DA CHENG OVERSEAS CHINA CONCEPT FUND
(A SUB-FUND OF DCI INVESTMENT TRUST ESTABLISHED IN HONG KONG)

REPORTS AND FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2018

大成國際
DA CHENG INTERNATIONAL

DA CHENG OVERSEAS CHINA CONCEPT FUND
(A SUB-FUND OF DCI INVESTMENT TRUST ESTABLISHED IN HONG KONG)

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MANAGEMENT AND ADMINISTRATION

Directors of the Manager

Mr. Luo Dengpan
Mr. Wen Zhimin
Mr. Tan Xiaogang
Mr. Xu Zijie (resigned on 18 September 2018)
Ms. Wu Ping
Mr. Liang Zhongkun (resigned on 18 September 2018)
Mr. Xiao Jian (appointed on 1 February 2018)
Mr. Yao Yudong (appointed on 1 February 2018)
Ms. Zhao Bing (appointed on 18 September 2018)

Trustee and Registrar

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

Manager

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

Legal Counsel to the Manager

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

Custodian

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

Auditor

PricewaterhouseCoopers
21/F, Edinburgh Tower
15 Queen's Road Central
Hong Kong

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REPORT OF THE MANAGER

Fund Performance

Da Cheng Overseas China Concept Fund (the "Sub-Fund") seeks to provide long term growth of capital. As of 31 December 2018, the Net Asset Value ("NAV") per unit of HKD Class A was HKD 11.39, and the NAV per unit of the USD Class A was USD 11.28, aggregating a total asset size of approximately HKD272,797,222.

A summary of the performance of the Sub-Fund is set out below [1] (as at 31 December 2018)

	2018	2017	Since Inception[2]
DA CHENG Overseas China Concept Fund -HKD Class A NAV-to-NAV return	-29.12%	55.27%	13.90%
DA CHENG Overseas China Concept Fund -USD Class A NAV-to-NAV return	-29.28%	54.11%	12.80%

Source: Da Cheng Internal Asset Management Ltd., Bloomberg
The performance of the Sub-Fund is not referenced to pre-determined benchmarks.

Fund activities

Since its inception on 7 March 2016, the Sub-Fund has attracted wide interest among investors to participate in offshore China equity market. As at 31 December 2018, there were 12,189,917, 1,517,113 units outstanding in HKD Class A and USD Class A respectively.

Market Overview

For the full year of 2018, offshore china equities (as measured by MSCI China Index) fell 20.31% amid 1) sluggish China macro data, 2) weak RMB, 3) US-China trade disputes, and 4) weak market sentiment. 10 major sectors of the MSCI China index posted negative return for the year and only utility posted positive return. Utility was the best performing sectors in 2018, which rose 7.95%. Consumer discretionary was the worst performing sector, which declined 39.46% in 2018. The performance of China ADRs (which listed in US stock markets) remained lackluster in 2018. The bellwether stocks, such as Alibaba, Netease, and JD.com, fell more than 20% for the year.

On the macro front, China data indicated the economic momentum was weakening in China. The December NBS and Caixin manufacturing PMI both dipped below 50-level for the first time since August 2016 and June 2017, as both domestic and external demand continued to weaken. In addition, NBS industrial profit dropped 1.9% yoy in December. Retail sales rose only 9% in 2018, dragged by weak auto sales (which declined 2.4% during the year).

However, market sentiment improved in the late 2018 as policymakers have promised more financing support and tax cuts for the private sector. Looking into 2019, China economy was likely to deteriorate further as GDP growth was expected to slow from 6.5% in 2018 to 6.2% in 2019. In order to smooth out the down cycle, China needed to accelerate the structural reform and focus more on consumption stimulus (i.e. tax cut and lower social security contribution ratio) instead of reflating the housing and infrastructure sector by accumulating debt.

[1] Past performance figures shown are not indicative of the future performance of the Sub-Fund
[2] Date of commencement of operations is 7 March 2016

DA CHENG OVERSEAS CHINA CONCEPT FUND
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REPORT OF THE MANAGER (Continued)

Outlook

For 2019, we expect the equities market will remain volatile amid the impact of 1) positive stimulus policy expectation, 2) tough trade negotiation between US and China, 3) weak economic data and 4) sluggish corporate earnings growth. However, after almost 1 year decline, the valuation of the overall market is down to a very attractive level which may provide a very good entry point for long term investors to increase exposure of the offshore china equities. We will continue to focus on those structural growth plays, such as e-commerce, online advertising, education and property management and believe those companies will create value for long term investors. We also favor high dividend stock at the moment and expect they will outperform the broad market, as the US interest rate cycle may be peaking out in 2019.

For and on behalf of
Da Cheng International Asset Management Company Limited

_____
29 April 2019

DA CHENG OVERSEAS CHINA CONCEPT FUND
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REPORT OF THE TRUSTEE

We hereby confirm that, in our opinion, the Manager of Da Cheng Overseas China Concept Fund (a sub-fund of DCI Investment Trust, the "Sub-Fund") has, in all material respects, managed the Sub-Fund in accordance with the provisions of the Trust Deed dated 30 December 2011, as amended or supplemented from time to time, for the year ended 31 December 2018.

For and on behalf of
BOCI-Prudential Trustee Limited

_____
29 April 2019

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF DA CHENG OVERSEAS CHINA CONCEPT FUND
(A SUB-FUND OF DCI INVESTMENT TRUST ESTABLISHED IN HONG KONG)

Report on the Audit of the Financial Statements

Opinion

What we have audited

The financial statements of Da Cheng Overseas China Concept Fund (the "Sub-Fund"), a sub-fund of DCI Investment Trust, set out on pages 8 to 27, which comprise:

- the statement of financial position as at 31 December 2018;
- the statement of comprehensive income for the year then ended;
- the statement of changes in net assets attributable to unitholders for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, which include a summary of significant accounting policies.

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Sub-Fund as at 31 December 2018, and of its financial transactions and cash flows for the year then ended in accordance with International Financial Reporting Standards ("IFRSs").

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). 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 Sub-Fund in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (the "IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

Other Information

The Trustee and the Manager (the "Management") of the Sub-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.

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF DA CHENG OVERSEAS CHINA CONCEPT FUND
(A SUB-FUND OF DCI INVESTMENT TRUST ESTABLISHED IN HONG KONG)

Responsibilities of the Management for the Financial Statements

The Management of the Sub-Fund is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRSs, 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 Sub-Fund is responsible for assessing the Sub-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 Sub-Fund or to cease operations, or has no realistic alternative but to do so.

In addition, the Management of the Sub-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 30 December 2011, as amended ("Trust Deed") and Appendix E of the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission (the "SFC Code").

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 ISAs 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 Sub-Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and the SFC Code.

As part of an audit in accordance with ISAs, 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 Sub-Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Management.

