



Unaudited Semi-Annual Report – 31 December 2024

JPMorgan

SAR Asian Bond Fund

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This report does not constitute an offer of any units in the fund forming the subject matter of this document (the "Fund"). Subscriptions are only valid if made on the basis of the current explanatory memorandum (or equivalent), supplemented by the most recent financial report.

**Statement of Financial Position
As at 31 December 2024 (Unaudited)**

	Notes	31.12.2024 HKD	30.6.2024 HKD
Assets			
Current assets			
Cash at banks		4,373,255	79,971,974
Short-term deposits		41,247,814	-
Amounts due from brokers		1,740,021	8,864,380
Amounts receivable on allotment		699,688	548,218
Forward foreign exchange contracts		9,077,927	761,853
Investments		765,184,836	861,941,015
Interest and other accounts receivable		102,860	-
		<u>822,426,401</u>	<u>952,087,440</u>
Total assets		822,426,401	952,087,440
Liabilities			
Current liabilities			
Amounts due to brokers		3,101,737	34,961,244
Amounts payable on redemption		88,188	550,421
Forward foreign exchange contracts		5,846,555	384,267
Tax payable		16,777	73,276
Other accounts payable		133,696	228,070
		<u>9,186,953</u>	<u>36,197,278</u>
Liabilities (excluding net assets attributable to holders of redeemable units)		9,186,953	36,197,278
		<u>813,239,448</u>	<u>915,890,162</u>
Net assets attributable to holders of redeemable units	3	813,239,448	915,890,162

The notes on pages 5 to 8 form part of these financial statements.

**Statement of Comprehensive Income
For the period ended 31 December 2024 (Unaudited)**

	Notes	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Income			
Net gains on investments and forward foreign exchange contracts	4	26,948,568	33,472,770
Interest on deposits		877,829	614,195
Net foreign currency exchange gains		257,447	620,163
Other income		5,254	99
		<u>28,089,098</u>	<u>34,707,227</u>
Expenses			
Auditor's fee		159,557	53,929
Management fee	5(a)	158,857	410,462
Safe custody and bank charges	5(a)	148,221	172,129
Trustee's fee	5(b)	129,252	209,812
Valuation fee	5(a)	68,138	67,320
Legal and professional expenses		57,043	62,503
Registrar's fee	5(a)	32,256	55,993
Transaction costs	5(a)	24,077	34,726
Printing and publication expenses		2,790	400
Other operating expenses		10,478	9,795
		<u>790,669</u>	<u>1,077,069</u>
Profit before taxation		27,298,429	33,630,158
Taxation		(57,733)	(61,169)
Increase in net assets attributable to holders of redeemable units and total comprehensive income		<u>27,240,696</u>	<u>33,568,989</u>

The notes on pages 5 to 8 form part of these financial statements.

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units
For the period ended 31 December 2024 (*Unaudited*)

	Notes	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Net assets attributable to holders of redeemable units at the beginning of the period		915,890,162	1,684,415,646
Allotment of redeemable units	3	8,268,369	19,574,046
Redemption of redeemable units	3	(138,159,779)	(706,399,790)
Net redemption		(129,891,410)	(686,825,744)
		785,998,752	997,589,902
Increase in net assets attributable to holders of redeemable units and total comprehensive income		27,240,696	33,568,989
Net assets attributable to holders of redeemable units at the end of the period		813,239,448	1,031,158,891

The notes on pages 5 to 8 form part of these financial statements.

Statement of Cash Flows
For the period ended 31 December 2024 (Unaudited)

	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Operating activities		
Purchase of investments and forward foreign exchange contracts	(1,370,535,075)	(735,286,333)
Proceeds from disposal of investments and forward foreign exchange contracts	1,466,650,888	1,396,781,082
Interest received	872,845	614,195
Transaction costs paid	(27,319)	(28,328)
Registrar's fee paid	(66,548)	(119,538)
Tax paid	(114,232)	(144,093)
Trustee's fee paid	(128,900)	(229,780)
Management fee paid	(153,275)	(411,727)
Others	(122,648)	(705,130)
Net cash inflow from operating activities	<u>96,375,736</u>	<u>660,470,348</u>
Financing activities		
Receipts on allotment of redeemable units	8,116,899	19,396,468
Payments on redemption of redeemable units	(138,622,012)	(707,601,702)
Net cash outflow from financing activities	<u>(130,505,113)</u>	<u>(688,205,234)</u>
Decrease in cash and cash equivalents		
Cash and cash equivalents at the beginning of the period	(34,129,377)	(27,734,886)
Exchange (losses)/gain on cash and cash equivalents	79,971,974	105,756,295
	(221,528)	872,261
Cash and cash equivalents at the end of the period	<u>45,621,069</u>	<u>78,893,670</u>
Analysis of balances of cash and cash equivalents:		
Cash at banks	4,373,255	78,893,670
Short-term deposits	41,247,814	-
	<u>45,621,069</u>	<u>78,893,670</u>

The notes on pages 5 to 8 form part of these financial statements.

Notes to the Financial Statements

1 The Fund

JPMorgan SAR Asian Bond Fund (the "Fund") was established under a Trust Deed dated 28 October 2010, as amended (the "Trust Deed") and is governed by the laws of Hong Kong. The Fund is authorized by the Securities and Futures Commission of Hong Kong (the "SFC").

The investment policy of the Fund is to provide investors with long-term capital growth in Hong Kong dollar terms through a portfolio consisting primarily of bonds (including government and corporate bonds) within the Asia-Pacific region (excluding Japan), including but not limited to Australia, Hong Kong, Korea, Malaysia, New Zealand, Singapore, Thailand and China.

The Fund has been approved under section 6 of the Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation") as an Approved Pooled Investment Fund since 21 October 2010. The Fund is also required to comply with the Schedule of Conditions for Approval of Pooled Investment Funds issued by the Mandatory Provident Fund Schemes Authority (the "MPFA") to the Fund dated 21 October 2010.

The Fund is established with different classes of units to cater for different categories of investors. Currently, the Fund offers three classes of units. The three classes of units are:

Class A - Available to collective investment schemes, pension plans, segregated portfolios or other types of investment vehicles to which units of Class B are not made available.

Class B - Available to any schemes registered under the General Regulation for investment purpose only and collective investment schemes which are authorized by the SFC, pension plans, segregated portfolios or other types of investment vehicles where the Manager or its associated party acts as the manager or the investment manager of such scheme, plan, portfolio or vehicle and a management fee or investment management fee is being charged by them.

Class C - Available to any schemes registered under the General Regulation for investment purpose only, designated collective investment schemes, pension plans, segregated portfolios or other types of investment vehicles as determined by the Manager.

All unitholders' rights with regard to the convening, voting or otherwise acting at any meeting of unitholders are the same.

2 Summary of material accounting policies

(a) Accounting policies of interim financial statements

The accounting policies and methods of computation used in the preparation of these unaudited condensed interim financial statements are consistent with those used in the annual financial statements for the year ended 30 June 2024.

(b) Investments and forward foreign exchange contracts

Classification

The Fund classifies its investments and forward foreign exchange contracts based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

Forward foreign exchange contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

As such, the Fund classifies all of its investment portfolio as financial assets or liabilities at fair value through profit or loss.

Recognition, derecognition and measurement

Purchases and sales of investments and forward foreign exchange contracts are accounted for on the trade date basis. Investments and forward foreign exchange contracts are initially recognized at fair value and are subsequently re-measured at fair value. Realized and unrealized gains and losses on investments and forward foreign exchange contracts are recognized in the Statement of Comprehensive Income. Investments and forward foreign exchange contracts are derecognized when the rights to receive cash flows from the investments and forward foreign exchange contracts have expired or the Fund has transferred substantially all risks and rewards of ownership.

Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets are based on last traded prices. When trading in the securities of an investee company is suspended, the investment is valued at the Manager's estimate of its fair value.

Debt securities are fair valued based on quoted prices inclusive of accrued interest.

Forward foreign exchange contracts are valued at the forward rates ruling at the valuation date. The differences between the forward rates and the contract rates are recognized in the Statement of Comprehensive Income.

(c) Foreign currency translation*Functional and presentation currency*

The Fund has adopted Hong Kong dollar as its functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of assets and liabilities denominated in foreign currencies at period/year end exchange rates are recognized in the Statement of Comprehensive Income.

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the Statement of Comprehensive Income within "Net foreign currency exchange gains/losses". Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within "Net gains/losses on investments and forward foreign exchange contracts".

(d) Proceeds and payments on allotment and redemption of units

The net asset value per unit is computed for each dealing day. The price at which units are allotted or redeemed is calculated by reference to the net asset value per unit as at the close of business on the relevant dealing day in accordance with the provisions of the Trust Deed which may be different from the accounting policies stated in the financial statements.

Units of the Fund are redeemable at the option of the holders of redeemable units and are classified as a financial liability in the Statement of Financial Position which represents the net assets attributable to holders of redeemable units (or "net asset value" or "net assets" or "NAV") and is carried at the redemption amount that would be payable at the Statement of Financial Position date if the holders of redeemable units exercised the right to redeem units of the Fund.

3 Number of units in issue and net assets attributable to holders of redeemable units (per unit)1.7.2024 to 31.12.2024

	Class A Units	Class B Units
Number of units in issue:		
At the beginning of the period	3,333,714.914	71,580,983.495
Total allotments	462,047.444	235,943.522
Total redemptions	(257,140.672)	(10,649,396.599)
At the end of the period	<u>3,538,621.686</u>	<u>61,167,530.418</u>

1.7.2023 to 31.12.2023

	Class A Units	Class B Units
Number of units in issue:		
At the beginning of the period	9,572,746.798	131,890,998.159
Total allotments	472,010.975	1,210,969.182
Total redemptions	<u>(485,451.707)</u>	<u>(59,282,058.629)</u>
At the end of the period	<u>9,559,306.066</u>	<u>73,819,908.712</u>

	31.12.2024 HKD	30.6.2024 HKD
Net assets attributable to holders of redeemable units		
Class A	39,978,229	36,740,124
Class B	773,261,219	879,150,038
	<u>813,239,448</u>	<u>915,890,162</u>
Net assets attributable to holders of redeemable units (per unit)		
Class A	<u>11.30</u>	<u>11.02</u>
Class B	<u>12.64</u>	<u>12.28</u>

4 Net gains on investments and forward foreign exchange contracts

	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Change in unrealized gains/losses in value of investments and forward foreign exchange contracts	45,674,228	70,968,977
Realized losses on sale of investments and forward foreign exchange contracts	<u>(18,725,660)</u>	<u>(37,496,207)</u>
	<u>26,948,568</u>	<u>33,472,770</u>

5 Transactions with the Trustee, the Manager and their Associates/Connected Persons

(a) During the periods ended 31 December 2024 and 2023, respective amounts paid to the Manager, JPMorgan Asset Management (Asia Pacific) Limited, and its Associates/Connected Persons were as follows:

	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Management fee	158,857	410,462
Safe custody and bank charges	101,982	143,628
Valuation fee	68,138	67,320
Transaction costs	55,643	28,820
Registrar's fee	<u>32,256</u>	<u>55,993</u>

(b) During the periods ended 31 December 2024 and 2023, respective amounts paid to the Trustee, Cititrust Limited, were as follows:

	1.7.2024 to 31.12.2024 HKD	1.7.2023 to 31.12.2023 HKD
Trustee's fee	129,252	209,812

6 Distribution

No distribution was made during the period (31 December 2023: nil).

