
DA CHENG MONEY MARKET FUND

(SUB-FUND OF DCI INVESTMENT TRUST)

SEMI-ANNUAL REPORT

FOR THE PERIOD ENDED 30 June 2020





**DCI INVESTMENT TRUST
FOR THE PERIOD ENDED 30 June 2020**

SEMI-ANNUAL REPORT

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**DCI INVESTMENT TRUST
FOR THE PERIOD ENDED 30 June 2020**

MANAGEMENT AND ADMINISTRATION

Directors of the Manager

Mr. Tan Xiaogang
Mr. Xiao Jian
Mr. Wen Zhimin
Mr. Yao Yudong
Ms. Zhao Bing
Ms. Wu Ping

Manager

Da Cheng International Asset Management Company
Limited
Suites 3516 - 3519
Jardine House
1 Connaught Place
Central, Hong Kong

Custodian

Bank of China (Hong Kong) Limited
14/F, Bank of China Tower
1 Garden Road
Hong Kong

Trustee and Registrar

BOCI-Prudential Trustee Limited
12/F & 25/F, Citicorp Centre
18 Whitfield Road
Causeway Bay
Hong Kong

Legal Counsel to the Manager

Simmons & Simmons
30/F, One Taikoo Place,
979 King's Road,
Hong Kong

Auditor

PricewaterhouseCoopers
22/F, Prince's Building,
Central,
Hong Kong



REPORT OF THE MANAGER TO THE UNITHOLDERS

DA CHENG MONEY MARKET FUND (A SUB-FUND OF DCI INVESTMENT TRUST)

Fund Performance

Da Cheng Money Market Fund (the “Sub-Fund”) seeks to achieve a return in US Dollars in line with a combination RMB, HKD and US Dollars money market rates, with primary considerations of both capital security and liquidity. As of 30 June 2020, the Sub-Fund aggregates a total asset size of approximately USD 196,940,057.

Market Overview

The global investment market experienced historical volatilities due to the global impact of the coronavirus pandemic and oil price war. Global funding liquidity squeeze forced the dollar index to a relatively high level, most of the investment index suffered a great loss in March of 2020. The shock made the policymakers into a fire-fighting mode. The financial markets entered into a low rate environment again after Federal Reserve cuts rates to zero. And well-complemented monetary and fiscal policies set by most of the central banks help the investment markets got a strong rebound after the great shock.

On fix income prospective, Bloomberg Barclays US Aggregate Bond Index fully recover from the free fall in March and reach to highest by the end of June in 2020, The Bloomberg Barclays Asia Ex-Japan USD Credit China IG Index has gained 4.2%, and the HY Index gained 1.5% in the meantime. On the money market perspective, The US Treasury yields across the board have fallen sizably with 2- to 10-year rates down by 126-144bps by the end of June. The low rate environment also led the USD deposit rate reached to a relatively low level among the recent 5 years after April.

Outlook

Although the COVID – 19 has made a great shock to the global economy, we still hold an optimistic view for the H2 of 2020 for investment for the following reasons, (i) the global low rate environment should be remained in the H2 of 2020 and for a longer-term, the monetary and fiscal policy stimulation should be also maintained in H2 of 2020 with a high probability (ii) The credit market spread still have room to tighten comparing to the historical spread range in low rate environment. (iii) The global economy may recover slowly in the second half of 2020 due to the stimulation and reopen of economics, especially in China. However, there are several uncertain risks in the H2 that we need to pay attention to, i.e. the Nov US elections, the tense of China-US relationships, the control of COVID-19, and the progress of the vaccine, etc.

So for investment, we still hold a positive perspective in investment grade areas since it benefits from the low rate environment while it demonstrates great resilience against uncertainty with lower volatilities.