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF DA CHENG OVERSEAS CHINA CONCEPT FUND
(A SUB-FUND OF DCI INVESTMENT TRUST ESTABLISHED IN HONG KONG)

Auditor's Responsibilities for the Audit of the Financial Statements (Continued)

- 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 Sub-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 Sub-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 and the SFC Code

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 and the SFC Code.

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 29 April 2019

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STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2018

	Note	2018 HKD	2017 HKD
Assets			
Current Assets			
Investments	3.1, 3.4	270,307,633	200,308,334
Dividends receivable		15,038	-
Amount receivable on subscription of units		100,000	1,067,048
Amount due from brokers		9,631,683	-
Cash and cash equivalents	3.4, 7.3	1,526,726	1,903,157
Total assets		281,581,080	203,278,539
Liabilities			
Current Liabilities			
Management fee payable	7.1	362,819	449,660
Trustee fee payable	7.2	36,282	22,258
Accrued expenses and other payables		185,156	199,680
Amount payable on redemption of units		450,478	1,050,151
Amount due to brokers		7,749,123	2,523,040
Total liabilities (excluding net assets attributable to unitholders)		8,783,858	4,244,789
Net assets attributable to unitholders (in accordance with IFRS)	6	272,797,222	199,033,750
Adjustment for different basis adopted by the Sub-Fund in arriving at net assets attributable to unitholders	6	-	179,627
Net assets attributable to unitholders (in accordance with the Sub-Fund's Prospectus)	6	272,797,222	199,213,377

On behalf of
BOCI-Prudential Trustee Limited

On behalf of
Da Cheng International Asset Management Company Limited

Authorised Signatory Authorised Signatory Director

The notes on pages 13 to 27 form an integral part of these financial statements.

大成國際
DA CHENG INTERNATIONAL

DA CHENG OVERSEAS CHINA CONCEPT FUND
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STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2018

	Note	2018 HKD	2017 HKD
Income			
Dividend income		7,556,958	492,458
Interest income	7.3	5,720	176
Net (losses)/gains on investments	5	(161,394,622)	18,856,193
Sundry income	7.6	-	310,167
Net foreign exchange losses		(298,612)	(127,794)
Total investment (expenses)/income		(154,130,556)	19,531,200
Expenses			
Management fee	7.1	6,687,441	779,730
Trustee fee	7.2	663,083	214,757
Custodian fee	7.3	486,526	200,532
Preliminary expenses		-	85,763
Transaction costs		3,865,302	679,690
Auditor's remuneration		225,664	103,580
Other expenses		47,284	25,633
Total operating expenses		11,975,300	2,089,685
(Loss)/profit before tax		(166,105,856)	17,441,515
Withholding taxes	8	(445,521)	(16,117)
(Loss)/profit before tax		(166,551,377)	17,425,398
Adjustment for different basis adopted by the Sub-Fund in arriving net assets attribute to unitholders	6	(179,627)	(95,875)
(Decrease)/increase in net assets attributable to unitholders		(166,731,004)	17,329,523

The notes on pages 13 to 27 form an integral part of these financial statements.

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DA CHENG OVERSEAS CHINA CONCEPT FUND
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STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 HKD	2017 HKD
Net assets attributable to unitholders at the beginning of the year	199,213,377	13,286,502
Issue of units	746,067,619	293,324,634
Redemption of units	(505,752,770)	(124,727,282)
Net increase from unit transactions	240,314,849	168,597,352
(Decrease)/increase in net assets attributable to unitholders	(166,731,004)	17,329,523
Net assets attributable to unitholders at the end of the year	272,797,222	199,213,377

The notes on pages 13 to 27 form an integral part of these financial statements.

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STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 HKD	2017 HKD
Cash (outflow)/flows from operating activities		
(Decrease)/increase in net assets attributable to unitholders	(166,731,004)	17,329,523
Adjustments for:		
Adjustment for different basis adopted by the Sub-Fund in arriving net assets attributable to unitholders	179,627	95,875
Interest income	(5,720)	(176)
Dividend income	(7,556,958)	(492,458)
Taxation	445,521	16,117
Operating (losses)/profit before working capital changes	(173,668,534)	16,948,881
Net increase in investments	(69,999,299)	(188,003,799)
Net increase in prepayments and other assets	-	197,906
Net (decrease)/increase in management fee payable	(86,841)	400,466
Net increase in trustee fee payable	14,024	4,758
Net (decrease)/increase in accrued expenses and other payables	(14,524)	33,808
Net increase in amount due to brokers	5,226,083	2,523,040
Net increase in amount due from brokers	(9,631,683)	-
Cash used in operations	(248,160,774)	(167,894,940)
Dividend income received, net of withholding taxes	7,096,399	476,341
Interest income received	5,720	176
Net cash outflow from operating activities	(241,058,655)	(167,418,423)
Cash flows from financing activities		
Proceeds from issue of units	747,034,667	292,271,862
Payments on redemption	(506,352,443)	(123,677,131)
Net cash inflow from financing activities	240,682,224	168,594,731

The notes on pages 13 to 27 form an integral part of these financial statements.

DA CHENG OVERSEAS CHINA CONCEPT FUND
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STATEMENT OF CASH FLOWS (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018

	2018 HKD	2017 HKD
Net (decrease)/increase in cash and cash equivalents	(376,431)	1,176,308
Cash and cash equivalents at the beginning of the year	1,903,157	726,849
Cash and cash equivalents at the end of the year, representing bank deposits	1,526,726	1,903,157

The notes on pages 13 to 27 form an integral part of these financial statements.

DA CHENG OVERSEAS CHINA CONCEPT FUND
(A SUB-FUND OF DCI INVESTMENT TRUST ESTABLISHED IN HONG KONG)

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018

1 General information

DCI Investment Trust (the "Trust") is an open-ended unit trust established as an umbrella fund under the laws of Hong Kong by a trust deed dated 30 December 2011, as amended (the "Trust Deed"), between Da Cheng International Asset Management Company Limited as Manager (the "Manager") and BOCI-Prudential Trustee Limited as Trustee (the "Trustee"). As at 31 December 2018, the Trust has three sub-funds, Da Cheng Overseas China Concept Fund (the "Sub-Fund"), Da Cheng China Balanced Fund and Da Cheng China RMB Fixed Income Fund (collectively, the Sub-Funds). The date of commencement of operations of the Sub-Fund was 7 March 2016.

The Trust and the Sub-Fund are authorised by the Securities and Futures Commission of Hong Kong (the "SFC") under Section 104(1) of the Hong Kong Securities and Futures Ordinance and is required to comply with the Code on Unit Trusts and Mutual Funds established by the SFC (the "SFC Code").