Investment Portfolio
As at 31 December 2024 (Unaudited)

	Holding	Fair value HKD	% of net assets
Listed/Quoted Investments (94.5%)			
(I) Convertibles (4.6%)			
Hong Kong Dollar (1.0%)			
Link CB Ltd (Reg) (Reg S) 4.5% Conv 12Dec2027	HKD2,000,000	2,019,954	0.3
Zhongsheng Group (Reg) (Reg S) 0% Conv 21May2025	HKD5,000,000	5,750,000	0.7
United States Dollar (3.6%)			
LG Chem Ltd (Reg) (Reg S) 1.25% Conv 18Jul2028	USD900,000	6,861,187	0.9
Meituan (Reg) (Reg S) 0% Conv 27Apr2027	USD1,300,000	9,962,008	1.2
Meituan (Reg) (Reg S) 0% Conv 27Apr2028	USD1,400,000	10,339,530	1.3
Xiaomi Best Time Intl (Reg) (Reg S) 0% Conv 17Dec2027	USD200,000	1,740,743	0.2
		<hr/>	
		36,673,422	4.6
		<hr/>	
(II) Debt Securities (89.5%)			
Australian Dollar (2.0%)			
Australia (Govt of) Ser 147 (Reg S) 3.25% 21Jun2039	AUD1,000,000	4,150,487	0.5
Australian Government (Reg S) (Ser 164) 0.5% 21Sep2026	AUD1,600,000	7,279,613	0.9
Qube Treasury Pty Ltd Ser MTN 5.6% 11Dec2031	AUD200,000	966,672	0.1
Scentre Group Trst 1 Ser MTN 5.9% 27Nov2034	AUD100,000	490,083	0.1
Shinhan Card Co Ltd Ser MTN (Reg) 5.05% 22Oct2027	AUD430,000	2,083,349	0.3
Woolworths Group Ltd Ser MTN 5.91% 29Nov2034	AUD250,000	1,224,508	0.1
Chinese Yuan (Offshore) (0.9%)			
Hong Kong (Govt of) Ser GMTN (Reg S) 3% 30Nov2026	CNH2,000,000	2,141,466	0.3
Hong Kong Mortgage Corp Ser EMTN (Reg) (Reg S) 2.98% 12Sep2026	CNH5,000,000	5,378,082	0.6
Chinese Yuan (Onshore) (1.3%)			
China Government Bond Ser Inbk 1.87% 15Sep2031 (Interbank)	CNY3,500,000	3,816,442	0.4
China Government Bond Ser Inbk 2.19% 25Sep2054 (Interbank)	CNY6,270,000	7,131,110	0.9
Hong Kong Dollar (0.5%)			
National Grid NA Inc Ser EMTN (Reg) (Reg S) 2.62% 09Jun2025	HKD2,000,000	2,008,862	0.2
Unibail-Rodamco Se 3.28% 26Mar2025	HKD2,000,000	2,043,220	0.3
Indian Rupee (1.0%)			
Asian Development Bank Ser GMTN (Reg) 6.2% 06Oct2026	INR36,000,000	3,279,148	0.4
Intl BK Recon & Develop Ser EMTN (Reg) 6% 16Jan2025	INR50,000,000	4,801,469	0.6
Indonesian Rupiah (1.3%)			
Indonesia (Rep of) Ser FR71 (Reg) 9% 15Mar2029	IDR20,000,000,000	10,600,859	1.3
Korean Won (1.1%)			
Korea Treasury Bond Ser 3012 4.75% 10/12/2030	KRW1,500,000,000	8,776,244	1.1
Malaysian Ringgit (0.7%)			
Malaysia (Govt of) Ser 216 4.736% 15/03/2046	MYR3,000,000	5,734,514	0.7
Philippine Peso (0.8%)			
Philippines (Rep of) 6.25% 14/01/2036	PHP50,000,000	6,788,917	0.8
Singapore Dollar (0.5%)			
Singapore Government 1.875% 01Oct2051	SGD800,000	3,791,202	0.5

Investment Portfolio (Continued)
As at 31 December 2024 (Unaudited)

Holding		Fair value HKD	% of net assets
Thai Baht (0.7%)			
Thailand Government Bond 2.875% 17Jun2046	THB24,000,000	5,647,877	0.7
United States Dollar (78.7%)			
ABJA Investment Co (Reg) (Reg S) 5.45% 24Jan2028	USD500,000	4,001,765	0.5
AIA Group Ltd Ser Regs (Reg) (Reg S) 3.6% 09Apr2029	USD600,000	4,480,389	0.5
AIA Group Ltd Ser Regs (Reg) (Reg S) 5.375% 05Apr2034	USD200,000	1,565,367	0.2
Alibaba Group Holding (Reg) 4.2% 06Dec2047	USD800,000	5,012,665	0.6
Alibaba Group Holding 3.15% 09Feb2051	USD400,000	2,040,976	0.2
AUST & NZ Banking Group Ser Regs (Reg S) 2.57% 25Nov2035	USD200,000	1,322,399	0.2
Baidu Inc (Reg) 2.375% 23Aug2031	USD400,000	2,659,988	0.3
Baidu Inc (Reg) 3.425% 07Apr2030	USD400,000	2,902,450	0.4
Bangkok Bank PCL Ser Regs (Reg S) Var 23Sep2036	USD800,000	5,374,307	0.7
Bangkok Bank PCL/HK Ser Regs (Reg) (Reg S) 5.3% 21Sep2028	USD200,000	1,585,302	0.2
Bank Bukopin PT 5.658% 30Oct2027	USD400,000	3,106,957	0.4
Bank Negara Indonesia Ser EMTN (Reg S) 5.28% 05Apr2029	USD478,000	3,748,209	0.5
Bank of East Asia Ltd Ser EMTN (Reg) (Reg S) Var 13Mar2027	USD250,000	2,002,799	0.2
Bank of East Asia Ltd VRN 29May2030-RegS	USD250,000	1,932,864	0.2
Bharti Airtel Ltd Ser Regs (Reg) (Reg S) 3.25% 03Jun2031	USD400,000	2,754,547	0.3
BOC Aviation Ltd Ser Regs (Reg) (Reg S) 3% 11Sep2029	USD400,000	2,884,090	0.3
BOC Aviation Ltd Ser Regs (Reg) (Reg S) 3.25% 29Apr2025	USD600,000	4,659,266	0.6
BOC Aviation USA Corp Ser Regs (Reg) (Reg S) 5.25% 14Jan2030	USD300,000	2,433,619	0.3
CDB Financial Leasing (Reg) (Reg S) Var 28Sep2030	USD400,000	3,077,777	0.4
China Cinda 2020 I Mngm Ser EMTN (Reg) (Reg S) 2.5% 18Mar2025	USD400,000	3,112,406	0.4
China Cinda 2020 I Mngm Ser EMTN (Reg) (Reg S) 2.5% 20Jan2028	USD400,000	2,889,317	0.3
China Cinda 2020 I Mngm Ser EMTN (Reg) (Reg S) 3% 18Mar2027	USD400,000	2,989,363	0.4
China Cinda 2020 I Mngm Ser EMTN (Reg) (Reg S) 5.375% 23Jul2027	USD400,000	3,187,211	0.4
China Greatwall VI (Reg) (Reg S) 4.25% 28Apr2025	USD200,000	1,557,060	0.2
China Modern Dairy Holdi (Reg) (Reg S) 2.125% 14Jul2026	USD400,000	2,991,022	0.4
Chinalco Capital Holding (Reg) (Reg S) 4.75% 14Feb2028	USD200,000	1,569,032	0.2
CK Hutchison Intl 20 Ltd Ser Regs (Reg) (Reg S) 2.5% 08May2030	USD200,000	1,380,678	0.2
Codelco Inc 5.125% 02Feb2033	USD400,000	3,012,799	0.4
Comision Federal DE Elec Ser Regs (Reg) 4.75% 23Feb2027	USD400,000	3,099,365	0.4
Commonwealth Bank AUST Ser Regs (Reg) (Reg S) 2.688% 11Mar2031	USD400,000	2,677,154	0.3
Dah Sing Bank Ltd Ser EMTN (Reg) (Reg S) Var 02Nov2031	USD250,000	1,856,797	0.2
Dah Sing Bank Ltd Ser EMTN (Reg) (Reg S) Var 15Nov2033	USD500,000	4,089,084	0.5
DBS Group Holdings Ltd Ser GMTN (Reg) (Reg S) Var 10Mar2031	USD200,000	1,504,892	0.2
ENN Clean Energy Ser Regs (Reg S) 3.375% 12May2026	USD400,000	3,042,539	0.4
Export-Import BK Thailand Ser EMTN (Reg) (Reg S) 1.457% 15Oct2025	USD600,000	4,540,864	0.6
Export-Import BK Thailand Ser EMTN (Reg) (Reg S) 5.354% 16May2029	USD400,000	3,161,663	0.4
Far East Horizon Ltd Ser EMTN (Reg) (Reg S) 4.25% 26Oct2026	USD200,000	1,520,155	0.2
Far East Horizon Ltd Ser EMTN (Reg) (Reg S) 6.625% 16Apr2027	USD200,000	1,590,486	0.2
Freeport Indonesia 5.315% 14Apr2032-RegS	USD1,000,000	7,657,600	0.9
Freeport Indonesia PT Ser Regs (Reg) (Reg S) 6.2% 14Apr2052	USD200,000	1,558,812	0.2
FWD Group Holdings Ltd Ser EMTN (Reg) (Reg S) 7.635% 02Jul2031	USD400,000	3,433,516	0.4
Hanwha Life Insurance VAR 04Feb2032-RegS	USD400,000	3,025,559	0.4
HSBC Holdings PLC (Reg) Var 13Nov2034	USD400,000	3,408,595	0.4
Hutama Karya Persero PT Ser Regs (Reg S) 3.75% 11May2030	USD600,000	4,340,633	0.5
Hutchison Wham Int 03/33 Ser Regs (Reg S) 7.45% 24Nov2033	USD1,000,000	8,970,199	1.1
Hyundai Capital Services Ser Regs (Reg) (Reg S) 2.125% 24Apr2025	USD1,000,000	7,769,600	0.9
Hyundai Card Co Ltd (Reg) (Reg S) 5.75% 24Apr2029	USD200,000	1,593,183	0.2
ICBCIL Finance Co Ltd Ser EMTN (Reg) (Reg S) 2.125% 27Jan2025	USD600,000	4,693,805	0.6
Indian Railway Finance Ser Regs (Reg) (Reg S) 2.8% 10Feb2031	USD200,000	1,363,887	0.2
Indian Railway Finance Ser Regs (Reg) (Reg S) 3.57% 21Jan2032	USD1,000,000	7,080,569	0.9
Indonesia (Rep of) (Reg) 3.05% 12Mar2051	USD400,000	2,050,771	0.2
Indonesia (Rep of) 5.15% 10Sep2054	USD1,550,000	11,322,216	1.4
Indonesia (Rep of) Ser Regs 5.95% 08Jan2046	USD600,000	4,955,694	0.6
Indonesia (Rep of) Ser Regs 6.625% 17Feb2037	USD800,000	6,993,266	0.9
Indonesia (Rep of) Ser Regs 7.75% 17Jan2038	USD600,000	5,801,545	0.7
Indonesia Asahanaluminium Ser Regs (Reg S) 6.757% 15Nov2048	USD200,000	1,634,728	0.2

Investment Portfolio (Continued)
As at 31 December 2024 (Unaudited)

	Holding	Fair value HKD	% of net assets
United States Dollar (Continued)			
JD.Com Inc 4.125% 14Jan2050	USD400,000	2,505,737	0.3
KB Kookmin Card Co Ltd (Reg) (Reg S) 4% 09Jun2025	USD200,000	1,549,962	0.2
Kookmin Bank Ser Regs (Reg) (Reg S) 2.5% 04Nov2030	USD200,000	1,330,134	0.2
Korearehabnresource (Reg) (Reg S) 5.125% 08May2029	USD304,000	2,378,060	0.3
Macquarie Bank Ltd Ser Regs (Reg S) 6.798% 18Jan2033	USD400,000	3,400,660	0.4
Macquarie Group Ltd Ser Regs (Reg S) Var 07Dec2034	USD400,000	3,274,811	0.4
Majapahit Holding BV Ser Regs 7.875% 29/06/2037	USD2,000,000	18,519,403	2.3
Meituan Ser Regs 4.625% 02Oct2029	USD200,000	1,521,314	0.2
Metropolitan Bank & Trus Ser EMTN (Reg S) 2.125% 15Jan2026	USD600,000	4,564,043	0.6
Metropolitan Bank & Trust Ser EMTN (Reg S) 5.5% 06Mar2034	USD400,000	3,151,947	0.4
Minejesa Capital BV Ser Regs (Reg) (Reg S) 4.625% 10Aug2030	USD1,000,000	6,574,383	0.8
Minejesa Capital BV Ser Regs (Reg) (Reg S) 5.625% 10Aug2037	USD400,000	2,959,730	0.4
Mirae Asset Securities (Reg) (Reg S) 5.5% 31Jul2027	USD429,000	3,420,144	0.4
Mirae Asset Securities (Reg) (Reg S) 6.875% 26Jul2026	USD350,000	2,860,241	0.3
Misc Capital Two Labuan Ser Regs (Reg S) 3.625% 06Apr2025	USD600,000	4,677,164	0.6
Myriad Intl Holdings BV Ser Regs (Reg) 4.85% 06Jul2027	USD400,000	3,126,991	0.4
Nan Fung Treasury Ltd Ser EMTN (Reg) (Reg S) 3.875% 03Oct2027	USD400,000	2,994,465	0.4
Nan Fung Treasury Ltd Ser EMTN (Reg) (Reg S) 3.625% 27Aug2030	USD200,000	1,391,504	0.2
Nanshan Life Pte Ltd (Reg) (Reg S) 5.45% 11Sep2034	USD900,000	6,887,122	0.8
Nanyang Commercial Bank (Reg) (Reg S) Var 06Aug2034	USD300,000	2,393,493	0.3
Newcastle Coal Infrastru Ser Regs (Reg) (Reg S) 4.4% 29Sep2027	USD289,000	2,156,661	0.3
Newcastle Coal Infrastru Ser Regs (Reg) (Reg S) 4.7% 12May2031	USD400,000	2,844,778	0.3
Oversea-Chinese Banking Ser GMTN (Reg S) Var 21May2034	USD800,000	6,306,450	0.8
Pertamina Geothermal Ene Ser Regs (Reg S) 5.15% 27Apr2028	USD600,000	4,677,961	0.6
Pertamina Persero Ser Regs (Reg) 6% 03/05/2042	USD400,000	3,085,230	0.4
Pertamina Persero Ser Regs 5.625% 20May2043	USD800,000	5,917,032	0.7
Pertamina Ser Regs 6.5% 27/05/2041	USD800,000	6,528,007	0.8
Peru (Rep of) (Reg) 2.844% 20Jun2030	USD600,000	4,117,133	0.5
Perusahaan Listrik Negar 4% 30Jun2050-RegS	USD200,000	1,083,081	0.1
Perusahaan Listrik Negar Ser Regs (Reg) 6.15% 21May2048	USD200,000	1,525,129	0.2
Petronas Capital Ltd Ser Regs (Reg S) 2.48% 28Jan2032	USD1,600,000	10,528,754	1.3
Petronas Capital Ltd Ser Regs (Reg) (Reg S) 4.55% 21Apr2050	USD400,000	2,666,030	0.3
Petronas Capital Ltd Ser Regs 3.5% 18Mar2025	USD2,000,000	15,642,358	1.9
Philippine National Bank Ser EMTN (Reg S) 4.85% 23Oct2029	USD368,000	2,818,155	0.3
Philippines (Rep of) (Reg) 3.95% 20Jan2040	USD2,000,000	13,232,909	1.6
Philippines (Rep of) (Reg) 4.2% 29Mar2047	USD400,000	2,539,695	0.3
Philippines (Rep of) (Reg) 5.5% 17Jan2048	USD1,000,000	7,788,882	1.0
PLDT Inc (Reg) (Reg S) 2.5% 23Jan2031	USD400,000	2,701,476	0.3
PLDT Inc (Reg) (Reg S) 3.45% 23Jun2050	USD200,000	1,083,800	0.1
Power Finance Corp Ltd (Reg S) 3.9% 16Sep2029	USD400,000	2,947,883	0.4
Power Finance Corp Ltd Ser GMTN (Reg) (Reg S) 3.35% 16May2031	USD200,000	1,381,878	0.2
Prosus NV Ser Regs (Reg S) 3.257% 19Jan2027	USD400,000	3,017,771	0.4
Prosus NV Ser Regs (Reg S) 4.987% 19Jan2052	USD200,000	1,247,173	0.1
Prudential Funding (Asia) Plc (Reg) (Reg S) Var 03Nov2033	USD800,000	5,690,507	0.7
PT Indonesia Asahan Aluminium and PT Mineral Industri Indonesia (Persero) Ser Regs (Reg S) 5.45% 15May2030	USD200,000	1,560,276	0.2
PT Indonesia Asahan Aluminium and PT Mineral Ser Regs (Reg S) 4.75% 15May2025	USD2,000,000	15,603,294	1.9
PT Pelabuhan Indo LI Ser Regs (Regs) 5.375% 05/05/2045	USD400,000	2,890,355	0.4
PT Pelabuhan Indo LI Ser Regs 4.25% 05May2025	USD1,200,000	9,351,034	1.1
PT Pertamina (Persero) Ser Regs (Reg) (Reg S) 2.3% 09Feb2031	USD1,600,000	10,533,598	1.3
Reliance Industries Ltd 4.125% 28Jan2025	USD600,000	4,738,443	0.6
Reliance Industries Ltd Ser Regs (Reg) (Reg S) 2.875% 12Jan2032	USD500,000	3,356,127	0.4
Reliance Industries Ltd Ser Regs (Reg) (Reg S) 3.625% 12Jan2052	USD400,000	2,200,848	0.3
Reliance Industries Ltd Ser Regs 4.875% 10Feb2045	USD250,000	1,758,994	0.2
Rizal Commercial Banking Ser EMTN (Reg) (Reg S) 5.5% 18Jan2029	USD400,000	3,209,631	0.4
Sands China Ltd Ser Wi (Reg) 3.8% 08Jan2026	USD2,100,000	16,306,775	2.0
Sands China Ltd Ser Wi (Reg) 4.375% 18Jun2030	USD480,000	3,487,281	0.4