Da Cheng International Asset Management Company Limited

28 August 2020

**DCI INVESTMENT TRUST
DA CHENG MONEY MARKET FUND
(A SUB-FUND OF DCI INVESTMENT TRUST)**

**STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 June 2020**

	DA CHENG MONEY MARKET FUND	
	30 June 2020 (Unaudited) USD	31 December 2019 (Audited) USD
Assets		
Investments	32,820,678	58,951,305
Derivatives	455	82,951
Interest receivable	634,907	1,183,337
Amount receivable on subscription of units	2,245,554	1,636,139
Prepayments and other assets	6,604	-
Cash and cash equivalents	167,497,573	204,678,339
	<hr/>	<hr/>
Total assets	203,205,771	266,532,071
	<hr/>	<hr/>
Liabilities		
Derivatives	91	89
Management fee payable	67,344	102,519
Trustee fee payable	12,763	14,842
Amount payable on redemption of units	6,202,369	2,587,119
Accrued expenses and other payables	9,047	16,300
	<hr/>	<hr/>
Total liabilities	6,291,614	2,720,869
	<hr/>	<hr/>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	196,914,157	263,811,202
	<hr/>	<hr/>
Adjustment for different basis adopted by the sub-Fund in arriving net assets attribute to unitholders	25,900	29,585
	<hr/>	<hr/>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	196,940,057	263,840,787
	<hr/> <hr/>	<hr/> <hr/>
Number of Units in Issue		
- USD Class A	1,316,004	3,225,321
- HKD Class A - Hedged	-	10,833,400
- USD Class I	3,266,251	257,148
- HKD Class I	-	-
- USD Class P	14,546,192	21,029,686
- HKD Class P - Hedged	28,563	50,061
- USD Class M	4,909	154,470
- HKD Class A	997,835	-



**DCI INVESTMENT TRUST
DA CHENG MONEY MARKET FUND
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**STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 June 2020**

Net Asset Value Per Unit

- USD Class A	10.1709	10.0765
- HKD Class A - Hedged	N/A	10.0306
- USD Class I	10.3326	10.2342
- HKD Class I	N/A	N/A
- USD Class P	10.2037	10.1341
- HKD Class P - Hedged	10.1580	10.0761
- USD Class M	10.2479	10.1477
- HKD Class A	10.0497	N/A

**DCI INVESTMENT TRUST
DA CHENG MONEY MARKET FUND
(A SUB-FUND OF DCI INVESTMENT TRUST)**

**STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD FROM 1 January 2020 TO 30 June 2020**

	DA CHENG MONEY MARKET FUND	
	Period from 1 January 2020 to 30 June 2020	Period from 1 January 2019 to 31 December 2019
	(Unaudited) USD	(audited) USD
Income		
Dividend income	-	-
Interest income from bank deposits	1,555,699	1,143,143
Interest income from investments	798,078	779,875
Net changes in fair value on financial assets at fair value through profit or loss	83,931	26,359
Net foreign exchange differences	(80,356)	(4,247)
Total investment income	<u>2,357,352</u>	<u>1,945,130</u>
Expenses		
Management fee	508,670	307,857
Trustee fee	81,654	57,800
Custodian fee	8,299	6,918
Preliminary expenses	29,586	36,000
Transaction costs	6,015	6,405
Auditors' remuneration	7,910	15,000
Other expenses	1,687	8,052
Total operating expenses	<u>643,821</u>	<u>438,032</u>
Profit before tax	1,713,531	1,536,683
Taxation	-	-
Profit after tax	<u>1,713,531</u>	<u>1,536,683</u>
Adjustment for different basis adopted by the sub-Fund in arriving net assets attribute to unitholders	25,900	29,585
Increase in net assets attributable to unitholders	<u><u>1,739,431</u></u>	<u><u>1,536,683</u></u>



DCI INVESTMENT TRUST
DA CHENG MONEY MARKET FUND
(A SUB-FUND OF DCI INVESTMENT TRUST)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)
FOR THE PERIOD FROM 1 January 2020 TO 30 June 2020