The investment objective of the Sub-Fund is to achieve its objective by primarily investing in China Concept Stocks, which are listed on stock exchanges outside of the People's Republic of China ("PRC"). The Sub-Fund will primarily invest directly in China Concept Stocks, which are equities issued by:

(i) companies domiciled in the PRC, Hong Kong or Macau but listed on a stock exchange outside of the PRC; and
(ii) companies domiciled, and listed on a stock exchange, outside of the PRC, whose:
  (a) operations or assets are based mainly in the PRC, Hong Kong and/or Macau;
  (b) management or ownership is mainly controlled by an entity that is established or incorporated in the PRC, Hong Kong or Macau; or
  (c) revenues or profits are mainly derived from the PRC, Hong Kong and/or Macau,

including but not limited to H-Shares, S-Chips and P-Chips.

2 Summary of significant accounting policies

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

2.1 Basis of preparation

The financial statements of the Sub-Fund have been prepared in accordance with International Financial Reporting Standards ("IFRS"). The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and liabilities at fair value through profit or loss.

2 Summary of significant accounting policies (Continued)

2.1 Basis of preparation (Continued)

Standards and amendments to existing standards effective 1 January 2018

IFRS 9 'Financial Instruments' became effective for annual periods beginning on or after 1 January 2018. It addresses the classification, measurement and derecognition of financial assets and liabilities and replaces the multiple classification and measurement models in IAS 39.

Classification and measurement of debt assets is driven by the entity's business model for managing the financial assets and the contractual cash flow characteristics of the financial assets. A debt instrument is measured at amortised cost if the objective of the business model is to hold the financial asset for the collection of the contractual cash flows and the contractual cash flows under the instrument solely represent payments of principal and interest (SPPI). A debt instrument is measured at fair value through other comprehensive income if the objective of the business model is to hold the financial asset both to collect contractual cash flows from SPPI and to sell. All other debt instruments must be recognised at fair value through profit or loss. An entity may however, at initial recognition, irrevocably designate a financial asset as measured at fair value through profit or loss if doing so eliminates or significantly reduces a measurement or recognition inconsistency. Derivative and equity instruments are measured at fair value through profit or loss unless, for equity instruments not held for trading, an irrevocable option is taken to measure at fair value through other comprehensive income. IFRS 9 also introduces a new expected credit loss (ECL) impairment model.

IFRS 9 has been applied retrospectively by the Sub-Fund and did not result in a change to the classification or measurement of financial instruments as outlined in note 2.3. The Sub-Fund's investment portfolio continues to be classified as fair value through profit or loss and other financial assets which are held for collection continue to be measured at amortised cost. There was no material impact on adoption from the application of the new impairment model.

There are no other standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 January 2018 that have a material effect on the financial statements of the Sub-Fund.

New standards, amendments and interpretations effective after 1 January 2018 and have not been early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2018, 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 Sub-Fund.

2 Summary of significant accounting policies (Continued)

2.2 Foreign currency translation

(i) Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Sub-Fund operates (the "functional currency"). The performance of the Sub-Fund is measured and reported to the unitholders in Hong Kong Dollar ("HKD"). The Manager considers HKD as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in HKD, which is the Sub-Fund's functional and presentation currency.

(ii) Transactions and balances

Foreign exchange gains and losses arising from translation are included in the statement of comprehensive income.

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the reporting date.

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 gain/(losses) on investments".

2.3 Investments

(i) Classification

The Sub-Fund classifies its investments based on both the Sub-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 Sub-Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The Sub-Fund has not taken the option to irrevocably designate any equity securities as fair value through other comprehensive income. Consequently, all investments are measured at fair value through profit or loss.

The Sub-Fund's policy requires the Investment Manager and the Directors to evaluate the information about these financial assets and liabilities on a fair value basis together with other related financial information.

2 Summary of significant accounting policies (Continued)

2.3 Investments (Continued)

(ii) Recognition, derecognition and measurement

Regular purchases and sales of investments are recognised on the trade date – the date on which the Sub-Fund commits to purchase or sell the investment. Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the statement of comprehensive income.

Subsequent to initial recognition, all financial assets at fair value through profit or loss are measured at fair value. Gains and losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are presented in the statement of comprehensive income within net changes in fair value of financial assets and liabilities at fair value through profit or loss in the period in which they arise.

Dividend income from financial assets at fair value through profit or loss is recognised in the statement of comprehensive income within dividend income when the Sub-Fund's right to receive payments is established.

(iii) Fair value estimation

The fair value of financial instruments traded in active markets (such as publicly traded derivatives and trading securities) is based on quoted market prices at the closing of trading on the reporting date. The quoted market price used for financial assets held by the Sub-Fund is the last traded price.

(iv) 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.

2.4 Cash and cash equivalents

Cash and cash equivalents include cash at banks, deposits held with banks with original maturities of three months or less.

2.5 Interest income

Interest is recognised on a time-proportionate basis using the effective interest method. Interest income includes interest from cash and cash equivalents.

The effective interest method is a method of calculating the amortised cost of an interest bearing asset and of allocating the interest income over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash receipts throughout the expected life of the financial instrument, or a shorter period where appropriate, to the net carrying amount of the financial instrument. When calculating the effective interest rate, the Sub-Fund estimates cash flows considering all contractual terms of the financial instrument (for example, prepayment options) but does not consider future credit losses. The calculation includes all fees and points received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

2 Summary of significant accounting policies (Continued)

2.6 Accrued expenses

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

2.7 Dividend income

Dividend income is recognised when the right to receive payment is established.

2.8 Distributions to unitholders

Distributions to unitholders are recognised in the statement of changes in equity when they are approved by the Manager.

2.9 Redeemable units

The Sub-Fund issued one class of redeemable units in two different currencies as at year end and the redeemable units do not have identical features. The Sub-Fund classified its puttable instruments as financial liabilities. Units are issued and redeemed at the holder's option at prices based on the Sub-Fund's net asset value per unit at the time of issue or redemption. The Sub-Fund's net asset value per unit is calculated by dividing the net assets attributable to unitholders with the total number of outstanding units.

In accordance with the prospectus of the Sub-Fund, investment positions are valued based on the last traded market price for the purpose of determining the net asset value per unit for creations and redemptions of the Sub-Fund.

2.10 Transaction costs

Transaction costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include the fees and commissions paid to agents, advisers, brokers and dealers. Transaction costs are expensed as incurred in the statement of comprehensive income.

2.11 Preliminary expenses

Preliminary expenses are recognised as an expense in the period in which they are incurred.

2.12 Withholding taxes

The Sub-Fund currently incurs withholding taxes imposed by the People's Republic of China on dividend income. Such income is recorded gross of withholding taxes in the statement of comprehensive income. Withholding taxes are included as taxation in the statement of comprehensive income.

3 Financial risk management

The Sub-Fund is exposed to a variety of risks including but not limited to market price cash flow and fair value interest rate risk, credit and custody risk, liquidity risk and currency risk which are associated with the markets in which the Sub-Fund invests.

