

Upfront Disclosure

The Fund may invest in listed companies that derive a significant portion of their revenues from goods proceed or sold, investments made or services performed in the Greater China region, which includes the People's Republic of China, the Hong Kong & Macau Special Administrative Region and Taiwan. The Fund may invest in the Greater China securities markets, which are emerging markets. As such, the Fund may involve a higher degree of risk and are usually more sensitive to price movements. The value of the Fund can be volatile and could go down substantially within a short period of time. The investment decision is yours. You should not invest unless the intermediary who sells this Fund to you has advised you that this Fund is suitable for you and has explained why, including how investing in it would be consistent with your investment objectives.

Investment Objective

To achieve medium- to long-term capital appreciation by investing in listed companies which are domiciled in or have operating incomes from the Greater China region (Mainland China, Hong Kong, Macau & Taiwan).

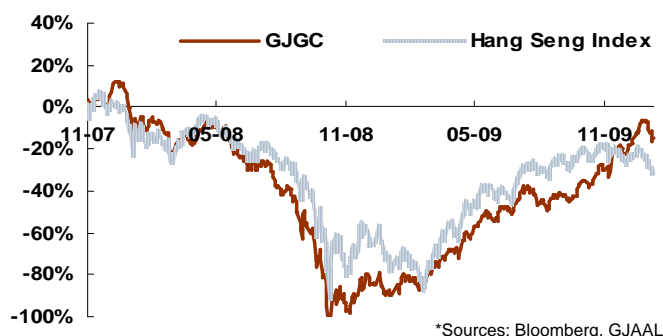
Fund Facts

Management:	Guotai Junan Assets (Asia) Limited
Inception Date:	2007-11-19
Domicile:	Cayman Islands
Base Currency:	HKD
Redemption Day	Every Trading Day
Custodian:	HSBC Trustee (Cayman) Limited
Auditor:	Ernst & Young
Minimum amount for HK immigration investment:	HKD 6.5 million
NAV in total (as of Jan 31):	HKD 52.65 million
NAV per Unit (as of Jan 31):	HKD 85.905

Fee Structure

Minimum Subscription	HK\$ 50,000
Subscription Fee	Up to 5%
Management Fee	1.5% p.a.
Redemption Fee	Up to 4%

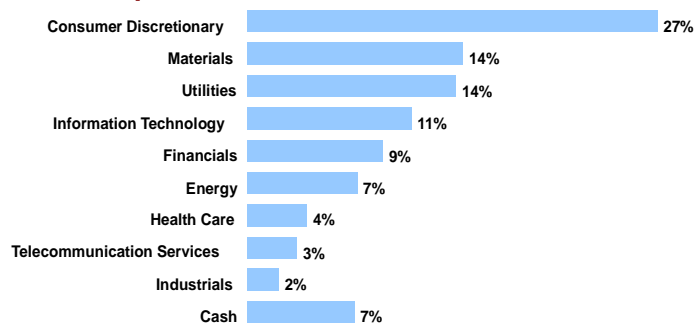
Fund Performance Since Inception



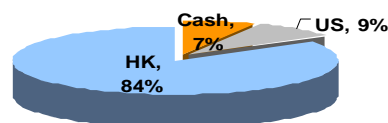
Performance Update

	Total Return	Hang Seng Index
1 Month	0.3%	-8.0%
3 Months	24.7%	-7.5%
6 Months	27.2%	-2.2%
YTD Return	0.3%	-8.0%
1 Year	100.2%	51.5%
Since Launch		
Annualized Return	-7.4%	-15.9%
Annualized Volatility	35.7%	42.0%

Sector Exposure



Geographic Exposure



Monthly Performance Summary

2008	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Since Launch
Performance (%)	-21.0	4.9	-9.0	5.2	1.1	-14.5	-0.7	-10.8	-19.9	-27.7	1.7	6.2	-62.0	-57.0
Hang Seng Index (%)	-15.7	3.7	-6.1	12.7	-4.7	-9.9	2.8	-6.5	-15.3	-22.5	-0.6	3.6	-48.3	-47.6
Information Raito	-3.1	1.0	-2.2	-11.5	8.0	-5.8	-5.0	-4.8	-3.6	-2.6	1.7	1.8		
2009	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Since Launch
Performance (%)	-0.1	-0.1	9.7	7.5	14.9	5.6	10.1	-9.4	5.5	6.8	7.0	16.2	99.4	-14.3
Hang Seng Index (%)	-7.7	-3.5	6.0	14.3	17.1	1.1	11.9	-4.1	6.2	3.8	0.3	0.2	52.0	-20.3
Information Raito	6.3	3.3	2.2	-4.2	-1.7	3.0	-1.8	-7.2	-0.8	2.8	6.6	9.2		
2010	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD	Since Launch
Performance (%)	0.3												0.3	-14.1
Hang Seng Index (%)	-8.0												-8.0	-26.7
Information Raito	4.5													

Top Ten Security Holdings

#	Name	Industry	%
1	China Oil and Gas	Utilities	7.7%
2	CNPC (Hong Kong)	Energy	7.4%
3	Chian Gas Holding	Utilities	6.3%
4	Ko Yo Ecological Agrotech	Materials	5.8%
5	Peak Sport	Consumer Discretionary	5.4%
6	Haier Electronics	Consumer Discretionary	5.3%
7	Hisense Kelon Electrical	Consumer Discretionary	4.9%
8	China All Access	Information Technology	4.8%
9	Shanda Games Limited	Information Technology	4.6%
10	361 Degrees International	Consumer Discretionary	4.5%

*Industry Classification is based on Global Industry Classification Standard (GICS).