Investment Portfolio (Continued)
As at 31 December 2024 (Unaudited)

	Holding	Fair value HKD	% of net assets
United States Dollar (Continued)			
Santos Finance Ltd Ser EMTN (Reg S) (Br) 5.25% 13Mar2029	USD200,000	1,557,770	0.2
Santos Finance Ltd Ser Regs (Reg S) 6.875% 19Sep2033	USD470,000	3,949,733	0.5
Scentre Group Trust 1/2 Ser Regs (Reg) (Reg S) 4.375% 28May2030	USD1,200,000	9,027,561	1.1
Security Bank Corp Ser EMTN (Reg S) 5.5% 14May2029	USD200,000	1,587,164	0.2
Shinhan Bank Ser Regs (Reg) (Reg S) 4% 23Apr2029	USD400,000	2,961,073	0.4
Shinhan Bank Ser Regs (Reg) (Reg S) 4.375% 13Apr2032	USD600,000	4,368,060	0.5
Shinhan Card Co Ltd (Reg) (Reg S) 5.5% 12Mar2029	USD200,000	1,588,356	0.2
Shinhan Financial Group Ser Regs (Reg) (Reg S) Var 05Feb2030	USD400,000	3,143,766	0.4
SK Hynix Inc Ser Regs (Reg S) 6.375% 17Jan2028	USD500,000	4,120,622	0.5
SK Hynix Inc Ser Regs (Reg) (Reg S) 1.5% 19Jan2026	USD400,000	3,018,319	0.4
Standard Charter Ser Regs (Reg S) Var 29Jun2032	USD1,400,000	9,149,522	1.1
Standard Chartered PLC Ser EMTN (Reg S) Var 12Feb2030	USD600,000	4,712,307	0.6
Standard Chartered PLC Ser Regs (Reg) (Reg S) Var 14May2035	USD800,000	6,276,773	0.8
Tenaga Nasional BHD Ser Regs 7.5% 01/11/2025	USD600,000	4,801,775	0.6
Tencent Holdings Ltd Ser Regs (Reg S) 3.84% 22Apr2051	USD400,000	2,331,297	0.3
Tencent Holdings Ltd Ser Regs (Reg) (Reg S) 2.88% 22Apr2031	USD200,000	1,371,253	0.2
Tencent Holdings Ltd Ser Regs (Reg) (Reg S) 4.525% 11Apr2049	USD600,000	3,984,257	0.5
Tencent Holdings Ltd Ser Regs (Reg) (Reg S) 3.8% 11Feb2025	USD1,600,000	12,595,529	1.4
Tencent Holdings Ltd Ser Regs (Reg) (Reg S) 3.925% 19Jan2038	USD600,000	4,034,032	0.5
TSY Infl IX N/B 1.625% 15Oct2029	USD2,300,000	17,690,681	2.2
TSY Infl IX N/B 1.875% 15Jul2034	USD1,700,000	12,993,791	1.6
United Overseas Bank Ltd Ser GMTN (Reg) (Reg S) Var 16Mar2031	USD200,000	1,501,801	0.2
United Overseas Bank Ltd Ser Regs (Reg) (Reg S) Var 14Oct2031	USD200,000	1,479,589	0.2
US Treasury 3.75% 31Aug2026	USD3,239,900	25,292,796	3.1
US Treasury N/B 4.5% 15Nov2054	USD2,100,000	15,650,833	1.9
Weibo Corp (Reg) 3.375% 08Jul2030	USD700,000	4,962,772	0.6
Westpac Banking (Reg) Var 15Nov2035	USD200,000	1,328,017	0.2
Westpac Banking Corp (Reg) Var 04Feb2030	USD200,000	1,568,629	0.2
Wharf REIC Finance BVI Ser EMTN (Reg) (Reg S) 2.375% 07May2025	USD1,000,000	7,716,421	0.9
Woodside Finance Ltd Ser Regs (Reg S) 4.5% 04Mar2029	USD200,000	1,529,709	0.2
Xiaomi Best Time Intl Ser Regs (Reg) (Reg S) 4.1% 14Jul2051	USD200,000	1,188,965	0.1
Yunda Hldg Inv 2.25% 19Aug2025-RegS	USD250,000	1,915,619	0.2
		<u>728,511,414</u>	<u>89.5</u>
(III) Forward foreign exchange contracts (0.4%)		<u>3,231,372</u>	<u>0.4</u>
Total Listed/Quoted Investments		<u>768,416,208</u>	<u>94.5</u>
Other net assets		<u>44,823,240</u>	<u>5.5</u>
Net assets attributable to holders of redeemable units at 31 December 2024		<u>813,239,448</u>	<u>100.0</u>
Total investments, at cost		<u>762,086,241</u>	

**Statement of Movements in Portfolio Holdings
For the period ended 31 December 2024 (Unaudited)**

	%holdings of net assets	
	31.12.2024	30.6.2024
Listed/Quoted Investments		
Convertibles		
United States Dollar	3.6	-
Hong Kong Dollar	1.0	-
Debt Securities		
United States Dollar	78.7	23.0
Australian Dollar	2.0	11.2
Chinese Yuan (Onshore)	1.3	-
Indonesian Rupiah	1.3	-
Korean Won	1.1	8.2
Indian Rupee	1.0	2.0
Chinese Yuan (Offshore)	0.9	0.5
Philippine Peso	0.8	-
Malaysian Ringgit	0.7	7.9
Thai Baht	0.7	7.5
Hong Kong Dollar	0.5	17.8
Singapore Dollar	0.5	9.2
New Zealand Dollar	-	6.8
Forward Foreign Exchange Contracts	0.4	0.0
Total Listed/Quoted Investments	<u>94.5</u>	<u>94.1</u>
Other net assets	5.5	5.9
Net assets attributable to holders of redeemable units	<u><u>100.0</u></u>	<u><u>100.0</u></u>

Details of Financial Derivative Instruments
As at 31 December 2024 (Unaudited)

Outstanding forward foreign exchange contracts as at 31 December 2024 were as follows:

Contract to deliver	In exchange for	Settlement Date	Counterparty	Unrealized gains/(losses) HKD
<u>As at 31.12.2024</u>				
Open contracts:				
AUD1,150,000	USD767,163	22 January 2025	BNP Paribas SA Paris	428,158
AUD625,000	USD415,037	22 January 2025	HSBC Bank Plc London	217,935
AUD430,000	USD289,016	22 January 2025	HSBC Bank Plc London	176,901
AUD560,000	USD355,687	22 January 2025	HSBC Bank Plc London	69,542
AUD800,000	USD498,976	22 January 2025	Standard Chartered Bank London	28,290
CNH7,850,000	USD1,118,414	22 January 2025	HSBC Bank Plc London	380,961
CNH5,300,000	USD756,204	22 January 2025	BNP Paribas SA Paris	265,728
CNH5,300,000	USD731,236	22 January 2025	Standard Chartered Bank London	71,797
CNH3,900,000	USD536,376	22 January 2025	HSBC Bank Plc London	39,604
CNH1,500,000	USD205,063	22 January 2025	State Street Bank and Trust Company	5,637
IDR21,000,000,000	USD1,382,989	22 January 2025	HSBC Bank Plc London	614,876
IDR14,000,000,000	USD912,468	22 January 2025	State Street Bank and Trust Company	335,931
IDR22,200,000,000	USD1,415,365	22 January 2025	State Street Bank and Trust Company	287,620
IDR31,000,000,000	USD1,961,550	22 January 2025	HSBC Bank Plc London	286,193
IDR12,700,000,000	USD822,613	22 January 2025	State Street Bank and Trust Company	264,922
IDR6,800,000,000	USD431,160	22 January 2025	State Street Bank and Trust Company	69,646
IDR5,200,000,000	USD325,979	22 January 2025	Australia and New Zealand Banking Group Limited	24,272
INR80,000,000	USD947,360	22 January 2025	State Street Bank and Trust Company	115,933
INR43,000,000	USD509,331	22 January 2025	Standard Chartered Bank London	62,287
INR35,000,000	USD414,416	22 January 2025	Standard Chartered Bank London	50,300
KRW550,000,000	USD413,966	22 January 2025	Standard Chartered Bank London	311,777
KRW800,000,000	USD582,398	22 January 2025	Standard Chartered Bank London	300,197
KRW390,000,000	USD294,351	22 January 2025	State Street Bank and Trust Company	227,377
KRW336,000,000	USD256,299	22 January 2025	Standard Chartered Bank London	216,901
KRW550,000,000	USD387,176	22 January 2025	Australia and New Zealand Banking Group Limited	103,671
KRW147,500,000	USD106,817	22 January 2025	Standard Chartered Bank London	50,981
MYR2,500,000	USD607,460	22 January 2025	BNP Paribas SA Paris	371,821
MYR2,350,000	USD540,852	22 January 2025	Standard Chartered Bank London	115,418
MYR920,000	USD219,089	22 January 2025	BNP Paribas SA Paris	102,246
MYR6,000,000	USD1,355,932	22 January 2025	BNP Paribas SA Paris	100,914
MYR900,000	USD210,004	22 January 2025	Standard Chartered Bank London	66,470
MYR1,850,000	USD419,121	22 January 2025	BNP Paribas SA Paris	39,202
MYR4,200,000	USD943,078	22 January 2025	BNP Paribas SA Paris	23,495
NZD880,000	USD540,174	22 January 2025	State Street Bank and Trust Company	365,777
NZD818,000	USD503,935	22 January 2025	State Street Bank and Trust Company	354,137
PHP22,000,000	USD393,321	22 January 2025	HSBC Bank Plc London	106,444
PHP28,000,000	USD494,002	22 January 2025	State Street Bank and Trust Company	84,298
PHP11,000,000	USD190,554	22 January 2025	Standard Chartered Bank London	5,789
SGD3,000,000	USD2,259,924	22 January 2025	Standard Chartered Bank London	457,302
SGD1,070,000	USD830,842	22 January 2025	State Street Bank and Trust Company	355,603
SGD850,000	USD663,875	22 January 2025	Standard Chartered Bank London	312,449
SGD1,700,000	USD1,272,377	22 January 2025	BNP Paribas SA Paris	195,132
SGD550,000	USD419,077	22 January 2025	BNP Paribas SA Paris	120,765
SGD1,000,000	USD745,241	22 January 2025	State Street Bank and Trust Company	89,821
THB10,800,000	USD332,089	22 January 2025	BNP Paribas SA Paris	116,247
THB8,800,000	USD267,268	22 January 2025	BNP Paribas SA Paris	68,932
THB9,300,000	USD278,893	22 January 2025	State Street Bank and Trust Company	45,219
THB5,400,000	USD164,244	22 January 2025	BNP Paribas SA Paris	44,153
THB21,300,000	USD629,788	22 January 2025	Standard Chartered Bank London	33,996
USD716,172	PHP41,800,000	22 January 2025	State Street Bank and Trust Company	39,632
USD254,698	PHP15,000,000	22 January 2025	State Street Bank and Trust Company	32,096
USD216,467	THB7,500,000	22 January 2025	HSBC Bank Plc London	29,104
USD713,656	MYR3,200,000	22 January 2025	Standard Chartered Bank London	19,988

