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CSOP INVESTMENT VCC

(Incorporated in Singapore. Registration Number: T20VC0088A)

ANNUAL REPORT

For the financial period from 15 July 2020 (date of incorporation) to 31 December 2020

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CSOP INVESTMENT VCC
(Incorporated in Singapore)

ANNUAL REPORT
For the financial period from 15 July 2020 (date of incorporation) to 31 December 2020

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CSOP INVESTMENT VCC

FUND INFORMATION

Manager
CSOP Asset Management Pte. Ltd.
(Company Registration No. 201814646Z)
1 Temasek Avenue
#18-03 Millenia Tower One
Singapore 039192

Directors of CSOP Investments VCC
NG Choe Yong
WONG Ka Yan
CHEN Chia Ling

Directors of the Manager
DING Chen
NG Choe Yong

Custodian and Registrar
HSBC Institutional Trust Services (Singapore) Limited
10 Marina Boulevard
Marina Bay Financial Centre, Tower 2 #48-01
Singapore 018983

Auditors
PricewaterhouseCoopers LLP
7 Straits View, Marina One
East Tower, Level 12
Singapore 018936

Investment Advisors
ICBC Wealth Management Co., Ltd
96 Taipingqiao Street Level 6
Xicheng District, Beijing

ICBC Asset Management (Global) Company Limited
Unit 2507 – 10, 25/F
ICBC Tower, 3 Garden Road
Central, Hong Kong

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CSOP INVESTMENT VCC

MANAGER'S REPORT
For the financial period ended 31 December 2020

ICBC CSOP FTSE Chinese Government Bond Index ETF (the "Sub-Fund") is a sub-fund under CSOP Investments VCC (a Singapore variable capital company authorised under Section 286 of the Securities and Futures Act, Chapter 289 of Singapore). The Sub-Fund is an exchange traded fund listed on the Singapore Exchange Securities Trading Limited ("SGX-ST") and the shares of this Sub-Fund are classified as Excluded Investment Products and Prescribed Capital Markets Products in Singapore.

The investment objective of this Sub-Fund is to replicate as closely as possible, before fees and expenses, the performance of the FTSE Chinese Government Bond Index.

The Manager employs a "passive management" or indexing investment approach designed to track the performance of the Index.

The Sub-Fund gained +1.23% in terms of RMB NAV total return from 18 September 2020 to 17 March 2021.

Outlook in 2021 (made at the beginning of the year)

- As we start to see a slowing credit growth, monetary policy will likely keep neutral or even slightly supportive (as and when necessary) to support growth and a stable financial market. Policy exit may only materialize in order to control leverage ratio when there is a healthier / balanced recovery

- While the US sanction may impact China stock market and certain credit names, it should have limited impact on bond market as most bond issuers impacted have very limited global funding exposure and needs, and presently there are sufficient domestic funding source

- On the issuance front, we believe China's fiscal deficit % of GDP will be reduced in 2021, and the fiscal spending focus will shift from infrastructure to consumption. As such, CGB issuance this year is expected to be reduced as compared to 2020's RMB3.78 trillion including both CGB and special CGB (which is less likely to be issued again in 2021). Also the new regulation to cap issuance of local government long-tenor bonds will reduce the supply of back end

- These, combined with insurers' demand should somehow support CGB, in particular 30Yr bonds. As for front end, PBoC is not likely to hike rate but also has repeatedly stated its unwillingness to flush liquidity as well

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CSOP INVESTMENT VCC

STATEMENT OF DIRECTORS
For the financial period ended 31 December 2020

The directors present their statement to the shareholders together with the audited financial statements of CSOP Investments VCC (the "Company") and ICBC CSOP FTSE Chinese Government Bond Index ETF (the "Sub-Fund") for the financial period ended 31 December 2020.

In the opinion of the directors,

(a) the financial statements as set out on pages 10 to 24 are drawn up so as to give a true and fair view of the financial position of the Company and the Sub-Fund as at 31 December 2020 and the financial performance of the Company and the Sub-Fund for the financial year covered by the financial statements; and

(b) at the date of this statement, there are reasonable grounds to believe that the Company and the Sub-Fund will be able to pay its debts as when they fall due.

Directors

The directors of the Company in office at the date of this statement are as follows:

NG Choe Yong
WONG Ka Yan
CHEN Chia Ling

Directors of the Manager

DING Chen
NG Choe Yong

NG Choe Yong

Mr. NG Choe Yong was the head of Business Controls and Management for South East Asia at Bank of America Merrill Lynch and was responsible for the governance and business management of the Global Banking and Markets Businesses in the region. Mr. NG Choe Yong was also on the management committee of Merrill Lynch Singapore, Bank of America Singapore Branch and Bank of America Securities Limited to provide governance and acted as a liaison to local regulators in South East Asia.