Investment Team

Chief Investment Officer: Mr.
Yuan Junping

Contact information:

Ms. Kathy Yuen
Phone: (852) – 2509 7740
Fax: (852) – 2509 7784

Ms. Ming Liang
Email: mingliang@gtjas.com

Market Review

US market closed by month-end at 3-week low. Investors took profits on a broad-based profit recovery. President Obama's proposal to tighten the regulation on investment banking depressed the market's appetite for risk. Investors are also concerned that US might exit earlier than expected as the economy is now on the recovery track. For the month, the Dow dropped -3.46% to 10,067, the S&P 500 lost -3.7% to 1,074 and the Nasdaq lost -5.36% to 2,147.

Both A-share and Hong Kong stocks had a 3-week correction. Funds were observed to exit from the Hong Kong market. China PBOC raised the RRR by 50bps to mop up the liquidity. It also raised the 3-month Treasury bill yield by 4bps and one-year bill yield by 8 bps, respectively, to pre-empt a potential credit bubble. Investors worry about the possible policy shift from "moderately loose" to tight and chose to de-risk. Materials, financials, and energy were sold the most as one-month performances were reported at -10.1%, -11.4% and -9.3%, respectively. For the month, the Hang Seng Index lost -8% to 20,122, and the HSCEI lost -10.1% to 11,498.

Brief Trading Summary

The Fund's NAV gained 0.3% in one month compared to the Hang Seng Index's return of -8%. Our top gainer is Jiasheng Holdings (00729 HK) as the stock has gained over ten-folds since we built the position. We decided to take profits on it, although we believe its fundamentals remain solid and its long-term growth very promising. We also unloaded the real estate players such as Minmetals Land (00230 HK), Shenzhen Investment (00604 HK) and Agile Properties (03383 HK) given the current policy headwind on this sector.

We shifted our position to weigh heavily on the utility and consumer related sectors. We has built the position on CNPC (Hong Kong), 00135HK), China Gas (00384HK) and China Oil & Gas (00603 HK) in this month, given their strong earnings visibility and the potential natural gas price reform. We believe that domestic Consumption will play the key role to guarantee the continuing GDP fast growth in this year. In order to make money from domestic consumption expansion, we bought stocks of home appliance manufactories, namely, Haier Electronics (01169 HK) and Hisense Kelon Electrical (00921 HK). We are also bullish on some domestic sportswear makers given their high growth potential and relatively cheap valuations. We bought 361 degrees (01361 HK), Peak Sports (01968 HK) and Xtep International (01368 HK) for the Fund.

Investment Strategy

China's GDP growth reached 8.7% for year 2009, higher than the government's initial target of 8%. Now consensus GDP growth for year 2010 is well above 9%, boding well for earnings growth. Huge amount of bank loans were written in year 2009 and monetary policy are expected to shift toward "neutral", compared to the "extremely loose" in 2009. RRR and interest rate hikes are needed to fight with the soaring CPI to come in months. Still, we believe the targeted 7.5 trillion yuan new bank loans for this year, implying a 21.5 percent growth from 2008's level, compared to the average 16 percent loan growth before 2008. We think this is still accommodative enough for fast economy growth. The growth in 2010 will be driven more by domestic consumption growth, as policy stimulus will not be as strong as in 2009 and investment growth may slow from over 30 percent in 2009 to about 20 percent in 2010. We expect investment opportunities are likely to exist in following areas for the next month:

- 1) Overweight consumption related sectors, including food and beverages, apparels, autos, home appliances, and department stores, etc. We expect more policies to support domestic consumption will be rolled out. Sectors mentioned afore should benefit from this trend.
- 2) Overweight Utilities. Price reform is on the way, with prices of natural gas and water likely to be the first to be allowed to hike prices. Natural gas distributors and water suppliers will see margins improve dramatically.
- 3) Keep an eye on ports and shipping. A worldwide recovery implies exports from China are improving quickly. Ports and shipping are the first to benefit.

Notes: Investment involves risks. Past performance is not indicative of future performance. Please refer to the explanatory memorandum for further details.

27F, Low Block, Grand Millennium Plaza, 181 Queen's Road, Central, Hong Kong Tel: (852) – 2509 7740 Fax: (852) – 2509 7784

www.gtja.com.hk