The following is a summary of the main risks and risk management policies.

3 Financial risk management (Continued)

3.1 Market price risk

Market price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual instrument or factors affecting all instruments in the market. All investments present a risk of loss of capital.

The following table discloses the investments of the Sub-Fund by product type:

	2018 HKD	2017 HKD
Investments		
American Depositary Receipts	51,011,650	48,986,125
Listed equities – HK	219,295,983	151,322,209
	270,307,633	200,308,334

The following table discloses the investments of the Sub-Fund by industrial sectors:

	2018		2017	
Investments	**Fair value of investment HKD**	**% of net assets**	**Fair value of investment HKD**	**% of net assets**
Equities and American Depositary Receipts				
Basic materials			2,431,000	1.22
Communications	27,004,000	9.90	53,392,436	26.80
Consumer products	70,062,388	25.68	57,287,281	28.75
Energy	11,719,840	4.30	5,056,040	2.54
Financial	70,683,081	25.91	49,703,017	24.95
Healthcare-products	1,974,000	0.72	-	-
Industrial	19,065,103	6.99	16,348,870	8.21
Real estate	40,592,364	14.88	-	-
Technology	23,869,857	8.75	16,089,690	8.08
Utilities	5,337,000	1.96	-	-
Total investments	270,307,633	99.09	200,308,334	100.55

The Sub-Fund's market price risk on equities is managed through diversification of the investment portfolio ratios by exposures to different industries. There is no exposure to individual investments representing over 10% of the Sub-Fund's net asset value at the reporting date.

3 Financial risk management (Continued)

3.1 Market price risk (Continued)

The following analysis summarises the sensitivity of the Sub-Fund's net assets to price movements of financial instruments held at the reporting date. The analysis is based on the assumptions that the MSCI China Index increased/decreased by 15% (2017: 15%) with all other variables held constant, and that the fair value of the Sub-Fund's portfolio of equity securities and futures moved according to their historical correlation with the index. This would have increased/decreased the net assets of the Sub-Fund by approximately HKD45,803,051 (2017: HKD25,938,740). This represents management's best estimate of a reasonable possible shift in the MSCI China Index, having regard to the historical volatility of the index.

The Trustee and the Manager of the Sub-Fund do not manage the Sub-Fund's investment strategy to track any index or external benchmark. The sensitivity analysis presented is based upon the portfolio composition at the reporting date and the historical correlation of the securities comprising the portfolio to the index. The composition of the Sub-Fund's investment portfolio and the correlation thereof to the above index are expected to change over time. The sensitivity analysis prepared as of the reporting date is not necessarily indicative of the effect on the Sub-Fund's net assets of future movements in the level of the above-mentioned index.

3.2 Interest rate risk

Interest rate risk is the risk that the future cash flow and the value of a financial instrument will fluctuate due to changes in market interest rates. As the Sub-Fund has no significant interest-bearing financial assets apart from cash and cash equivalents, the Sub-Fund's income and operating cash flow are substantially independent of changes in market interest rates. All cash and cash equivalents are short-term with maturity less than three months. Receivables and payables are interest-free and have settlement date less than 1 year.

As at 31 December 2018, the Sub-Fund had a bank balance of HKD1,526,726 (2017: HKD1,903,157). If interest rates had been 50 basis points higher or lower with all other variables held constant, net assets attributable to unitholders would have been HKD7,634 (2017: HKD9,516) higher or lower as at 31 December 2018.

3.3 Currency risk

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Sub-Fund is not exposed to currency risk arising from balances and transactions in foreign currencies as its assets and liabilities are mainly denominated in HKD, the Sub-Fund's functional and presentation currency. The Sub-Fund has financial assets denominated in United States dollar. The Sub-Fund does not consider the currency risk to be significant since the Hong Kong dollar is pegged to the United States dollar. Accordingly, the Management considers that it is not necessary to present a sensitivity analysis of currency risk.

3 Financial risk management (Continued)

3.4 Credit and counterparty risk

Credit and counterparty risk is the risk that an issuer or counterparty will be unable or unwilling to meet a commitment that it has entered into with the Sub-Fund.

All transactions in listed securities are settled or paid for upon delivery using approved and reputable brokers. The risk of default is considered minimal, as delivery of securities sold is made only when the custodian has received payment. Payment is made on a purchase when the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

The Sub-Fund is exposed to credit and counterparty risk on cash and cash equivalents.

The table below summarises the net exposure to the Sub-Fund's counterparty as at 31 December together with its credit rating:

At 31 December 2018	HKD	Credit rating	Source of credit rating
Investments			
Bank of China (Hong Kong) Limited	270,307,633	Aa3	Moody's
Cash and cash equivalents			
Bank of China (Hong Kong) Limited	1,526,726	Aa3	Moody's

At 31 December 2017	HKD	Credit rating	Source of credit rating
Investments			
Bank of China (Hong Kong) Limited	200,308,334	Aa3	Moody's
Cash and cash equivalents			
Bank of China (Hong Kong) Limited	1,903,157	Aa3	Moody's

The Sub-Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward looking information in determining any expected credit loss. At 31 December 2018 and 31 December 2017, all amount receivable on subscription of units, amount due from brokers and cash and cash equivalents are held with counterparties with a credit rating of Aa3 and are due to be settled within 1 month. Management consider the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Sub-Fund.

The maximum exposure to credit risk as at 31 December 2018 and 2017 is the carrying amount of the financial assets as shown on the statement of financial position excluding investments.

The Investment Manager considers that none of these assets are impaired nor past due (2017: Nil).

3.5 Liquidity risk

Liquidity risk is the risk that the Sub-Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

3 Financial risk management (Continued)

3.5 Liquidity risk (Continued)

The Sub-Fund is exposed to daily redemptions of units in the Sub-Fund. The Sub-Fund invests the majority of its assets in securities that are traded in an active market which can be readily disposed of.

The table below analyses the Sub-Fund's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	2018 Less than 3 months HKD	2017 Less than 3 months HKD
Amount due to brokers	7,749,123	2,523,040
Management fee payable	362,819	449,660
Trustee fee payable	36,282	22,258
Accrued expenses and other payables	185,156	199,680
Amount payable on redemption of units	450,478	1,050,151
Net assets attributable to unitholders	272,797,222	199,213,377
	281,581,080	203,458,166

Units are redeemed on demand at the unitholder's option.

As at 31 December 2018, the total assets of the Sub-Fund amounted to HKD281,581,080 (2017: HKD203,278,539). The Sub-Fund manages its liquidity risk by investing in securities that it expects to be able to liquidate within 7 days or less.