		Period from 1 January 2020 to 30 June 2020 (Unaudited)		Period from 1 January 2019 to 31 December 2019 (audited)
	Number of unit	USD	Number of unit	USD
Net assets attributable to unitholders at the beginning of the period	35,550,086.12	263,840,787	-	-
--Proceeds on issue of units	73,529,339.37	476,733,741	65,646,648.55	492,861,172
--Payments on redemption of units	(88,919,671.38)	(545,373,902)	(30,096,562.43)	(230,557,068)
Net increase from unit transactions		<u>(68,640,161)</u>		<u>262,304,104</u>
Increase in net assets attributable to unitholders		<u>1,739,431</u>		<u>1,536,683</u>
Net assets attributable to unitholders at the end of the period	20,159,754.11	<u>196,940,057</u>	35,550,086.12	<u>263,840,787</u>

**DCI INVESTMENT TRUST
 DA CHENG MONEY MARKET FUND
 (A SUB-FUND OF DCI INVESTMENT TRUST)**
**INVESTMENT PORTFOLIO (UNAUDITED)
 AS AT 30 June 2020**

	Holdings	Market Value USD	% of Net Asset
CAYMAN			
CSCEC FINANCE CAYMAN I LTD 2.95% S/A 19NOV2020	900,000	904,572	0.34
CHINA			
JIAXING CITY INVESTMENT & DEVELOPMENT GROUP CO LTD 4.4% S/A 03JAN2021	2,000,000	2,012,420	0.76
HONG KONG			
AVENUE INTL HLDG LTD 3.1% S/A 18FEB2021	500,000	496,940	0.19
AVENUE INTL HLDG LTD 3.25% S/A 25OCT2020	2,000,000	1,998,280	0.76
CNAC HK FINBRIDGE CO LTD 3% S/A 19JUL2020	2,800,000	2,801,540	1.06
HONG KONG INTL QINGDAO CO LTD 3.75% S/A 04DEC2020	1,000,000	999,650	0.38
INDUSTRIAL & COMMERCIAL BANK OF CHINA ASIA LTD 5.125% S/A 30NOV2020	2,000,000	2,029,420	0.77
WEICHAI INTL HONG KONG ENERGY GROUP CO LTD 4.125% S/A 30SEP2020	200,000	201,040	0.08
VIRGIN ISL, BT			
CHOUZHOU INTL INVESTMENT LTD 4% S/A 05DEC2020	1,000,000	1,003,740	0.38
COASTAL EMERALD LTD 3.8% S/A 01JUN2021	3,000,000	3,009,240	1.14
HAITONG INTL FINANCE 2015 LTD 4.2% S/A 29JUL2020	2,400,000	2,404,584	0.91
YUNNAN ENERGY INVESTMENT OVERSEAS FINANCE CO LTD 3.75% S/A 14NOV2020	2,000,000	1,999,520	0.76
ZHAOHAI INVESTMENT BVI LTD 4% S/A 23JUL2020	8,999,000	8,965,614	3.40
Collective Investment Schemes			
HONG KONG			
DA CHENG HONG KONG DOLLAR MONEY MARKET FUND-CL M HKD	3,065,328	3,994,118	1.51
Forward Currency Contracts			
HKD/USD		455	0.00
USD/HKD		(91)	0.00
Total listed/quoted investment		<hr/> 32,821,042	12.44



DCI INVESTMENT TRUST
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INVESTMENT PORTFOLIO (UNAUDITED)
 AS AT 30 June 2020

	Holdings	Market Value USD	% of Net Asset
Other net assets		231,019,745	87.56
Total net assets as at 30 June 2020		<u>263,840,787</u>	100.00
Total investments, at cost		<u>32,870,078</u>	
		Days	
Portfolio weighted average maturity in days		27.21	
Portfolio weighted average life in days		27.21	
Daily liquid assets		168,132,480	85.37
Weekly liquid assets		200,953,158	102.04