Details of Financial Derivative Instruments (Continued)
As at 31 December 2024 (Unaudited)

Contract to deliver	In exchange for	Settlement Date	Counterparty	Unrealized
				gains/(losses)
				HKD
USD203,060	THB7,000,000	22 January 2025	Standard Chartered Bank London	19,210
USD473,352	THB16,200,000	22 January 2025	HSBC Bank Plc London	17,941
USD329,380	PHP19,200,000	22 January 2025	State Street Bank and Trust Company	14,934
USD286,658	THB9,800,000	22 January 2025	BNP Paribas SA Paris	8,452
CNH7,200,000	USD1,018,477	10 February 2025	State Street Bank and Trust Company	288,974
IDR5,800,000,000	USD361,485	8 May 2025	State Street Bank and Trust Company	23,529
Total unrealized gains				9,077,927

PHP15,000,000	USD254,490	22 January 2025	Standard Chartered Bank London	(33,714)
PHP20,000,000	USD339,829	22 January 2025	Standard Chartered Bank London	(41,002)
PHP26,000,000	USD438,967	22 January 2025	State Street Bank and Trust Company	(75,134)
THB14,500,000	USD419,366	22 January 2025	Standard Chartered Bank London	(49,509)
THB26,000,000	USD754,524	22 January 2025	BNP Paribas SA Paris	(68,930)
USD68,806	CNH500,000	22 January 2025	BNP Paribas SA Paris	(5,387)
USD417,042	MYR1,850,000	22 January 2025	Standard Chartered Bank London	(23,087)
USD518,836	MYR2,300,000	22 January 2025	BNP Paribas SA Paris	(31,429)
USD315,239	IDR5,000,000,000	22 January 2025	State Street Bank and Trust Company	(37,302)
USD206,839	MYR900,000	22 January 2025	BNP Paribas SA Paris	(41,946)
USD688,554	IDR11,000,000,000	22 January 2025	Standard Chartered Bank London	(43,452)
USD279,619	THB9,300,000	22 January 2025	State Street Bank and Trust Company	(50,911)
USD109,574	KRW150,000,000	22 January 2025	State Street Bank and Trust Company	(59,193)
USD243,390	SGD320,000	22 January 2025	HSBC Bank Plc London	(66,932)
USD931,116	MYR4,120,000	22 January 2025	Standard Chartered Bank London	(69,678)
USD49,124,805	HKD381,463,493	22 January 2025	BNP Paribas SA Paris	(73,835)
USD743,816	SGD1,000,000	22 January 2025	State Street Bank and Trust Company	(78,829)
USD280,538	MYR1,200,000	22 January 2025	BNP Paribas SA Paris	(92,840)
USD263,148	KRW366,500,000	22 January 2025	State Street Bank and Trust Company	(109,068)
USD926,766	INR78,000,000	22 January 2025	State Street Bank and Trust Company	(137,032)
USD751,981	THB25,000,000	22 January 2025	BNP Paribas SA Paris	(139,324)
USD546,131	MYR2,350,000	22 January 2025	BNP Paribas SA Paris	(156,520)
USD644,419	SGD850,000	22 January 2025	Standard Chartered Bank London	(161,584)
USD1,268,092	SGD1,700,000	22 January 2025	State Street Bank and Trust Company	(162,017)
USD292,368	AUD430,000	22 January 2025	Australia and New Zealand Banking Group Limited	(202,944)
USD1,585,502	IDR25,000,000,000	22 January 2025	State Street Bank and Trust Company	(258,821)
USD371,891	NZD598,000	22 January 2025	BNP Paribas SA Paris	(286,021)
USD996,239	SGD1,300,000	22 January 2025	State Street Bank and Trust Company	(329,914)
USD1,630,067	IDR25,500,000,000	22 January 2025	State Street Bank and Trust Company	(363,852)
USD2,001,402	IDR31,400,000,000	22 January 2025	State Street Bank and Trust Company	(402,849)
USD547,254	KRW726,000,000	22 January 2025	State Street Bank and Trust Company	(417,905)
USD681,677	NZD1,100,000	22 January 2025	BNP Paribas SA Paris	(507,460)
USD1,224,729	CNH8,500,000	22 January 2025	BNP Paribas SA Paris	(519,028)
USD2,268,024	SGD3,000,000	22 January 2025	State Street Bank and Trust Company	(520,614)
USD813,057	CNH5,750,000	10 February 2025	State Street Bank and Trust Company	(228,492)
Total unrealized losses				(5,846,555)

Net unrealized gains				3,231,372
				=====



Audited Annual Report – 30 June 2024

JPMorgan SAR Asian Bond Fund

J.P.Morgan
ASSET MANAGEMENT

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This report does not constitute an offer of any units in the fund forming the subject matter of this document (the "Fund"). Subscriptions are only valid if made on the basis of the current explanatory memorandum (or equivalent), supplemented by the most recent financial report.

Investment Report

Investment Policy

The investment policy of the Fund is to provide investors with long-term capital growth in Hong Kong dollar terms through a portfolio consisting primarily of bonds (including government and corporate bonds) within the Asia-Pacific region (excluding Japan), including but not limited to Australia, Hong Kong, Korea, Malaysia, New Zealand, Singapore, Thailand and China.

The proposed asset allocation of the Fund is as follows:

70-100%	net asset value in bonds within the Asia-Pacific region (excluding Japan)
0-30%	net asset value in bonds outside the Asia-Pacific region (excluding Japan) including but not limited to United States dollar denominated bonds such as US treasury inflation-protected securities and treasury bonds for defensive purpose during periods of perceived uncertainty and volatility

During this financial period, there has been no change in the Fund's investment policy.

Commentary by the Manager

Market Review

The Fund printed a return of +2.56% gross of fees over the period, underperforming the benchmark by 37 bps.

Risk sentiment weakened in the third quarter 2023 due to a global bond market sell-off and concerns over fiscal sustainability. As growth and inflation moderated, central banks were expected to hold rates steady, with a "higher for longer" outlook. Optimism for a soft landing emerged late in the year, leading to market anticipation of rate cuts in early 2024. Strong economic data in early 2024 bolstered investor sentiment, despite persistent inflation concerns. By mid-2024, economic momentum continued, but sticky inflation tempered expectations for significant rate cuts.

Over the period, US Treasury yield curve steepened as short-end of the curve fell whereas the long-end of the curve rose as Federal Reserve (Fed) struck a hawkish tone at its June conference with all but one cut being removed from the 2024 projections, the 2-year treasury fell by 14 bps and 10-year treasury yield increased by 56 bps to 4.75% and 4.40% respectively.

On the monetary policy front, during the period the Fed raised the target rate once by 25 bps in the July 2023 meeting, however have paused since then at the target range of 5.25% to 5.50%. The Fed struck a hawkish tone at its June 2024 conference as the dot plot signaled only one cut for rest of 2024.

Performance Review

The Fund underperformed the benchmark by 37 bps and returned +2.56%, gross of fees, over the 12 month period. Our overweight exposure and security selection in HKD bonds and security selection in NZD bonds were the key detractors from the performance, partially offset by exposure in USD, MYR and AUD which contributed to the performance resulting in net underperformance over the period.

Outlook

In the latest Investment Quarterly strategy meeting (Jun 2024), we left our scenario expectations unchanged. A soft landing scenario is our base case, with Sub Trend Growth/Soft Landing with 70% probability as disinflation trend appeared entrenched to us, corporate in America had stabilized, with EBITDA improving as many industries were benefiting from the support of various fiscal programs still distributing cash and mixed picture in the labor market. The tail risks also remain equally balanced. The 15% left tail risk - Recession (10%) and Crisis (5%) - reminds us that a policy error from the central banks would come with considerable downside, given the magnitude of rate hikes since 2022. The 15% right tail risk - Above Trend Growth (15%) - recognizes that businesses and households may have done a better job absorbing the monetary policy tightening than we think.

We expect a steady China growth backdrop in 2024 with potentially lower deflation, albeit still with challenges as consumer and risk-asset sentiment remains weaker than expected. Fiscal in driver seat to support GDP coupled with stable monetary backdrop.

With Asia economies still expanding, Asia credit should remain relatively more resilient. However, we will not be immune to secondary impacts of global macro headwinds. Given the global economic growth concerns, we maintain our defensive stance.

Commentary by the Trustee

The Trustee confirmed that based on the information received from the Manager, to the best of the knowledge and belief of the Trustee, the investment policy for the Fund was complied with during the year. There was no change to the investment policy during the year.

	2024 HKD	2023 HKD	2022 HKD
Increase/(decrease) in net assets attributable to holders of redeemable units and total comprehensive income/(loss) before net gains/(losses) on investments and forward foreign exchange contracts and net foreign currency exchange losses	(658,449)	(2,121,895)	(3,356,939)
Capital depreciation ¹	(767,867,035)	(104,670,678)	(215,591,298)
Net assets attributable to holders of redeemable units	915,890,162	1,684,415,646	1,791,208,219

[¹Capital depreciation represents the aggregate of net redemption and net gains/(losses) on investments and forward foreign exchange contracts and net foreign currency exchange losses]

Report of the Trustee to the Unitholders

We hereby confirm that, in our opinion, the Manager of the Fund has in all material respects, managed the Fund in accordance with the provisions of the Trust Deed dated 28 October 2010, as amended, for the year ended 30 June 2024.

We hereby confirm that we have not become aware of any failures by the Custodian, the Manager and their delegates to comply with the obligations imposed on them for the year ended 30 June 2024.

We are not aware of any events of a significant nature relating to the Fund that occurred for the year ended 30 June 2024 which have not been reported to the Mandatory Provident Fund Schemes Authority (the "MPFA").

We hereby confirm that provisions of the Trust Deed dated 28 October 2010, as amended, the Code on Unit Trusts and Mutual Funds established by the Securities and Futures Commission of Hong Kong, the Mandatory Provident Fund Schemes Ordinance, the Mandatory Provident Fund Schemes (General) Regulation, the Code on MPF Investment Funds and other relevant guidelines issued by the MPFA have been complied with in all material respects during the year.

We confirm that there are no material changes (including changes of the Custodian, the Manager and the delegates of the Manager) which have not been reported to the MPFA during the year.

We declare that we have supervised and exercised proper control over all persons appointed or engaged for the purposes of the Fund for the year ended 30 June 2024.

For and on behalf of Cititrust Limited, Trustee

Director

28 October 2024

Director

Independent Auditor's Report

To the Trustee of JPMorgan SAR Asian Bond Fund (the "Fund")

Report on the Audit of the Financial Statements**Opinion**

What we have audited

The financial statements of JPMorgan SAR Asian Bond Fund, which are set out on pages 6 to 23, comprise:

- the Statement of Financial Position as at 30 June 2024;
- the Statement of Comprehensive Income for the year then ended;
- the Statement of Changes in Net Assets Attributable to Holders of Redeemable Units for the year then ended;
- the Statement of Cash Flows for the year then ended; and
- the notes to the financial statements, comprising material accounting policy information and other explanatory information.

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Fund as at 30 June 2024, and of its financial transactions and its cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") and with reference to Practice Note 860.1 (Revised), "The Audit of Retirement Schemes" issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We are independent of the Fund in accordance with the HKICPA's Code of Ethics for Professional Accountants (the "Code"), and we have fulfilled our other ethical responsibilities in accordance with the Code.

Other Information

The Trustee and the Manager (the "Management") of the Fund are responsible for the other information. The other information comprises all of the information included in the annual report other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Management for the Financial Statements

The Management of the Fund is responsible for the preparation of financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA, and for such internal control as the Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Management of the Fund is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

In addition, the Management of the Fund is required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed dated 28 October 2010, as amended (the "Trust Deed"), the Hong Kong Mandatory Provident Fund Schemes Ordinance (the "Ordinance"), the Hong Kong Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation"), the Code on MPF Investment Funds (the "MPF Code"), Guidelines II.5 issued by the Mandatory Provident Fund Schemes Authority (the "MPF Guideline") and Appendix E of the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission (the "SFC Code").