3.6 Fair value estimation

The Sub-Fund classifies 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 level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

3 Financial risk management (Continued)

3.6 Fair value estimation (Continued)

The determination of what constitutes "observable" requires significant judgment by the Sub-Fund. The Sub-Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following tables analyse within the fair value hierarchy the Sub-Fund's investments at 31 December 2018:

As at 31 December 2018	**Level 1**	**Level 2**	**Level 3**	**Total**
Assets	**HKD**	**HKD**	**HKD**	**HKD**
Investments				
- American Depositary Receipts	51,011,650	-	-	51,011,650
- Listed equities	219,295,983	-	-	219,295,983
Total	270,307,633	-	-	270,307,633

As at 31 December 2017	**Level 1**	**Level 2**	**Level 3**	**Total**
Assets	**HKD**	**HKD**	**HKD**	**HKD**
Investments				
- American Depositary Receipts	48,986,125	-	-	48,986,125
- Listed equities	151,322,209	-	-	151,322,209
Total	200,308,334	-	-	203,308,334

The investments classified in level 1 were fair valued based on quoted market price in an active market.

Investments that trade in markets that are not considered to be active and are priced by the market maker supported by observable inputs are classified within level 2.

Investments that trade in markets that are not considered to be active and are priced by the market maker based on unobservable inputs are classified within level 3.

The Sub-Fund did not invest in any level 2 or level 3 investments during the year ended 31 December 2018 and 2017.

There was no transfers between levels during the year ended 31 December 2018 (2017: Nil).

The carrying amount of cash and cash equivalents, amounts receivable on subscription of units, other assets, management fee payable, trustee fee payable, accrued expenses and other payables and net assets attributable to unitholders approximated their fair values and are presented in the statement of financial position. There are no financial assets and financial liabilities not carried at fair value but for which the fair value is disclosed.

3.7 Capital risk management

The Sub-Fund's capital is represented by the net assets attributable to unitholders. The Sub-Fund strives to invest the subscriptions in investments that meet the Sub-Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

The Management may:

- Redeem and issue new units in accordance with the constitutive documents of the Sub-Fund; and
- Exercise discretion when determining the amount of distributions of the Sub-Fund to the unitholders.

4 Financial instruments by category

Financial assets

Apart from investments which are classified as financial assets at fair value through profit or loss, all other financial assets as disclosed in the statement of financial position, including amount receivable on subscription of units, other assets and cash and cash equivalents, are categorized as financial assets measured at amortized cost.

Financial liabilities

All financial liabilities as disclosed in the statement of financial position, including management fee payable, amount payable on redemption of units, accrued expenses and other payables and net assets attributable to unitholders, are categorized as financial liabilities measured at amortized cost .

5 Net (losses)/gains on investments

	2018 HKD	2017 HKD
Net realised (losses)/gains on sale of investments	(118,374,404)	2,670,375
Net change in unrealised gains/losses on investments	(43,020,218)	16,185,818
	(161,394,622)	18,856,193

6 Number of units in issue and net assets attributable to unitholders per unit

Net assets attributable to unitholders are carried at the redemption amount that would be payable if the unitholder exercised the right to redeem the units in the Sub-Fund.

Class A Units are available for sale to the retail public. Class I Units are offered to institutional investors. As at 31 December 2018 and 2017, the Sub-Fund had HKD Class A and USD Class A units in issue.

The movements of the redeemable units are as follows:

	2018		2017	
	HKD Class A	USD Class A	HKD Class A	USD Class A
Number of units in issue at the beginning of year	6,924,210	705,423	927,415	45,945
Units issued	22,225,730	2,889,896	10,452,184	1,193,418
Units redeemed	(16,960,023)	(2,078,206)	(4,455,389)	(533,940)
Number of units in issue at the end of year	12,189,917	1,517,113	6,924,210	705,423

The following table details the net asset value per unit of each class of units at the reporting date:

	2018 HKD Class A	2018 USD Class A
Net assets attributable to unitholders per unit (Dealing NAV) at 31 December 2018	11.39	11.28

	2017 HKD Class A	2017 USD Class A
Net assets attributable to unitholders per unit (Dealing NAV) at 31 December 2017	16.07	15.95

At the discretion of the Manager, units subscribed may be subject to a subscription charge of up to 5% of the value of any subscription.

In accordance with the Sub-Fund's Prospectus, the establishment costs of the Sub-Fund will be amortised over the first three years. However, the accounting policy of the Sub-Fund for the purpose of financial statements preparation in compliance with IFRS is to expense establishment costs in the statement of comprehensive income as incurred. The differences between expensing the establishment costs as incurred in accordance with IFRS and capitalisation and amortisation of the establishment costs indicated in the Sub-Fund's Prospectus resulted in adjustments in the net asset value. The above difference between the dealing NAV and the accounting NAV results an adjustment of HKDnil (2017: HKD179,627) and HKD179,627 (2017: HKD95,875) recognised in the statement of financial position and the statement of comprehensive income in 2018 respectively.

7 Transactions with the Trustee and its affiliates and the Manager and its connected persons

The following is a summary of significant related party transactions/transactions entered into during the year between the Sub-Fund and the Manager and its connected persons. Connected persons of the Manager are those as defined in the "SFC Code". All transactions entered into during the year between the Sub-Fund and the Manager and its connected persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager's knowledge, the Sub-Fund does not have any other transactions with connected persons except for those disclosed below.

7.1 Management fee

The Manager is entitled to receive a management fee of up to 2% per annum of the net asset value of the Sub-Fund. For the year ended 31 December 2018, the Manager charged a management fee of 1.5% per annum (2017: 1.5%) of the net asset value of Class A units of the Sub-Fund. The fee calculated and accrued on each valuation day and payable monthly in arrears.

Management fee charged for the year was HKD6,687,441 (2017: HKD779,730) of which HKD362,819 (2017: HKD449,660) was payable to the Manager.

7.2 Trustee fee

The Trustee is entitled to receive a trustee fee of up to 0.5% per annum of the net asset value of the Sub-Fund. Currently, the Trustee is entitled to receive a fee of 0.15% per annum (2017: 0.15%), subject to a minimum monthly fee of HKD17,500 from January to March 2018 and HKD 35,000 from April to December 2018 (2017: minimum monthly fee of HKD17,500). The fee is calculated and accrued on each dealing day and payable monthly in arrears.

Trustee fee charged for the year was HKD 663,083 (2017: HKD 214,757) of which HKD 36,282 (2017: HKD 22,258) was payable to the Trustee.

7 Transactions with the Trustee and its affiliates and the Manager and its connected persons (Continued)

7.3 Custodian fee, bank balances and investment balances

The Custodian, an affiliate of the Trustee, is entitled to receive transaction charges at customary market rates and custody fees at different rates. Such charges and fees will be calculated monthly and payable monthly in arrears. The Custodian will be paid a custodian fee of up to 0.1% per annum of the net asset value of the Sub-Fund. Custodian fee charged for the year was HKD486,526 (2017: HKD200,532). All the custodian payable was fully settled as of 31 December 2018.