**DCI INVESTMENT TRUST
DA CHENG MONEY MARKET FUND
(A SUB-FUND OF DCI INVESTMENT TRUST)**

**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)
FOR THE PERIOD FROM 1 January 2020 TO 30 June 2020**

	1 January 2020	Additions	Bonus /Dividends	Deductions	30 June 2020
Listed/Quoted Equities					
AVENUE INTL HLDG LTD 3.1% S/A 18FEB2021	-	2,800,000	-	(2,300,000)	500,000
AVENUE INTL HLDG LTD 3.25% S/A 25OCT2020	3,000,000	7,000,000	-	(8,000,000)	2,000,000
AZURE NOVA INTL FINANCE LTD 3% S/A 21MAR2020	-	4,100,000	-	(4,100,000)	-
BAOSTEEL FINANCING 2015 PTY LTD 3.875% S/A 28JAN2020	-	3,600,000	-	(3,600,000)	-
BEIJING STATE-OWNED ASSETS MANAGEMENT HONG KONG 3% S/A 26MAY2020	1,420,000	-	-	(1,420,000)	-
BLUESTAR FINANCE HLDGS LTD 4.375% S/A 11JUN2020	-	2,430,000	-	(2,430,000)	-
BOC AVIATION LTD 3% S/A 30MAR2020 REGS	-	2,000,000	-	(2,000,000)	-
CENTRAL PLAZA DEVELOPMENT LTD 3.875% S/A 25JAN2020	9,350,000	-	-	(9,350,000)	-
CENTRAL PLAZA DEVELOPMENT LTD 3.875% S/A 30JAN2021	-	3,600,000	-	(3,600,000)	-
CHANG DEVELOPMENT INTL LTD 3.625% S/A 20JAN2020	15,600,000	-	-	(15,600,000)	-
CHOUZHOU INTL INVESTMENT LTD 4% S/A 05DEC2020	1,200,000	24,200,000	-	(24,400,000)	1,000,000
CNAC HK FINBRIDGE CO LTD 3% S/A 19JUL2020	2,500,000	300,000	-	-	2,800,000
CNAC HK SYNBRIDGE CO LTD 5% S/A 05MAY2020	-	2,000,000	-	(2,000,000)	-
COASTAL EMERALD LTD 3.8% S/A 01JUN2021	-	4,000,000	-	(1,000,000)	3,000,000
COASTAL EMERALD LTD 5.95% S/A 13JAN2020	3,000,000	-	-	(3,000,000)	-
CSCEC FINANCE CAYMAN I LTD 2.95% S/A 19NOV2020	-	900,000	-	-	900,000
DA CHENG HONG KONG DOLLAR MONEY MARKET FUND-CL M HKD EASTERN CREATION II	1,470,000	-	-	(1,470,000)	3,065,328
INVESTMENT HLDGS LTD 3.25% S/A 20JAN2020	1,500,000	11,500,000	-	(13,000,000)	-
HAITIAN BVI INTL INVESTMENT DEVELOPMENT LTD 3.875% S/A 12DEC2020	-	2,400,000	-	-	2,400,000

**DA CHENG MONEY MARKET FUND
 (A SUB-FUND OF DCI INVESTMENT TRUST)**
**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
 FOR THE PERIOD FROM 1 January 2020 TO 30 June 2020**

	1 January 2020	Additions	Bonus /Dividends	Deductions	30 June 2020
HAITONG INTL FINANCE HLDGS 2015 LTD 3.5% S/A 21APR2020	-	1,000,000	-	(1,000,000)	-
HONG KONG INTL QINGDAO CO LTD 3.75% S/A 04DEC2020	-	13,000,000	-	(12,000,000)	1,000,000
HUARONG FINANCE 2017 CO LTD 3.375% S/A 24JAN2020	2,000,000	-	-	(2,000,000)	-
HUARONG FINANCE II CO LTD 4.5% S/A 16JAN2020	3,600,000	-	-	(3,600,000)	-
HUAXING INVESTMENT HLDG CO LTD 3.5% S/A 26JAN2020	6,200,000	-	-	(6,200,000)	-
INDUSTRIAL & COMMERCIAL BANK OF CHINA ASIA LTD 5.125% S/A 30NOV2020	-	2,000,000	-	-	2,000,000
JIAXING CITY INVESTMENT & DEVELOPMENT GROUP CO LTD 4.4% S/A 03JAN2021	-	6,000,000	-	(4,000,000)	2,000,000
MCC HLDG HONG KONG CORP LTD 2.95% S/A 31MAY2020	760,000	5,300,000	-	(6,060,000)	-
SKYLAND MINING BVI LTD 3.25% S/A 06JUL2020	-	2,300,000	-	(2,300,000)	-
UNITED STATES OF AMERICA TREASURY BILL 0% A 31MAR2020	-	5,000,000	-	(5,000,000)	-
VIGOROUS CHAMPION INTL LTD 2.5% A 11DEC2020	2,000,000	-	-	(2,000,000)	-
WEICHAI INTL HONG KONG ENERGY GROUP CO LTD 4.125% S/A 30SEP2020	-	200,000	-	-	200,000
YANGZHOU URBAN CONSTRUCTION STATE-OWNED ASSET HLDG GROUP CO LTD 4.375% S/A 19DEC2020	-	553,000	-	(553,000)	-
YUNNAN ENERGY INVESTMENT OVERSEAS FINANCE CO LTD 3.75% S/A 14NOV2020	-	30,500,000	-	(28,500,000)	2,000,000
ZHAOHAI INVESTMENT BVI LTD 4% S/A 23JUL2020	3,882,000	36,000,000	-	(30,883,000)	8,999,000
ZHONGTAI INTL FINANCE BVI CO LTD 5.4% S/A 24MAR2020	1,500,000	-	-	(1,500,000)	-