Independent Auditor's Report (Continued)

To the Trustee of JPMorgan SAR Asian Bond Fund (the "Fund")

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with HKSA's will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed, the Ordinance, the General Regulation, the MPF Code, the MPF Guideline and Appendix E of the SFC Code.

As part of an audit in accordance with HKSA's, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Report on Matters under the Relevant Disclosure Provisions of the Trust Deed, the Ordinance, the General Regulation, the MPF Code, the MPF Guideline and Appendix E of the SFC Code

(a) In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed, the Ordinance, the General Regulation, the MPF Code, the MPF Guideline and Appendix E of the SFC Code; and

(b) We have obtained all the information and explanations which, to the best of our knowledge and belief, are necessary for the purpose of our audit.

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 28 October 2024

**Statement of Financial Position
As at 30 June 2024**

	Notes	2024 HKD	2023 HKD
Assets			
Current assets			
Cash at banks		79,971,974	105,756,295
Amounts due from brokers		8,864,380	16,837,090
Amounts receivable on allotment		548,218	730,544
Forward foreign exchange contracts	4(l)(a), 9	761,853	1,189,745
Investments	4(l)(a)	861,941,015	1,579,787,261
Total assets		<u>952,087,440</u>	<u>1,704,300,935</u>
Liabilities			
Current liabilities			
Amounts due to brokers		34,961,244	16,792,250
Amounts payable on redemption		550,421	1,781,746
Forward foreign exchange contracts	4(l)(a), 9	384,267	774,539
Tax payable		73,276	189,826
Other accounts payable		228,070	346,928
Liabilities (excluding net assets attributable to holders of redeemable units)		<u>36,197,278</u>	<u>19,885,289</u>
Net assets attributable to holders of redeemable units	3	<u>915,890,162</u>	<u>1,684,415,646</u>

Approved by the Trustee and the Manager on 28 October 2024

Signed by:

For and on behalf of Cititrust Limited, Trustee

Director

Director

For and on behalf of JPMorgan Asset Management (Asia Pacific) Limited, Manager

Director

**Statement of Comprehensive Income
For the year ended 30 June 2024**

	Notes	2024 HKD	2023 HKD
Income			
Net gains on investments and forward foreign exchange contracts	5	17,591,357	37,170,508
Interest on deposits	7(i)	1,348,301	989,217
Net foreign currency exchange losses		(2,494,127)	(4,366,068)
Other income		796	2,656
		<u>16,446,327</u>	<u>33,796,313</u>
Expenses			
Management fee	7(e)	695,897	798,527
Trustee's fee	7(g)	351,036	540,398
Safe custody and bank charges	7(i)	350,814	471,875
Registrar's fee	7(h)	171,200	276,995
Valuation fee	7(e)	133,548	134,951
Auditor's fee		106,000	95,711
Legal and professional expenses		79,989	33,277
Transaction costs	7(i)	63,321	195,376
Printing and publication expenses		957	1,405
Other operating expenses		10,862	8,982
		<u>1,963,624</u>	<u>2,557,497</u>
Profit before taxation		14,482,703	31,238,816
Taxation	6	(43,922)	(556,271)
Increase in net assets attributable to holders of redeemable units and total comprehensive income		<u>14,438,781</u>	<u>30,682,545</u>

The notes on pages 10 to 23 form part of these financial statements.

**Statement of Changes in Net Assets Attributable to Holders of Redeemable Units
For the year ended 30 June 2024**

	Notes	2024 HKD	2023 HKD
Net assets attributable to holders of redeemable units at the beginning of the year		1,684,415,646	1,791,208,219
Allotment of redeemable units	3	36,130,363	204,773,084
Redemption of redeemable units	3	(819,094,628)	(342,248,202)
Net redemption		<u>(782,964,265)</u>	<u>(137,475,118)</u>
		901,451,381	1,653,733,101
Increase in net assets attributable to holders of redeemable units and total comprehensive income		<u>14,438,781</u>	<u>30,682,545</u>
Net assets attributable to holders of redeemable units at the end of the year		<u><u>915,890,162</u></u>	<u><u>1,684,415,646</u></u>

The notes on pages 10 to 23 form part of these financial statements.

**Statement of Cash Flows
For the year ended 30 June 2024**

	2024	2023
	HKD	HKD
Operating activities		
Purchase of investments and forward foreign exchange contracts	(1,303,214,775)	(2,301,607,701)
Proceeds from disposal of investments and forward foreign exchange contracts	2,064,831,702	2,492,279,058
Interest received	1,348,301	989,217
Transaction costs paid	(60,922)	(194,583)
Tax paid	(160,472)	(563,855)
Registrar's fee paid	(200,453)	(281,150)
Trustee's fee paid	(374,912)	(539,851)
Management fee paid	(741,693)	(794,433)
Others	(3,157,765)	(5,115,764)
Net cash inflow from operating activities	<u>758,269,011</u>	<u>184,170,938</u>
Financing activities		
Receipts on allotment of redeemable units	36,312,689	205,244,278
Payments on redemption of redeemable units	(820,325,953)	(344,035,628)
Net cash outflow from financing activities	<u>(784,013,264)</u>	<u>(138,791,350)</u>
(Decrease)/increase in cash and cash equivalents	<u>(25,744,253)</u>	<u>45,379,588</u>
Cash and cash equivalents at the beginning of the year	105,756,295	60,368,972
Exchange (losses)/gains on cash and cash equivalents	(40,068)	7,735
Cash and cash equivalents at the end of the year	<u><u>79,971,974</u></u>	<u><u>105,756,295</u></u>
Analysis of balances of cash and cash equivalents:		
Cash at banks	<u><u>79,971,974</u></u>	<u><u>105,756,295</u></u>

The notes on pages 10 to 23 form part of these financial statements.

Notes to the Financial Statements

1 The Fund

JPMorgan SAR Asian Bond Fund (the "Fund") was established under a Trust Deed dated 28 October 2010, as amended (the "Trust Deed") and is governed by the laws of Hong Kong. The Fund is authorized by the Securities and Futures Commission of Hong Kong (the "SFC").

The investment policy of the Fund is to provide investors with long-term capital growth in Hong Kong dollar terms through a portfolio consisting primarily of bonds (including government and corporate bonds) within the Asia-Pacific region (excluding Japan), including but not limited to Australia, Hong Kong, Korea, Malaysia, New Zealand, Singapore, Thailand and China.

The Fund has been approved under section 6 of the Mandatory Provident Fund Schemes (General) Regulation (the "General Regulation") as an Approved Pooled Investment Fund since 21 October 2010. The Fund is also required to comply with the Schedule of Conditions for Approval of Pooled Investment Funds issued by the Mandatory Provident Fund Schemes Authority (the "MPFA") to the Fund dated 21 October 2010.

The Fund is established with different classes of units to cater for different categories of investors. Currently, the Fund offers three classes of units. The three classes of units are:

Class A - Available to collective investment schemes, pension plans, segregated portfolios or other types of investment vehicles to which units of Class B are not made available.

Class B - Available to any schemes registered under the General Regulation for investment purpose only and collective investment schemes which are authorized by the SFC, pension plans, segregated portfolios or other types of investment vehicles where the Manager or its associated party acts as the manager or the investment manager of such scheme, plan, portfolio or vehicle and a management fee or investment management fee is being charged by them.

Class C - Available to any schemes registered under the General Regulation for investment purpose only, designated collective investment schemes, pension plans, segregated portfolios or other types of investment vehicles as determined by the Manager.

All unitholders' rights with regard to the convening, voting or otherwise acting at any meeting of unitholders are the same.

2 Summary of material accounting policies

The material accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of preparation of financial statements

The financial statements of the Fund have been prepared in accordance with Hong Kong Financial Reporting Standards ("HKFRSs"). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities (including derivative financial instruments) held at fair value through profit or loss.

The preparation of financial statements in conformity with HKFRSs requires the use of certain critical accounting estimates. It also requires the Manager and the Trustee (the "Management") to exercise their judgment in the process of applying the Fund's accounting policies.

New standards and amendments to existing standards effective from 1 July 2023

The Fund has applied the following standards and amendments for the first time for the financial year beginning 1 July 2023:

- Disclosure of Accounting Policies – Amendments to HKAS 1 and HKFRS Practice Statement 2
- Definition of Accounting Estimates – Amendments to HKAS 8
- Deferred Tax related to Assets and Liabilities arising from a Single Transaction – Amendments to HKAS 12

The amendments listed above did not have any significant impact on the amounts recognized in the current or prior periods and are not expected to significantly affect the future periods.

New standards, amendments and interpretations effective after 1 July 2023 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 July 2023, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

(b) Investments and forward foreign exchange contracts

Classification

The Fund classifies its investments and forward foreign exchange contracts based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions.

Forward foreign exchange contracts that have a negative fair value are presented as liabilities at fair value through profit or loss.

As such, the Fund classifies all of its investment portfolio as financial assets or liabilities at fair value through profit or loss.

Recognition, derecognition and measurement

Purchases and sales of investments and forward foreign exchange contracts are accounted for on the trade date basis. Investments and forward foreign exchange contracts are initially recognized at fair value and are subsequently re-measured at fair value. Realized and unrealized gains and losses on investments and forward foreign exchange contracts are recognized in the Statement of Comprehensive Income. Investments and forward foreign exchange contracts are derecognized when the rights to receive cash flows from the investments and forward foreign exchange contracts have expired or the Fund has transferred substantially all risks and rewards of ownership.

Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets are based on last traded prices. When trading in the securities of an investee company is suspended, the investment is valued at the Manager's estimate of its fair value.

Debt securities are fair valued based on quoted prices inclusive of accrued interest.

Forward foreign exchange contracts are valued at the forward rates ruling at the valuation date. The differences between the forward rates and the contract rates are recognized in the Statement of Comprehensive Income.

Transfers between levels of the fair value hierarchy

Transfers between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

(c) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statement of Financial Position when there is a legally enforceable right to offset the recognized amounts and there is an intention to settle on a net basis, or realize the asset and settle the liability simultaneously.

(d) Income and expense

Interest income on investments is accounted for as part of net gains/losses on investments and forward foreign exchange contracts in the Statement of Comprehensive Income.

Interest income on cash at banks and short-term deposits is accounted for in the Statement of Comprehensive Income on an effective interest basis.

Expenses are accounted for in the Statement of Comprehensive Income on an accrual basis.

(e) Transaction costs

Transaction costs are costs incurred to acquire/dispose of financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, brokers and dealers. Transaction costs are expensed as incurred in the Statement of Comprehensive Income.

(f) Foreign currency translation*Functional and presentation currency*

The Fund has adopted Hong Kong dollar as its functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of assets and liabilities denominated in foreign currencies at year end exchange rates are recognized in the Statement of Comprehensive Income.

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the Statement of Comprehensive Income within "Net foreign currency exchange gains/losses". Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within "Net gains/losses on investments and forward foreign exchange contracts".

(g) Cash and cash equivalents

For the purpose of the Statement of Cash Flows, cash and cash equivalents comprise cash at banks and bank deposits with maturity of three months or less from the date of placing the deposits, net of certain short-term bank loans which the Fund usually undertakes as overnight bank borrowings.

(h) Amounts due from/to brokers

Amounts due from/to brokers represent receivables for investments and forward foreign exchange contracts sold and payables for investments and forward foreign exchange contracts purchased that have been contracted for but not yet settled by the end of the year.

These amounts are recognized initially at fair value and subsequently measured at amortized cost. At each reporting date, the Fund shall measure the loss allowance on amounts due from broker at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. Significant financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganization and default in payments are all considered indicators that a loss allowance may be required.

(i) Proceeds and payments on allotment and redemption of units

The net asset value per unit is computed for each dealing day. The price at which units are allotted or redeemed is calculated by reference to the net asset value per unit as at the close of business on the relevant dealing day in accordance with the provisions of the Trust Deed which may be different from the accounting policies stated in the financial statements.

Units of the Fund are redeemable at the option of the holders of redeemable units and are classified as a financial liability in the Statement of Financial Position which represents the net assets attributable to holders of redeemable units (or "net asset value" or "net assets" or "NAV") and is carried at the redemption amount that would be payable at the Statement of Financial Position date if the holders of redeemable units exercised the right to redeem units of the Fund.

3 Number of units in issue and net assets attributable to holders of redeemable units (per unit)2024

	Class A Units	Class B Units
Number of units in issue:		
At the beginning of the year	9,572,746.798	131,890,998.159
Total allotments	836,240.013	2,238,932.223
Total redemptions	(7,075,271.897)	(62,548,946.887)
At the end of the year	<u>3,333,714.914</u>	<u>71,580,983.495</u>
	HKD	HKD
Net assets attributable to holders of redeemable units	<u>36,740,124</u>	<u>879,150,038</u>
Net assets attributable to holders of redeemable units (per unit)	<u>11.02</u>	<u>12.28</u>

2023

	Class A Units	Class B Units
Number of units in issue:		
At the beginning of the year	9,048,957.965	143,843,344.436
Total allotments	852,034.766	16,414,043.333
Total redemptions	(328,245.933)	(28,366,389.610)
At the end of the year	<u>9,572,746.798</u>	<u>131,890,998.159</u>
	HKD	HKD
Net assets attributable to holders of redeemable units	<u>103,735,962</u>	<u>1,580,679,684</u>
Net assets attributable to holders of redeemable units (per unit)	<u>10.84</u>	<u>11.98</u>

During the years ended 30 June 2024 and 2023, the Fund did not issue or redeem any units of Class C.