Bank balances amounted to HKD1,526,726 (2017: HKD1,903,157) is held with Bank of China (Hong Kong) Limited. In addition, the Sub-Fund's investments are held at Bank of China (Hong Kong) Limited as custodian of the Sub-Fund.

Interest income earned from bank balance for the year was HKD5,720 (2017: HKD176) while the bank charge for the year was HKD8,250 (2017: HKD7,576).

7.4 Transaction costs

During the year, transaction costs, excluding commission, on investment transactions of HKD177,000 (2017: HKD131,280) was charged by the Trustee.

7.5 Investments in related parties

During the year ended 31 December 2018, the Sub-Fund purchased of HKD9,123,393 of shares of BOC Aviation Limited and disposed of HKD2,955,670 of shares of BOC Aviation Limited, a related party of the Trustee, with a gain of HKD421,394. The Sub-Fund purchased HKD16,529,522 and disposed of HKD12,920,154 of shares of BOC Hong Kong Holdings Limited, a related party of the Trustee, with a loss of HKD2,709,996. During the year ended 31 December 2017, the Sub-Fund disposed of HKD122,700 of shares of BOC Aviation Limited, a related party of the Trustee, with a loss of HKD4,494. The Sub-Fund purchased HKD5,554,726 and disposed of HKD186,200 of shares of BOC Hong Kong Holdings Limited, a related party of the Trustee, with a gain of HKD314,074.

As at year end, the Sub-Fund held HKD5,252,550 of BOC Hong Kong Holdings Limited (2017: HKD5,682,600) and HKD7,533,500 of BOC Aviation Limited (2017: nil).

7 Transactions with the Trustee and its affiliates and the Manager and its connected persons (Continued)

7.6 Sundry income

With effective from 30 September 2016, any ongoing expense of the Sub-Fund in exceeding 3% of average net asset value was borne by the Manager. Sundry income earned for the year was HKDnil (2017: HKD310,167) of which HKDnil (2017: nil) was receivable from the Manager.

8 Taxation

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

PRC withholding tax
The Sub-Fund invests in H-shares of companies in China securities listed on the Hong Kong stock exchange. Under the PRC Corporate Income Tax Law, the Sub-Fund may be liable to pay PRC tax on the capital gains realised in the trading of these shares. However, no provision was or has been made for PRC tax from such gains in the Sub-Fund's financial statements as the directors believe that the Sub-Fund can sustain a position that the existing tax regulations and enforcement thereof of such PRC tax on capital gains arising from the transfers of such shares are not yet certain or clarified.

The Sub-Fund is subject to withholding tax on certain dividend income earned from its investment securities. For the year ended 31 December 2018, the total withholding tax amounted to HKD445,521 (2017: HKD16,117).

9 Soft commission arrangements

The Manager confirms that there has been no soft commission arrangement existing during the year ended 31 December 2018 and 2017 in relation to directing transactions of the Sub-Fund through a broker or dealer.

10 Approval of financial statements

The financial statements were approved by the Trustee and the Manager on 29 April 2019.

大成國際
DA CHENG INTERNATIONAL

DA CHENG OVERSEAS CHINA CONCEPT FUND
(A SUB-FUND OF DCI INVESTMENT TRUST ESTABLISHED IN HONG KONG)

INVESTMENT PORTFOLIO (UNAUDITED)
FOR THE YEAR ENDED 31 DECEMBER 2018

	Holdings	Market Value	% of net asset
AMERICAN DEPOSITARY RECEIPTS			
ALIBABA GROUP HLDG LTD-SPONSORED ADR	24,000	25,764,774	9.45%
BAIDU INC-ADR	4,700	5,838,129	2.14%
HUAZHU GROUP LTD-SPONSORED ADR	6,000	1,345,381	0.49%
JD.COM INC-ADR	15,000	2,458,856	0.90%
NETEASE INC-ADR	3,000	5,530,254	2.03%
TAL EDUCATION GROUP-ADR	10,000	2,089,578	0.77%
TENCENT MUSIC ENTERTAINMENT GROUP-ADR	28,023	2,901,475	1.06%
ZTO EXPRESS CAYMAN INC-SPONSORED ADR	41,000	5,083,203	1.86%
		51,011,650	18.70%
COMMON STOCK			
HONG KONG			
AGRICULTURAL BANK OF CHINA LTD-H	811,000	2,781,730	1.02%
AIA GROUP LTD	170,000	11,050,000	4.05%
A-LIVING SERVICES CO LTD-H	580,000	6,159,600	2.26%
ANTA SPORTS PRODUCTS LTD	185,000	6,946,750	2.55%
BOC AVIATION LTD	130,000	7,533,500	2.76%
BOC HONG KONG (HLDGS) LTD	180,500	5,252,550	1.93%
CHINA CONSTRUCTION BANK CORP-H	1,400,000	9,044,000	3.32%
CHINA EDUCATION GROUP HLDGS LTD	1,000,000	9,600,000	3.52%
CHINA GAS HLDGS LTD	259,600	7,242,840	2.66%
CHINA MENGNIU DAIRY CO LTD	280,000	6,832,000	2.51%
CHINA MERCHANTS BANK CO LTD-H	295,000	8,466,500	3.10%
CHINA OVERSEAS PROPERTY HLDGS LTD	1,000,000	2,290,000	0.84%
CHINA RESOURCES BEER HLDGS CO LTD	160,000	4,376,000	1.60%
CHINA RESOURCES LAND LTD	62,000	1,866,200	0.68%
CK ASSET HLDGS LTD	120,000	6,876,000	2.52%
CK INFRASTRUCTURE HLDGS LTD	90,000	5,337,000	1.96%
CNOOC LTD	370,000	4,477,000	1.64%
COUNTRY GARDEN SERVICES HLDGS CO LTD	568,735	7,075,063	2.59%
CSPC PHARMACEUTICAL GROUP LTD	220,000	2,486,000	0.91%
GEELY AUTOMOBILE HLDGS LTD	70,000	966,000	0.35%
HONG KONG EXCHANGES & CLEARING LTD	40,000	9,064,000	3.32%
HANG SENG BANK LTD	17,000	2,988,600	1.10%
INDUSTRIAL & COMMERCIAL BK OF CHINA-H	1,240,000	6,931,600	2.54%
LINK REAL ESTATE INVESTMENT TRUST	50,000	3,965,000	1.45%
LONGFOR GROUP HLDGS LTD	84,000	1,965,600	0.72%
PING AN INSURANCE GROUP CO OF CHINA LTD-H	190,000	13,138,500	4.82%
SHENZHOU INTL GROUP HLDGS LTD	107,000	9,496,250	3.48%
SINOPHARM GROUP CO LTD-H	60,000	1,974,000	0.72%
SUN HUNG KAI PROPERTIES LTD	70,000	7,812,000	2.86%
SUNNY OPTICAL TECHNOLOGY GROUP CO LTD	49,000	3,410,400	1.25%
SWIRE PACIFIC LTD 'A'	55,000	4,548,500	1.67%
TECHTRONIC INDUSTRIES CO LTD	175,500	7,300,800	2.68%
TRULY INTL HLDGS LTD	86,000	27,004,000	9.90%
ZHUZHOU CRRC TIMES ELECTRIC CO LTD-H	70,000	3,038,000	1.11%
		219,295,983	80.39%