**DCI INVESTMENT TRUST
DA CHENG MONEY MARKET FUND
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**PERFORMANCE RECORD (UNAUDITED)
AS AT 30 June 2020**

Net asset value

	Net asset value of the Sub-Fund USD	Net asset value per unit USD	Net asset value per unit HKD	Net asset value per unit USD	Net asset value per unit HKD	Net asset value per unit USD	Net asset value per unit HKD	Net asset value per unit USD	Net asset value per unit HKD
		Class A	Class A - Hedged	Class I	Class I	Class P	Class P- Hedged	Class M	Class A
For the financial period ended									
30 June 2020	196,940,057	10.1709	N/A	10.3326	N/A	10.2037	10.1580	10.2479	10.0497
31 December 2019	263,840,787	10.0765	10.0306	10.2342	N/A	10.1341	10.0761	10.1477	N/A



DCI INVESTMENT TRUST
DA CHENG MONEY MARKET FUND
(A SUB-FUND OF DCI INVESTMENT TRUST)

PERFORMANCE RECORD (UNAUDITED)

AS AT 30 June 2020

Highest and lowest net asset value per unit

	Highest issue price per unit USD (Dealing NAV)	Lowest Redemption price per unit USD (Dealing NAV)	Highest issue price per unit HKD (Dealing NAV)	Lowest Redemption price per unit HKD (Dealing NAV)	Highest issue price per unit USD (Dealing NAV)	Lowest Redempti on price per unit USD (Dealing NAV)	Highest issue price per unit HKD (Dealing NAV)	Lowest Redempti on price per unit HKD (Dealing NAV)	Highest issue price per unit USD (Dealing NAV)	Lowest Redempti on price per unit USD (Dealing NAV)
	Class A	Class A	Class A - Hedged	Class A - Hedged	Class I	Class I	Class I	Class I	Class P	Class P
For the financial period ended										
30 June 2020	10.1709	10.0780	10.0119	10.0344	10.3326	10.2357	10.2175	10.1755	10.2037	10.1354
31 December 2019	10.0765	10.0000	10.0306	9.9943	10.2342	10.0000	10.1956	10.0000	10.1341	10.0000



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PERFORMANCE RECORD (UNAUDITED)

AS AT 30 June 2020

	Highest issue price per unit HKD (Dealing NAV)	Lowest Redemption price per unit HKD (Dealing NAV)	Highest issue price per unit USD (Dealing NAV)	Lowest Redemption price per unit USD (Dealing NAV)	Highest issue price per unit HKD (Dealing NAV)	Lowest Redempti on price per unit HKD (Dealing NAV)
	Class P - Hedged	Class P - Hedged	Class M	Class M	Class A	Class A
For the financial period ended						
30 June 2020	10.1591	10.0792	10.2479	10.1493	10.0527	9.9911
31 December 2019	10.0792	10.0000	10.1477	10.0000	N/A	N/A