4 Financial risk management**(l) Financial risk factors**

The Fund's activities expose it to a variety of financial risks: market risk (including market price risk, interest rate risk and currency risk), credit risk and liquidity risk.

(a) Market risk**(i) Market price risk**

The Fund primarily invests in debt securities which are subject to interest rate risk. Refer to Note 4(l)(a)(ii) for interest rate risk.

(ii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument or future cash flow will fluctuate due to changes in market interest rates. The Fund is exposed to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its investments and cash deposits.

The table below summarizes the Fund's financial assets and liabilities as at 30 June which expose it to the risk associated with the effects of fluctuations in the prevailing levels of market interest rates, categorized by remaining maturity dates.

	Less than 1 year HKD	1-5 years HKD	Over 5 years HKD	Total HKD
2024				
Cash at banks	79,971,974	-	-	79,971,974
Investments (Note*)	61,724,820	417,590,219	382,625,976	861,941,015
Total interest sensitivity gap	141,696,794	417,590,219	382,625,976	941,912,989
2023				
Cash at banks	105,756,295	-	-	105,756,295
Investments (Note*)	41,459,632	671,295,037	867,032,592	1,579,787,261
Total interest sensitivity gap	147,215,927	671,295,037	867,032,592	1,685,543,556

Note:

* The coupon rate of the investments ranged between 0.25% p.a. - 7.88% p.a. (2023: 0.50% p.a. - 7.00% p.a.).

As at 30 June, the Fund's fair value of investments and forward foreign exchange contracts were as follows:

	2024		2023	
Listed/Quoted Investments	Fair value of investments HKD	% of net assets	Fair value of investments HKD	% of net assets
Assets				
Debt Securities				
- United States Dollar	210,829,902	23.0	192,467,788	11.4
- Hong Kong Dollar	163,061,397	17.8	398,707,021	23.7
- Australian Dollar	102,476,230	11.2	178,008,443	10.6
- Singapore Dollar	84,002,222	9.2	153,291,159	9.1
- Korean Won	75,198,162	8.2	157,201,921	9.3
- Malaysian Ringgit	72,319,433	7.9	152,837,847	9.1
- Thai Baht	68,694,269	7.5	146,743,610	8.7
- New Zealand Dollar	62,509,829	6.8	115,925,847	6.9
- Indonesian Rupiah	-	-	84,603,625	5.0
- Others	22,849,571	2.5	-	-
	861,941,015	94.1	1,579,787,261	93.8
Forward Foreign Exchange Contracts	761,853	0.0	1,189,745	0.1
	862,702,868	94.1	1,580,977,006	93.9
Liabilities				
Forward Foreign Exchange Contracts	(384,267)	(0.0)	(774,539)	(0.1)
Total Listed/Quoted Investments	862,318,601	94.1	1,580,202,467	93.8

Also, refer to Note 9 for the exposures on forward foreign exchange contracts.

The Manager monitors the Fund's interest rate risk sensitivity primarily through the modified duration of the Fund on a regular basis. The modified duration measures the sensitivity of the price of a bond relative to the change in interest rate. As at 30 June 2024, the Manager estimates that the Fund has a modified duration of 4.91 (2023: 4.87). For the purpose of disclosing relevant sensitivities, the percentage of reasonable possible change in interest rate adopted is 25 basis points, and does not include remote or "worst case" scenarios or "stress tests" nor represent the Manager's forecast of the Fund's future returns. If the interest rates were to rise by 25 basis points with all other variables that may impact the net asset value of the Fund held constant, this would result in a decrease in net asset value of the Fund by approximately HKD11,242,552 (2023: HKD20,507,760). If the interest rates were to fall by 25 basis points, this would result in an increase in the net asset value of the Fund by the same amount.

(iii) **Currency risk**

The Fund holds assets and liabilities denominated in a number of currencies. HKFRS 7 considers the foreign exchange exposure relating to non-monetary assets and liabilities to be a component of market price risk not currency risk. However, the Manager monitors the exposure to currency risk on all foreign currency denominated assets and liabilities including both monetary and non-monetary assets and liabilities.

The Fund enters in some forward foreign exchange contracts to hedge some of its foreign currency exposures to maintain limited exposure to non-HKD currencies. The realized profits or losses are normally quoted and settled net in Hong Kong dollar. Refer to Note 9 for the outstanding forward foreign exchange contracts as at year end.

The table below summarizes the Fund's exposure to currency risk as at 30 June together with the percentage of reasonable possible change in foreign currencies and the estimated impact on net asset value of the Fund.

	HKD equivalent	% of reasonable possible change against HKD (Note**)	Estimated impact on net asset value HKD
2024			
Australian Dollar	94,549,472	-0.0	(0)
Chinese Yuan (Offshore)	660,087	-0.7	(4,621)
Euro	3,885	-2.1	(82)
Indian Rupee	4,465,453	-2.0	(89,309)
Indonesian Rupiah	54,112	-8.8	(4,762)
Korean Won	79,415,970	-4.6	(3,653,135)
Malaysian Ringgit	76,935,824	-1.4	(1,077,102)
New Zealand Dollar	48,993,668	-0.9	(440,943)
Singapore Dollar	84,772,335	-0.5	(423,862)
Thai Baht	68,694,269	-3.7	(2,541,688)
United States Dollar	84,364,620	-0.4	(337,458)
	<u>542,909,695</u>		<u>(8,572,962)</u>
2023			
Australian Dollar	179,768,514	-3.3	(5,932,361)
Chinese Yuan (Offshore)	10,772	-8.0	(862)
Euro	3,153	+4.2	132
Indonesian Rupiah	36,056,955	-0.8	(288,456)
Korean Won	157,085,578	-1.6	(2,513,369)
Malaysian Ringgit	153,096,112	-5.7	(8,726,478)
New Zealand Dollar	74,462,210	-1.6	(1,191,395)
Singapore Dollar	148,867,172	+2.7	4,019,414
Thai Baht	146,743,610	-0.4	(586,974)
United States Dollar	55,209,843	-0.1	(55,210)
	<u>951,303,919</u>		<u>(15,275,559)</u>

If the foreign currency fluctuations were to move in the opposite direction, this would result in an opposite movement in the net asset value of the Fund by the same amount, assuming all other variables that may impact the net asset value of the Fund are held constant.

Note:

- * Net currency exposures on assets and liabilities include both monetary and non-monetary assets and liabilities.
- ** % of reasonable possible change is based on the actual historical change in the respective currencies against the functional currency of the Fund in the past 12 months and does not include remote or "worst case" scenarios or "stress tests" nor represent the Manager's forecast of the Fund's future returns.

(b) Credit risk

Credit risk is the risk that a counterparty will not be able to pay amounts in full when due.

The Manager monitors credit risk with reference to a number of factors including history of default and the credit rating of counterparties. The Manager considers the credit risk of other receivables such as amounts receivable on allotment or amounts due from brokers to be insignificant as the Fund has no default history on such receivables in the past 5 years. Overall, the Manager considers the probability of default to be close to zero as these instruments have a low risk of default and the Fund's counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognized based on 12-month expected credit losses.

The maximum exposure to credit risk as at 30 June 2024 and 2023 is the carrying amount of the financial assets as shown in the Statement of Financial Position.

All transactions in listed/quoted investments are settled on a delivery versus payment basis using approved brokers. The risk of default is considered minimal, as delivery of investments sold is only made when the Fund's custodian bank has received payment. For a purchase, payment is made once the investments have been received by the Fund's custodian bank. The trade will fail if either party fails to meet the obligation.

The Fund's investments are predominantly in debt securities and therefore the Fund is exposed to credit risk that the issuers may not be able to repay the principal amount and interest at maturity. Credit risk derived from debt securities is managed and monitored on an on-going basis by making reference to the credit rating and credit outlook provided by credit rating agencies, if available, and internal credit analysis.

The table below summarizes the debt securities by credit rating as at 30 June.

	2024 % of net assets	2023 % of net assets
S&P(AAA)/Moody's(Aaa)/FITCH(AAA)	33.1	31.8
S&P(AA)/Moody's(Aa)/FITCH(AA)	24.8	33.4
S&P(A)/Moody's(A)/FITCH(A)	18.1	17.7
S&P(BBB)/Moody's(Baa)/FITCH(BBB)	16.6	10.9
Unrated	1.5	-
	<u>94.1</u>	<u>93.8</u>

The table below summarizes the unrated debt securities as stated in the table above by their issuers' credit rating as at 30 June.

	2024 % of net assets	2023 % of net assets
S&P(AA)/Moody's(Aa)/FITCH(AA)	1.5	-
	<u>1.5</u>	<u>-</u>

In order to monitor the credit quality of the unrated underlying debt securities, the Manager, on the basis of internal research, prepares its own proprietary ratings for the debt securities for which publicly available credit ratings are not available. The Manager reviews the key financial metrics of the issue and structural features of the debt securities in order to calculate the implied ratings for each of the debt securities.

The table below summarizes the credit rating of the banks/brokers/custodian which the Fund has placed the financial assets as at 30 June.

	2024 Exposure to counterparties HKD	2023 Exposure to counterparties HKD
Bank balances		
S&P(AA)/Moody's(Aa)/FITCH(AA)	37,836,603	70,663,431
S&P(A)/Moody's(A)/FITCH(A)	42,135,371	35,092,864
Forward foreign exchange contracts issued by brokers		
S&P(AA)/Moody's(Aa)/FITCH(AA)	709,608	97,108
S&P(A)/Moody's(A)/FITCH(A)	52,245	1,092,637
Investment balances with custodian		
S&P(AA)/Moody's(Aa)/FITCH(AA)	<u>861,941,015</u>	<u>1,579,787,261</u>

(c) Liquidity risk

The Fund is exposed to daily redemption of units, the majority of its assets in investments are traded in an active market which can be readily disposed of. The Manager may also limit the total number of units redeemed for the Fund on any dealing day to 10% or more of the units in issue on any dealing day.

The table below summarizes the Fund's financial liabilities into relevant maturity groupings based on the remaining period as at 30 June to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	<u>2024</u>		<u>2023</u>	
	Less than 1 month HKD	1 to 12 months HKD	Less than 1 month HKD	1 to 12 months HKD
Amounts due to brokers	34,961,244	-	16,792,250	-
Amounts payable on redemption	550,421	-	1,781,746	-
Forward foreign exchange contracts	384,267	-	-	774,539
Other accounts payable	228,070	-	346,928	-
Net assets attributable to holders of redeemable units	<u>915,890,162</u>	<u>-</u>	<u>1,684,415,646</u>	<u>-</u>
Total financial liabilities	<u>952,014,164</u>	<u>-</u>	<u>1,703,336,570</u>	<u>774,539</u>

The Manager manages the Fund's liquidity risk by investing in investments that the Manager expects to liquidate normally within 1 month and making short-term bank borrowing to meet the total financial liabilities.

(d) Offsetting and amounts subject to master netting arrangements and similar agreements

As at 30 June 2024 and 2023, the Fund was subject to master netting arrangements with certain forward foreign exchange contracts counterparties.

In the event of default, the Fund and its counterparties have the option to settle transactions on net basis. An event of default may include failure to pay or deliver, breach of agreement or bankruptcy.

The following tables summarize the Fund's financial assets and liabilities subject to offsetting, master netting arrangements and similar agreements as at 30 June by types of financial instruments.

	Gross amounts of recognized financial assets presented in the Statement of Financial Position HKD	Related amounts subject to master netting arrangements and similar agreements net off against financial instruments HKD	Net amount HKD
<u>2024</u>			
<u>Assets</u>			
Forward foreign exchange contracts	761,853	(320,958)	440,895
Financial assets at fair value through profit and loss	<u>761,853</u>	<u>(320,958)</u>	<u>440,895</u>

	Gross amounts of recognized financial liabilities presented in the Statement of Financial Position HKD	Related amounts subject to master netting arrangements and similar agreements net off against financial instruments HKD	Net amount HKD
<u>Liabilities</u>			
Forward foreign exchange contracts	384,267	(320,958)	63,309
Financial liabilities at fair value through profit and loss	<u>384,267</u>	<u>(320,958)</u>	<u>63,309</u>

	Gross amounts of recognized financial assets presented in the Statement of Financial Position HKD	Related amounts subject to master netting arrangements and similar agreements net off against financial instruments HKD	Net amount HKD
<u>2023</u>			
<u>Assets</u>			
Forward foreign exchange contracts	1,189,745	(774,539)	415,206
Financial assets at fair value through profit and loss	<u>1,189,745</u>	<u>(774,539)</u>	<u>415,206</u>

	Gross amounts of recognized financial liabilities presented in the Statement of Financial Position HKD	Related amounts subject to master netting arrangements and similar agreements net off against financial instruments HKD	Net amount HKD
<u>Liabilities</u>			
Forward foreign exchange contracts	774,539	(774,539)	-
Financial liabilities at fair value through profit and loss	<u>774,539</u>	<u>(774,539)</u>	<u>-</u>

(II) Capital risk management

The capital of the Fund is represented by the net assets attributable to holders of redeemable units which is subject to allotments and redemptions of redeemable units. The Fund's objective for capital management is to provide returns and long-term capital growth for unitholders.

