1.28%	-4.67%	0.02%	-4.59%	3.50%	-1.25%

*基金表現是從基金成立日2012年12月5日(A 類別 - 美元)，2012年12月7日(A 類別 - 港幣)起計算。

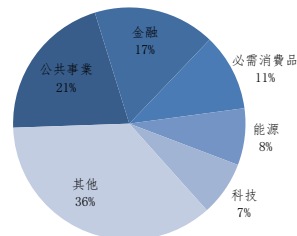
**MSCI中國指數只作為基金表現的參考，並非基準。

前五大持股

股票名稱	行業(GICS)	佔淨資產值(%)
融創中國控股有限公司	金融	4.70
天津津燃公用事業股份有限公司-H股	能源	3.83
金山軟件有限公司	科技	3.57
廣州汽車集團股份有限公司-H股	非必需消費品	3.48
華潤電力控股有限公司	公共事業	3.44

組合分析

前五大行業(GICS)	佔淨資產值(%)
公共事業	20.76
金融	16.94
必需消費品	10.73
能源	7.90
科技	7.60



基金經理評論

MSCI CHINA指數MTD下跌1.28%，本基金MTD上漲6.431%。MSCI CHINA指數YTD下跌4.59%，本基金YTD上漲15.48%。本月基金淨值增長大幅超越同期MSCI CHINA指數7.71個百分點，YTD超越指數20.07個百分點。

5月儘管受美國QE將退出、美債10年期收益率大幅跳升、日本股市、債市雙雙跳水的影響，港股大盤指數見頂回落，但熱點板塊如智能手機、移動互聯網、油服、新能源、環保、汽車等子行業的二三線股均大幅上漲，資金集中追逐少量景氣度明確、政府政策支持熱點。按行業分類其中信息技術(+14.1%)、汽車(+8.3%)、交運(+4.8%)表現最好，而公用事業(-7.4%)、零售(-6.4%)、能源(-5.9%)表現最差。

本基金在5月參與了信息技術、新能源、環保板塊部分個股的操作，獲得了較好的收益，並逢低增加了火電股的持倉比例。

6月我們將繼續密切關注全球資金的流動，密切關注國內流動性可能趨緊的動態，結合港股熱點板塊可能會獲利回吐的判斷，我們將加大現金倉位比例，減持短期漲幅過大的個股，把持股結構的重心調向防禦保守板塊，迴避市場短期震盪調整的風險。

•除特別註明外，所有資料截至上一個月之最後計值日。

•資料來源：花旗銀行、以美元及人民幣計算資產淨值價計（包括股息再撥作投資）。提供資料只供參考。

	A 類別 - 美元	A 類別 - 港幣
成立日期	2012年12月5日	2012年12月7日
基金價格(資產淨值)	121.28	124.07
最高/最低	121.28/ 99.83	124.07/ 100.21
基金註冊地	盧森堡	
年度結算	12月31日	
交易頻率	每日	
基金經理	南方東英資產管理有限公司	
託管人	Citibank International plc	
行政管理商	Citibank International plc	
審計師	PricewaterhouseCoopers	
股份類別	全部投資者 (A 類別)	
最低首次申購金額	美元 5,000 港幣 40,000	
最低額外申購金額	美元 5,000 港幣 40,000	
管理費	每年1.80%	
申購費用	最多5%	
業績報酬	如回報率高於8%， 將收取20%業績報酬	
	A 類別 - 美元	A 類別 - 港幣
ISIN編碼	LU0708185235	LU0744789560
彭博資訊代碼	CHNEBUA LX	CHNEBHA LX

投資涉及風險。有關投資本基金所涉及的風險，詳情請參閱香港發售章程及產品資料概要或發售章程及KIID(如適用)。本公司對子基金的未來業績及資本值並無作出任何保證。過往的業績數據並不預示未來的業績表現。基金單位價值可升亦可跌。投資者應注意在若干情況下其贖回基金的權利可能遭暫時停止。我們建議投資者在進行投資前應索取及閱讀有關香港發售章程及產品資料概要或發售章程及KIID(如適用)。本文件內容並未經香港的證券及期貨事務監察委員會審閱。

發行人：南方東英資產管理有限公司