大成國際
DA CHENG INTERNATIONAL

DA CHENG OVERSEAS CHINA CONCEPT FUND
(A SUB-FUND OF DCI INVESTMENT TRUST ESTABLISHED IN HONG KONG)

INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2018

	Holdings	Market Value	% of net asset
Total listed/quoted investments		270,307,633	99.09%
Other Assets		2,489,589	0.91%
Total net assets as at 31 December 2018		272,797,222	100.00%
Total investments, at cost		296,826,290	

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DA CHENG INTERNATIONAL

DA CHENG OVERSEAS CHINA CONCEPT FUND
(A SUB-FUND OF DCI INVESTMENT TRUST ESTABLISHED IN HONG KONG)

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)
FOR THE YEAR ENDED 31 DECEMBER 2018

	31 December 2017	Additions	Bonus/ Dividends	Deductions	31 December 2018
AAC TECHNOLOGIES HLDGS INC	41,000.00	188,000.00	-	(229,000.00)	-
AGRICULTURAL BANK OF CHINA LTD-H	-	5,084,000.00	-	(4,273,000.00)	811,000.00
AIA GROUP LTD	41,600.00	301,600.00	-	(173,200.00)	170,000.00
AIR CHINA LTD-H	-	996,000.00	-	(996,000.00)	-
ALIBABA GROUP HLDG LTD-SPONSORED ADR	12,422.00	32,750.00	-	(21,172.00)	24,000.00
A-LIVING SERVICES CO LTD-H	-	880,000.00	-	(300,000.00)	580,000.00
AMS AG	5,250.00	10,250.00	-	(15,500.00)	-
ANGANG STEEL CO LTD-H	340,000.00	44,000.00	-	(384,000.00)	-
ANHUI CONCH CEMENT CO LTD-H	-	230,000.00	-	(230,000.00)	-
ANTA SPORTS PRODUCTS LTD	74,000.00	345,000.00	-	(234,000.00)	185,000.00
BAIDU INC-ADR	1,572.00	14,300.00	-	(11,172.00)	4,700.00
BBMG CORP-H	199,000.00	550,000.00	-	(749,000.00)	-
BOC AVIATION LTD	-	180,000.00	-	(50,000.00)	130,000.00
BOC HONG KONG (HLDGS) LTD	143,500.00	447,000.00	-	(410,000.00)	180,500.00
BROADCOM INC	2,240.00	10,469.00	-	(12,709.00)	-
BYD ELECTRONIC (INTL) CO LTD	-	260,000.00	-	(260,000.00)	-
CHINA CONSTRUCTION BANK CORP-H	528,000.00	2,162,000.00	-	(1,290,000.00)	1,400,000.00
CHINA EASTERN AIRLINES CORP LTD-H	-	1,150,000.00	-	(1,150,000.00)	-
CHINA EDUCATION GROUP HLDGS LTD	-	1,670,000.00	-	(670,000.00)	1,000,000.00
CHINA GAS HLDGS LTD	-	309,600.00	-	(50,000.00)	259,600.00
CHINA INTL CAPITAL CORP LTD-H	155,200.00	662,000.00	-	(817,200.00)	-
CHINA LIFE INSURANCE CO LTD-H	68,000.00	76,000.00	-	(144,000.00)	-
CHINA MENGNIU DAIRY CO LTD	-	436,000.00	-	(156,000.00)	280,000.00
CHINA MERCHANTS BANK CO LTD-H	197,500.00	404,500.00	-	(307,000.00)	295,000.00
CHINA MOBILE LTD	-	110,000.00	-	(110,000.00)	-
CHINA MOLYBDENUM CO LTD-H	-	750,000.00	-	(750,000.00)	-
CHINA NEW HIGHER EDUCATION GROUP LTD	503,000.00	2,050,000.00	-	(2,553,000.00)	-
CHINA OILFIELD SERVICES LTD-H	212,000.00	736,000.00	-	(948,000.00)	-
CHINA OVERSEAS LAND & INVESTMENT LTD	-	272,000.00	-	(272,000.00)	-
CHINA OVERSEAS PROPERTY HLDGS LTD	-	4,530,000.00	-	(3,530,000.00)	1,000,000.00
CHINA PACIFIC INSURANCE (GROUP) CO-H	154,200.00	186,000.00	-	(340,200.00)	-
CHINA PETROLEUM & CHEMICAL CORP-H	150,000.00	1,424,000.00	-	(1,574,000.00)	-
CHINA RESOURCES BEER HLDGS CO LTD	-	160,000.00	-	-	160,000.00
CHINA RESOURCES LAND LTD	-	62,000.00	-	-	62,000.00
CHINA SOUTHERN AIRLINES CO LTD-H	-	514,000.00	-	(514,000.00)	-
CHINA STATE CONSTRUCTION INTL HLDGS LTD	250,000.00	116,000.00	-	(366,000.00)	-
CHINA TAIPING INSURANCE HLDGS CO LTD	-	290,000.00	-	(290,000.00)	-
CHINA UNICOM (HONG KONG) LTD	162,000.00	-	-	(162,000.00)	-
CHINA YONGDA AUTOMOBILES SERVICES HLDGS LTD	230,500.00	405,500.00	-	(636,000.00)	-
CIFI HLDGS GROUP CO LTD	-	902,000.00	-	(902,000.00)	-
CITIC SECURITIES CO LTD-H	-	481,000.00	-	(481,000.00)	-