In order to maintain the capital structure, the Management performs the following:

- Monitor allotment and redemption activities relative to the liquid assets.
- To protect the interest of unitholders and in exceptional circumstances, the Manager may also limit the total number of units redeemed for the Fund on any dealing day to 10% or more of the units in issue on any dealing day.
- Monitor fund investment guidelines and restrictions, in accordance with the constitutional documents, to maintain sufficient liquidity through diversification.

(III) Fair value estimation

As at 30 June 2024 and 2023, the Management considers that the carrying values of assets and liabilities were reasonable approximations of their fair value.

HKFRS 13 requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

The table below summarizes the Fund's investments and forward foreign exchange contracts (by class) within the fair value hierarchy measured at fair value as at 30 June:

Listed/Quoted Investments	Level 1 HKD	Level 2 HKD	Level 3 HKD	Total HKD
<u>2024</u>				
<u>Assets</u>				
Debt Securities	-	861,941,015	-	861,941,015
Forward Foreign Exchange Contracts	-	761,853	-	761,853
Total financial assets at fair value through profit and loss	<u>-</u>	<u>862,702,868</u>	<u>-</u>	<u>862,702,868</u>
<u>Liabilities</u>				
Forward Foreign Exchange Contracts	-	384,267	-	384,267
Total financial liabilities at fair value through profit and loss	<u>-</u>	<u>384,267</u>	<u>-</u>	<u>384,267</u>

Listed/Quoted Investments	Level 1 HKD	Level 2 HKD	Level 3 HKD	Total HKD
2023				
Assets				
Debt Securities	-	1,579,787,261	-	1,579,787,261
Forward Foreign Exchange Contracts	-	1,189,745	-	1,189,745
Total financial assets at fair value through profit and loss	-	1,580,977,006	-	1,580,977,006
Liabilities				
Forward Foreign Exchange Contracts	-	774,539	-	774,539
Total financial liabilities at fair value through profit and loss	-	774,539	-	774,539

Investments, whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities. The Fund does not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer/broker quotations or alternative pricing sources supported by observable inputs are classified within level 2.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently.

There were no transfers between levels for the years ended 30 June 2024 and 2023.

For assets and liabilities carried at amortized cost, their carrying values are a reasonable approximation of fair value as at 30 June 2024 and 2023.

5 Net gains on investments and forward foreign exchange contracts

	2024 HKD	2023 HKD
Change in unrealized gains/losses in value of investments and forward foreign exchange contracts	53,450,937	76,440,867
Realized losses on sale of investments and forward foreign exchange contracts	(35,859,580)	(39,270,359)
	17,591,357	37,170,508

6 Taxation

No provision for Hong Kong profits tax has been made as the Fund was authorized as a collective investment scheme under Section 104 of the Securities and Futures Ordinance and is therefore exempt from profits tax under Section 26A(1A) of the Inland Revenue Ordinance.

Overseas tax was withheld or paid on certain interest income received during the years ended 30 June 2024 and 2023.

7 Transactions with the Trustee, the Manager and their Associates/Connected Persons

The following is a summary of significant related party transactions entered into during the year between the Fund and the Trustee, the Manager and their Associates/Connected Persons. Associates and Connected Persons of the Trustee and the Manager are those as defined in the Mandatory Provident Fund Schemes Ordinance and the Code on Unit Trusts and Mutual Funds established by the SFC. All such transactions were entered into in the ordinary course of business and on normal commercial terms.

(a) Investment transactions with Associates/Connected Persons of the Trustee and the Manager are set out below:

Name of company	Aggregate value of purchases and sales of investments HKD	% of the Fund's total aggregate value of transactions	Commission paid HKD	% of the Fund's total commission paid in the year	Average commission rate %
<u>2024</u>					
Citigroup Global Markets Ltd	159,237,862	4.78	-	-	-
Citigroup Global Markets Inc.	146,901,838	4.41	-	-	-
<u>2023</u>					
Citigroup Global Markets Ltd	378,896,935	7.97	-	-	-
Citigroup Global Markets Inc.	336,506,501	7.08	-	-	-

Note: No commission was paid by the Fund during the years ended 30 June 2024 and 2023.

(b) Balances with the Trustee, the Manager and their Associates/Connected Persons as at year end:

	2024 HKD	2023 HKD
Cash at banks	37,836,603	70,663,431
Amounts payable	(11,051,045)	(249,616)

As at 30 June 2024, the Fund's investment balance of HKD861,941,015 (2023: HKD1,579,787,261) represents the investments held by the custodian, JPMorgan Chase Bank, N.A., a Connected Person of the Manager.

(c) During the year ended 30 June 2024, the Fund entered into forward foreign exchange contracts with Associates/Connected Persons of the Trustee, with realized gains amounting to HKD1,791,152. During the year ended 30 June 2023, the Fund did not enter into forward foreign exchange contracts with Associates/Connected Persons of the Trustee.

(d) During the years ended 30 June 2024 and 2023, there was no income accruing to the Manager relating to allotments and redemptions in the Fund.

(e) Management fee for Class A of 0.8% per annum and Class B of 0% per annum of the net asset value of the Fund is paid to JPMorgan Asset Management (Asia Pacific) Limited. Management fee is accrued based on the net asset value attributable to each class of units on each dealing day and is payable monthly in arrears.

The Manager also receives a valuation fee of USD40 per valuation if the Fund's net asset value is larger than USD10 million but smaller than USD20 million, or USD70 per valuation if the Fund's net asset value is larger than USD20 million.

(f) The Fund allows the Trustee, the Manager and their Associates/Connected Persons to subscribe for, and redeem, units of the Fund.

The retirement schemes of the employees of the Manager and its Associates/Connected Persons may subscribe to Class A of the Fund.

(g) Trustee's fee for Class A of 0.0295% per annum and Class B of 0.0295% per annum of the net asset value of the Fund is paid to the Trustee. Trustee's fee is accrued based on the net asset value attributable to each class of units on each dealing day and is payable monthly in arrears.

(h) JPMorgan Funds (Asia) Limited, the registrar agent and also an Associate/Connected Person of the Manager, receives a registrar's fee which will vary depending on the number of unitholders in the Fund and the number of transactions which occur. The range agreed with the Trustee is between 0.015% and 0.5% per annum of the Fund's net asset value. The registrar's fee is payable quarterly in arrears.

- (i) During the years ended 30 June 2024 and 2023, in addition to the management fee, valuation fee and registrar's fee as disclosed in Note 7(e) and 7(h), respective amounts received from/(paid to) the Manager, JPMorgan Asset Management (Asia Pacific) Limited, and its Associates/Connected Persons were as follows:

	2024	2023
	HKD	HKD
Interest on deposits	405,794	201,175
Transaction costs	(57,414)	(41,328)
Safe custody and bank charges	(276,895)	(427,636)
	<u>(128,515)</u>	<u>(167,789)</u>

8 Soft dollar arrangements/Commission sharing arrangements

During the years ended 30 June 2024 and 2023, the Manager and its Associates/Connected Persons did not enter into any soft dollar arrangements/commission sharing arrangements in connection with directing transactions of the Fund through a broker or dealer.

9 Forward foreign exchange contracts

Outstanding forward foreign exchange contracts as at 30 June were as follows:

Contract to deliver	In exchange for	Settlement date	Counterparty	Unrealized gains/(losses) HKD
<u>2024</u>				
Open contracts:				
CNH3,400,000	USD470,331	25 July 2024	Standard Chartered Bank London	29,059
HKD11,238,002	USD1,441,513	25 July 2024	State Street Bank and Trust Company	8,191
HKD18,500,000	USD2,371,363	25 July 2024	HSBC Bank Plc London	572
HKD3,000,000	USD384,574	25 July 2024	Standard Chartered Bank London	316
IDR5,500,000,000	USD342,597	25 July 2024	State Street Bank and Trust Company	53,358
NZD1,900,000	USD1,165,501	25 July 2024	Australia and New Zealand Banking Group Limited	60,413
NZD1,000,000	USD611,310	25 July 2024	State Street Bank and Trust Company	15,309
USD1,363,941	NZD2,300,000	25 July 2024	Australia and New Zealand Banking Group Limited	293,256
USD3,025,830	MYR14,350,000	25 July 2024	BNP Paribas SA Paris	162,454
USD25,864,902	HKD201,899,613	25 July 2024	State Street Bank and Trust Company	110,412
USD1,435,259	INR120,000,000	25 July 2024	Standard Chartered Bank London	21,736
USD1,442,255	HKD11,257,974	25 July 2024	State Street Bank and Trust Company	5,987
USD600,843	HKD4,688,134	25 July 2024	HSBC Bank Plc London	562
USD1,504,298	HKD11,736,252	25 July 2024	State Street Bank and Trust Company	228
			Total unrealized gains	<u>761,853</u>
AUD500,000	USD333,041	25 July 2024	Australia and New Zealand Banking Group Limited	(8,538)
AUD1,100,000	USD725,336	25 July 2024	State Street Bank and Trust Company	(76,162)
HKD34,145,201	USD4,376,366	25 July 2024	State Street Bank and Trust Company	(2,277)
INR50,000,000	USD598,385	25 July 2024	Standard Chartered Bank London	(6,240)
INR100,000,000	USD1,197,507	25 July 2024	State Street Bank and Trust Company	(6,729)
INR120,000,000	USD1,432,121	25 July 2024	Standard Chartered Bank London	(46,235)
MYR5,750,000	USD1,217,292	25 July 2024	BNP Paribas SA Paris	(27,177)
MYR8,600,000	USD1,820,645	25 July 2024	BNP Paribas SA Paris	(40,647)
NZD2,300,000	USD1,381,636	25 July 2024	State Street Bank and Trust Company	(155,111)
USD344,705	HKD2,684,723	25 July 2024	State Street Bank and Trust Company	(4,547)
USD337,121	IDR5,500,000,000	25 July 2024	State Street Bank and Trust Company	(10,604)
			Total unrealized losses	<u>(384,267)</u>
			Net unrealized gains	<u>377,586</u>

Contract to deliver	In exchange for	Settlement date	Counterparty	Unrealized gains/(losses) HKD
<u>2023</u>				
Open contracts:				
HKD53,245,636	USD6,815,198	27 September 2023	Standard Chartered Bank London	53,199
MYR24,000,000	USD5,233,148	27 September 2023	Standard Chartered Bank London	453,593
NZD7,721,689	USD4,799,973	27 September 2023	Standard Chartered Bank London	556,436
NZD3,500,000	USD2,153,778	27 September 2023	State Street Bank and Trust Company	80,530
SGD2,900,000	USD2,153,839	27 September 2023	Standard Chartered Bank London	29,409
USD1,664,240	IDR25,000,000,000	27 September 2023	State Street Bank and Trust Company	16,578
Total unrealized gains				1,189,745
IDR117,800,000,000	USD7,840,788	27 September 2023	Standard Chartered Bank London	(86,826)
USD2,173,224	HKD16,980,069	27 September 2023	Standard Chartered Bank London	(15,810)
USD2,163,833	HKD16,902,672	27 September 2023	State Street Bank and Trust Company	(19,767)
USD5,180,564	MYR24,000,000	27 September 2023	Standard Chartered Bank London	(44,426)
USD40,641,354	HKD317,231,456	27 September 2023	Standard Chartered Bank London	(607,710)
Total unrealized losses				(774,539)
Net unrealized gains				415,206

10 Distribution

No distribution was made during the year (2023: nil).

Investment Portfolio
As at 30 June 2024 (Unaudited)

	Holding	Fair value HKD	% of net assets
Listed/Quoted Investments (94.1%)			
(I) Debt Securities (94.1%)			
Australian Dollar (11.2%)			
Australia (Govt of) Ser 161 (Reg S) 0.25% 21Nov2025	AUD5,500,000	27,143,290	3.0
Australia (Govt of) Ser 162 (Reg S) 1.75% 21Jun2051	AUD4,500,000	13,009,305	1.4
Australian Government (Reg S) (Ser 164) 0.5% 21Sep2026	AUD6,150,000	29,669,364	3.2
Australian Government 2.5% 21May2030	AUD6,550,000	31,375,104	3.4
National Australia Bank Ser MTN (Reg) (Reg S) Var 06Jun2039	AUD240,000	1,279,167	0.2
Chinese Yuan (Offshore) (0.5%)			
Sun Hung Kai Prop (Cap) Ser EMTN (Reg S) (Br) 3% 04Jun2026	CNH2,000,000	2,133,643	0.2
Swire Properties MTN Fin Ser EMTN (Br) 3.05% 04Jun2026	CNH2,000,000	2,139,103	0.3
Hong Kong Dollar (17.8%)			
HK Govt Bd 2.02% 07Mar2034	HKD15,000,000	13,292,463	1.5
Hong Kong (Govt of) 1.49% 22Feb2028	HKD43,300,000	40,659,495	4.4
Hong Kong (Govt of) 2.24% 27Aug2029	HKD18,700,000	17,839,514	1.9
Hong Kong (Govt of) 2.48% 28Feb2029	HKD64,000,000	62,063,725	6.8
Hong Kong Government Bond 2.49% 22Aug2028	HKD30,000,000	29,206,200	3.2
Indian Rupee (2.0%)			
Asian Development Bank Ser GMTN (Reg) 6.2% 06Oct2026	INR198,000,000	18,576,825	2.0
Korean Won (8.2%)			
Korea Treasury Bond Ser 3509 (Br) 2.625% 10Sep2035	KRW8,970,000,000	48,299,808	5.3
Korea Treasury Ser 3312 3.75% (Br) 10Dec2033	KRW4,551,000,000	26,898,354	2.9
Malaysian Ringgit (7.9%)			
Malaysia (Govt of) Ser 216 4.736% 15/03/2046	MYR10,150,000	18,349,046	2.0
Malaysian (Govt of) Ser 0411 4.232Pct 30/06/2031	MYR1,600,000	2,773,656	0.3
Malaysian Government Ser 413 3.844% 15Apr2033	MYR8,700,000	14,489,326	1.6
Malaysian Government Ser 513 3.733% 15Jun2028	MYR22,050,000	36,707,405	4.0
New Zealand Dollar (6.8%)			
New Zealand (Govt of) 2% 15May2032	NZD2,770,000	10,958,282	1.2
New Zealand (Govt of) 4.25% 15May2034	NZD3,000,000	13,879,015	1.5
New Zealand (Govt of) Ser 425 (Reg) (Reg S) 2.75% 15Apr2025	NZD600,000	2,811,009	0.3
New Zealand Government (Reg) 3% 20Apr2029	NZD7,794,000	34,861,523	3.8
Singapore Dollar (9.2%)			
Singapore (Govt of) 2.75% 01Apr2042	SGD2,950,000	16,227,008	1.8
Singapore (Govt of) 2.875% 01/09/2030	SGD4,122,000	23,528,525	2.6
Singapore (Govt of) 3.375% 01Sep2033	SGD1,900,000	11,224,618	1.2
Singapore Government 0.5% 01Nov2025	SGD3,550,000	19,672,443	2.1
Singapore Government 1.625% 01Jul2031	SGD1,500,000	7,868,105	0.9
Singapore Government 2.75% 01Mar2046	SGD1,000,000	5,481,523	0.6
Thai Baht (7.5%)			
Thailand (Govt of) (Reg) 3.65% 20Jun2031	THB207,000,000	47,067,387	5.1
Thailand Government Bond 2.125% 17Dec2026	THB102,100,000	21,626,882	2.4
United States Dollar (23.0%)			
Alibaba Group Holding (Reg) 4.2% 06Dec2047	USD800,000	4,966,477	0.5
Bank Negara Indonesia Ser EMTN (Reg S) 5.28% 05Apr2029	USD278,000	2,178,847	0.2
Bank of East Asia Ltd Ser EMTN (Reg) (Reg S) Var 13Mar2027	USD250,000	2,002,747	0.2
Bank of East Asia Ltd Ser EMTN (Reg) (Reg S) Var 27Jun2034	USD250,000	1,938,919	0.2
BOC Aviation Ltd Ser Regs (Reg) (Reg S) 3.25% 29Apr2025	USD600,000	4,620,503	0.5
Cathaylife Singapore (Reg) (Reg S) 5.95% 05Jul2034	USD200,000	1,559,475	0.2
China Cinda 2020 I Mngm Ser EMTN (Reg) (Reg S) 5.75% 28May2029	USD256,000	2,012,047	0.2
China Modern Dairy Holdi (Reg) (Reg S) 2.125% 14Jul2026	USD200,000	1,461,765	0.2

Investment Portfolio (Continued)
As at 30 June 2024 (Unaudited)

	Holding	Fair value HKD	% of net assets
United States Dollar (Continued)			
Export-Import BK Thailand Ser EMTN (Reg) (Reg S) 1.457% 15Oct2025	USD600,000	4,456,474	0.5
Export-Import BK Thailand Ser EMTN (Reg) (Reg S) 5.354% 16May2029	USD400,000	3,154,500	0.3
GOHL Capital Ltd 4.25% 24Jan2027	USD200,000	1,528,952	0.2
HDFC Bank Ltd Ser EMTN (Reg) (Reg S) 5.18% 15Feb2029	USD500,000	3,959,753	0.4
Hyundai Capital Services Ser Regs (Reg) (Reg S) 2.125% 24Apr2025	USD1,000,000	7,663,481	0.8
ICBCIL Finance Co Ltd Ser EMTN (Reg) (Reg S) 2.125% 27Jan2025	USD600,000	4,635,381	0.5
Kodit Global 2023-1 Ltd (Reg) (Reg S) 4.954% 25May2026	USD400,000	3,113,985	0.3
Korearehabnresource (Reg) (Reg S) 5.125% 08May2029	USD304,000	2,368,843	0.3
Lenovo Group Ltd Ser Regs (Reg S) 6.536% 27Jul2032	USD200,000	1,679,843	0.2
LG Energy Solution Ser Regs (Reg S) 5.375% 02Jul2027	USD480,000	3,730,634	0.4
LG Energy Solution Ser Regs (Reg S) 5.375% 02Jul2029	USD350,000	2,713,484	0.3
LG Energy Solution Ser Regs (Reg S) 5.5% 02Jul2034	USD200,000	1,528,556	0.2
LG Energy Solution Ser Regs (Reg) (Reg S) 5.625% 25Sep2026	USD600,000	4,756,990	0.5
Majapahit Holding BV Ser Regs 7.875Pct 29/06/2037	USD200,000	1,822,704	0.2
Meituan Ser Regs (Reg) (Reg S) 3.05% 28Oct2030	USD200,000	1,354,647	0.2
Perusahaan Listrik Negar Ser Regs 5.375% 25Jan2029	USD1,000,000	7,971,821	0.9
PT Indonesia Asahan Aluminium and PT Mineral Ser Regs (Reg S) 4.75% 15May2025	USD2,800,000	21,780,523	2.4
PT Pertamina (Persero) Ser Regs (Reg) (Reg S) 1.4% 09Feb2026	USD600,000	4,406,710	0.5
Reliance Industries Ltd Ser Regs (Reg) (Reg S) 3.625% 12Jan2052	USD400,000	2,246,729	0.3
Sands China Ltd (Reg) 3.75% 08Aug2031	USD750,000	5,012,911	0.6
Sands China Ltd Ser Wi (Reg) 3.8% 08Jan2026	USD400,000	3,085,047	0.3
Sands China Ltd Ser Wi (Reg) 4.375% 18Jun2030	USD880,000	6,345,082	0.7
Santos Finance Ltd Ser EMTN (Reg S) (Br) 5.25% 13Mar2029	USD200,000	1,549,318	0.2
Scentre Group Trust 1/2 Ser Regs (Reg) (Reg S) 4.375% 28May2030	USD1,200,000	8,985,889	1.0
Security Bank Corp Ser EMTN (Reg S) 5.5% 14May2029	USD400,000	3,153,582	0.3
SK Hynix Inc Ser Regs (Reg S) 6.375% 17Jan2028	USD1,000,000	8,262,424	0.9
SK Hynix Inc Ser Regs (Reg) (Reg S) 1.5% 19Jan2026	USD1,400,000	10,336,989	1.1
Tencent Holdings Ltd Ser Regs (Reg S) 3.84% 22Apr2051	USD1,000,000	5,757,639	0.6
Thaioil Treasury 2.5% 18Jun2030-RegS	USD1,000,000	6,605,636	0.7
Thaioil Trsry Center Ser Regs 5.375% 20Nov2048	USD400,000	2,853,261	0.3
US Treasury 3.875% 30Apr2025	USD2,600,000	20,213,923	2.2
US Treasury 4.5% 31Mar2026	USD2,200,000	17,279,320	1.9
Weibo Corp (Reg) 3.375% 08Jul2030	USD300,000	2,087,121	0.2
Woori Bank (Reg S) 5.125% 06Aug2028	USD300,000	2,359,573	0.3
Xiaomi Best Time Intl Ser Regs (Reg) (Reg S) 2.875% 14Jul2031	USD200,000	1,327,397	0.1
		861,941,015	94.1
(II) Forward Foreign Exchange Contracts (0.0%)		377,586	0.0
Total Listed/Quoted Investments		862,318,601	94.1
Other net assets		53,571,561	5.9
Net assets attributable to holders of redeemable units at 30 June 2024		915,890,162	100.0
Total investments, at cost		901,662,862	

**Statement of Movements in Portfolio Holdings
For the year ended 30 June 2024 (Unaudited)**

	% holdings of net assets	
	2024	2023
Listed/Quoted Investments		
Debt Securities		
United States Dollar	23.0	11.4
Hong Kong Dollar	17.8	23.7
Australian Dollar	11.2	10.6
Singapore Dollar	9.2	9.1
Korean Won	8.2	9.3
Malaysian Ringgit	7.9	9.1
Thai Baht	7.5	8.7
New Zealand Dollar	6.8	6.9
Indian Rupee	2.0	-
Chinese Yuan (Offshore)	0.5	-
Indonesian Rupiah	-	5.0
Forward Foreign Exchange Contracts	<u>0.0</u>	<u>0.0</u>
Total Listed/Quoted Investments	94.1	93.8
Other net assets	<u>5.9</u>	<u>6.2</u>
Net assets attributable to holders of redeemable units at 30 June	<u><u>100.0</u></u>	<u><u>100.0</u></u>

**Details of Financial Derivative Instruments
As at 30 June 2024 (*Unaudited*)**

As at 30 June 2024, the Fund held outstanding forward foreign exchange contracts with details as shown in Note 9.

**Information on Exposure Arising from Financial Derivative Instruments
As at 30 June 2024 (Unaudited)**

The lowest, highest and average gross exposure arising from the use of financial derivative instruments in the Fund for any purpose as a proportion to the Fund's total net asset value for the year ended 30 June 2024.

	2024 % of NAV
Lowest gross exposure	5.5
Highest gross exposure	97.4
Average gross exposure	32.1

The lowest, highest and average net exposure arising from the use of financial derivative instruments in the Fund for non-hedging purpose as a proportion to the Fund's total net asset value for the year ended 30 June 2024.

	2024 % of NAV
Lowest net exposure	-
Highest net exposure	-
Average net exposure	-

Performance Record - Unaudited

Net Asset Values

At financial period ended	Net asset value of the Fund HKD	Net asset value per Class A unit HKD	Net asset value per Class B unit HKD
30/6/24	915,890,162	11.02	12.28
30/6/23	1,684,415,646	10.84	11.98
30/6/22	1,791,208,219	10.74	11.78

Fund Expense Ratio

	Class A	Class B
30/6/24	0.90091%*	0.10072%*
	HKD	HKD
Transaction cost for the period from 1 July 2023 to 30 June 2024	4,815	58,506

*** Basis of calculation and assumptions used by the Manager**

- The **Fund Expense Ratio** (FER) for the Fund has been calculated to five decimal places.
$$\text{FER} = \text{Total Expenses} / \text{Average Net Asset Value} \times \text{Conversion Factor} / \text{Total no. of days in the year}$$
- Total Expenses** represent the total expenses as set out in the Statement of Comprehensive Income of the Fund for the year ended 30 June 2024 but excluding transaction costs in arriving at total expenses.
- Average Net Asset Value** is the sum of the net asset value (NAV) of the Fund at each of the pricing points divided by the number of pricing points. The NAV at each pricing point is directly extracted from the accounting and valuation system used by the service provider of JPMorgan Asset Management (Asia Pacific) Limited and is unaudited.
- Pricing points represent relevant valuation dates for the Fund which are currently performed on a daily basis by the service provider of the Manager.

Performance Record - Unaudited (Continued)**Net annualized investment returns, highest offer and lowest bid prices**

<u>Financial period ended</u>	<u>Net annualized investment return (Note)</u>	<u>Highest offer HKD</u>	<u>Lowest bid HKD</u>
Class A unit			
30/6/24	+1.7%	11.27	10.46
30/6/23	+0.9%	11.30	9.96
30/6/22	-10.9%	12.13	10.63
30/6/21	+1.2%	12.57	11.91
30/6/20	+3.6%	11.94	10.98
30/6/19	+6.1%	11.50	10.65
30/6/18	-0.2%	11.26	10.80
30/6/17	-0.5%	11.12	10.28
30/6/16	+3.6%	10.91	10.16
30/6/15	-2.8%	10.93	10.48
Class B unit			
30/6/24	+2.5%	12.52	11.59
30/6/23	+1.7%	12.46	10.95
30/6/22	-10.2%	13.22	11.66
30/6/21	+2.0%	13.63	12.86
30/6/20	+4.4%	12.88	11.83
30/6/19	+6.9%	12.32	11.35
30/6/18	+0.7%	11.92	11.38
30/6/17	+0.3%	11.64	10.79
30/6/16	+4.4%	11.41	10.56
30/6/15	-1.9%	11.26	10.87

Note: Net annualized investment return is calculated by the percentage change in unit prices.

Management and Administration**Manager**

JPMorgan Asset Management (Asia Pacific) Limited
19/F, Chater House
8 Connaught Road Central
Hong Kong

Administrator and Registrar

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Hong Kong

Directors of the Manager

as at 28 October 2024
Chloe Louise THOMAS
Christopher David SPELMAN
Daniel James WATKINS
Ka Li NG
Stiofan Seamus DEBURCA
Tsun Kay Edwin CHAN

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