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	31 December 2017	Additions	Bonus/ Dividends	Deductions	31 December 2018
CK ASSET HLDGS LTD	-	210,000.00	-	(90,000.00)	120,000.00
CK HUTCHISON HLDGS LTD	-	100,000.00	-	(100,000.00)	-
CK INFRASTRUCTURE HLDGS LTD	-	300,000.00	-	(210,000.00)	90,000.00
C-MER EYE CARE HLDGS LTD	-	160,000.00	-	(160,000.00)	-
CNOOC LTD	136,000.00	1,229,000.00	-	(995,000.00)	370,000.00
COUNTRY GARDEN HLDGS CO LTD	-	550,000.00	-	(550,000.00)	-
COUNTRY GARDEN SERVICES HLDGS CO LTD	-	908,735.00	-	(340,000.00)	568,735.00
CRYSTAL INTL GROUP LTD	-	800,000.00	-	(800,000.00)	-
CSPC PHARMACEUTICAL GROUP LTD	224,000.00	846,000.00	-	(850,000.00)	220,000.00
CTRIP.COM INTL LTD-ADR	2,900.00	14,800.00	-	(17,700.00)	-
GALAXY ENTERTAINMENT GROUP LTD	-	575,000.00	-	(575,000.00)	-
GEELY AUTOMOBILE HLDGS LTD	267,000.00	1,090,000.00	-	(1,287,000.00)	70,000.00
GREENTOWN SERVICE GROUP CO LTD	-	948,000.00	-	(948,000.00)	-
HANG SENG BANK LTD	-	72,000.00	-	(55,000.00)	17,000.00
HENGAN INTL GROUP CO LTD	-	175,000.00	-	(175,000.00)	-
HKT TRUST AND HKT LTD	-	400,000.00	-	(400,000.00)	-
HONG KONG EXCHANGES & CLEARING LTD	8,000.00	83,800.00	-	(51,800.00)	40,000.00
HOPE EDUCATION GROUP CO LTD	-	7,788,000.00	-	(7,788,000.00)	-
HSBC HLDGS PLC	38,000.00	13,600.00	-	(51,600.00)	-
HUAZHU GROUP LTD-SPONSORED ADR	5,200.00	20,353.00	37,659.00	(57,212.00)	6,000.00
INDUSTRIAL & COMMERCIAL BK OF CHINA-H	811,000.00	1,399,000.00	-	(970,000.00)	1,240,000.00
INTEL CORP	-	8,000.00	-	(8,000.00)	-
JD.COM INC-ADR	15,098.00	46,799.00	-	(46,897.00)	15,000.00
LINK REAL ESTATE INVESTMENT TRUST	-	50,000.00	-	-	50,000.00
LONGFOR GROUP HLDGS LTD	-	500,500.00	-	(416,500.00)	84,000.00
MAANSHAN IRON & STEEL CO LTD-H	-	2,760,000.00	-	(2,760,000.00)	-
MELCO RESORTS & ENTERTAINMENT LTD-ADR	-	38,500.00	-	(38,500.00)	-
MGM CHINA HLDGS LTD	161,200.00	457,600.00	-	(618,800.00)	-
MICRON TECHNOLOGY INC	14,289.00	64,988.00	-	(79,277.00)	-
MINTH GROUP LTD	58,000.00	0.00	-	(58,000.00)	-
NAMESON HLDGS LTD	760,000.00	4,370,000.00	-	(5,130,000.00)	-
NETEASE INC-ADR	1,215.00	4,900.00	-	(3,115.00)	3,000.00
NEW ORIENTAL EDUCATION & TECHNOLOGY-ADR	5,502.00	22,528.00	-	(28,030.00)	-
PETROCHINA CO LTD-H	194,000.00	1,122,000.00	-	(1,316,000.00)	-
PING AN INSURANCE GROUP CO OF CHINA LTD-H	112,500.00	202,000.00	-	(124,500.00)	190,000.00
SANDS CHINA LTD	-	438,000.00	-	(438,000.00)	-
SHANGHAI FOSUN PHARMACEUTICAL GROUP CO LTD-H	54,000.00	282,500.00	-	(336,500.00)	-
SHENZHOU INTL GROUP HLDGS LTD	58,000.00	151,000.00	-	(102,000.00)	107,000.00
SINO BIOPHARMACEUTICAL LTD	-	1,620,000.00	250,000.00	(1,870,000.00)	-
SINOPHARM GROUP CO LTD-H	-	129,200.00	-	(69,200.00)	60,000.00

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	31 December 2017	Additions	Bonus/ Dividends	Deductions	31 December 2018
STANDARD CHARTERED PLC	26,000.00	23,850.00	-	(49,850.00)	-
SUN HUNG KAI PROPERTIES LTD	-	70,000.00	-	-	70,000.00
SUNNY OPTICAL TECHNOLOGY GROUP CO LTD	59,000.00	166,000.00	-	(176,000.00)	49,000.00
SWIRE PACIFIC LTD	-	80,000.00	-	(25,000.00)	55,000.00
TAL EDUCATION GROUP-ADR	24,806.00	83,296.00	-	(98,102.00)	10,000.00
TECHTRONIC INDUSTRIES CO LTD	-	321,000.00	-	(145,500.00)	175,500.00
TENCENT HLDGS LTD	46,000.00	129,000.00	-	(89,000.00)	86,000.00
TENCENT MUSIC ENTERTAINMENT GROUP-ADR	-	28,023.00	-	-	28,023.00
TINGYI (CAYMAN ISLANDS) HLDG CORP	-	380,000.00	-	(380,000.00)	-
TRULY INTL HLDGS LTD	384,000.00	-	-	(384,000.00)	-
VIPSHOP HLDGS LTD-ADS	-	114,000.00	-	(114,000.00)	-
WEIBO CORP-SPONSORED ADR	5,599.00	33,334.00	-	(38,933.00)	-
WYNN MACAU LTD	172,400.00	672,000.00	-	(844,400.00)	-
XIAOMI CORP-CLASS B SHARE	-	350,000.00	-	(350,000.00)	-
YANGTZE OPTICAL FIBRE AND CABLE JOINT STOCK LTD CO-H	-	180,000.00	-	(180,000.00)	-
YUM CHINA HLDGS INC	8,175.00	12,010.00	-	(20,185.00)	-
YY INC-ADR	-	6,900.00	-	(6,900.00)	-
ZHOU HEI YA INTL HLDGS CO LTD	160,000.00	160,000.00	-	(320,000.00)	-
ZHUZHOU CRRC TIMES ELECTRIC CO LTD-H	-	70,000.00	-	-	70,000.00
ZTE CORP-H	101,200.00	111,200.00	-	(212,400.00)	-
ZTO EXPRESS CAYMAN INC-SPONSORED ADR	-	45,000.00	-	(4,000.00)	41,000.00

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PERFORMANCE TABLE (UNAUDITED)
FOR THE YEAR ENDED 31 DECEMBER 2018

Net asset values (Dealing NAV)

	Net asset value		Net asset value per unit	
			in HKD	in USD
At the end of financial year date	**Class A - HKD**	**Class A – USD**	**Class A - HKD**	**Class A - USD**
31 December 2018	138,791,058	134,006,164	11.39	11.28
31 December 2017	111,270,150	87,943,227	16.07	15.95
31 December 2016	9,597,742	3,688,760	10.35	10.35

Highest and lowest net asset value per unit

	Class A – HKD		Class A - USD	
	Highest issue price per unit in HKD	Lowest redemption price per unit in HKD	Highest issue price per unit in USD	Lowest redemption price per unit in USD
Financial year ended				
31 December 2018	17.79	11.08	17.66	10.96
31 December 2017	17.03	10.40	16.91	10.40
31 December 2016 (since inception)	11.66	9.51	11.67	9.50