Before that, Mr. NG Choe Yong was the Head of APAC Middle Office for Equities Execution Services at Bank of America Merrill Lynch. In that role, he managed the team which supported the Equities Cash, Index/ETF and Delta One businesses for APAC. He also managed the implementation for Hong Kong Shanghai Connect go-live for Middle Office.

Prior to Bank of America Merrill Lynch, Mr. NG Choe Yong has worked in a number of large financial institutions such as Barclays Capital and Morgan Stanley in a variety of roles covering operations, middle office and finance. Mr. NG Choe Yong started his career in Deloitte Australia as an auditor.

Mr. NG holds a Bachelor of Computer Science and a Master of Applied Commerce (Accounting) from The University of Melbourne. He also holds a Master of Business Administration from the University of Chicago-Booth School of Business.

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CSOP INVESTMENT VCC

STATEMENT OF DIRECTORS
For the financial period ended 31 December 2020

WONG Ka Yan

Ms. Wong Ka Yan has extensive legal and compliance experience in relation to retail funds, in particular, the listing and distribution of exchange traded funds to retail investors in Hong Kong. Ms. Wong currently serves as the representative director of CSOP AM in the China New Balance Opportunity Fund, a retail fund domiciled in Luxemburg, and China Southern Dragon Dynamic Multi Strategy Fund SPC, a cayman Segregated Portfolioi Company. Ms. Wong is a solicitor in Hong Kong. She was trained and had worked in reputable US law firms before she joined CSOP AM, including Reed Smith LLP and Hogan Lovells. She obtained her Master of Laws degree from the University College London, and her double Bachlor's degrees in Business Administration (LAW) and LLB from the University of Hong Kong.

CHEN Chia Ling

Ms. Chen is an Independent Director of the Company. Ms Chen holds a Master's degree in International Business from the University of Bristol in United Kingdom and a Bachelor's degree from York University in Canada. Ms. Chen has over 20 years of experience in the financial services industry and over 10 years of experience in asset management, including experience with regard to launching exchange-traded funds.

From September 2013 to October 2014, Ms. Chen was a director of China Asset Management (Hong Kong) Limited ("CAMHK") as the manager of ChinaAMC ETF series which are listed on Hong Kong Stock Exchange. Ms. Chen was also the Chief Executive Officer of CAMHK from 2011 to 2014. Prior to taking over the Chief Executive Officer role, Ms. Chen was the Head of Business Developement in charge of new business developement including the infrastructure from 2009 to 2011. Before joining CAMHK, Ms. Chen served as Head of Sales (Greater China) at Deutsche Asset Management (Hong Kong) Limited and a director of the Equity Derivatives Desk at ABN AMRO Bank.

DING Chen

Ms. Ding is the Chief Executive Officer, overseeing the overall business of the Manager.

Ms. Ding, from 2003 to June 2013, was the Assistant Chief Executive Officer and Managing Director of China Southern Asset Management Co. Ltd., one of the largest fund management companies in China. She established and managed the first QDII mutual fund which she was also a member of the Investment Management Committee, from 2007 to June 2013.

Ms. Ding is the Chairperson of Chinese Asset Management Association of Hong Kong Limited, which promotes professional standards of practice in the fund management industry. She is also the Deputy Chairperson of the Chinese Securities Association of Hong Kong Company limited. Ms. Ding was appointed under authority delegated by the Chief Executive and the Financial Secretary, as a member to the Securities and Futures Appeals Tribunal as of 1 April 2013. She was also appointed by the Securities and Futures Commission as a member of the Product Advisory Committee for two years with effect from 1 April 2014, a member to the Process Review Panel since 1 November 2014 and a member of the Advisory Committee since 1 June 2015. Ms. Ding is also a member of the Financial Reporting Review Panel of the Financial Reporting Council as well as a member of the New Business Committee of the Hong Kong Financial Services Development Council.

Prior to joining, China Southern Asset management Co. Ltd., Ms. Ding served from 2001 to 2003 as an Associate General Manager of China Merchants Securities Co. Ltd. in the PRC. Ms. Ding was also the Investment Manager of ML Stem & Co., in California, United States, which is a securities house.

Ms. Ding holds a Master’s Degree in Business Administration from the San Francisco State University in the United States and a Bachelor degree in Electrical Engineering from the China Chengdu Science and Technology University in the PRC.

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CSOP INVESTMENT VCC

STATEMENT OF DIRECTORS
For the financial period ended 31 December 2020

Arrangements to enable directors to acquire shares and debentures

Neither at the end of nor at any time during the financial year was the Company a party to any arrangement whose object was to enable the directors of the Company to acquire benefits by means of the acquisition of shares in, or debentures of, the Company or any other body corporate.

Directors' interest in shares or debentures

According to the register of directors' shareholdings, none of the directors holding office at the end of the financial year had any interest in the shares or debentures of the Company or its related corporations.

On behalf of the directors

Ng Chee Yong

Authorised signatory
30 March 2021

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CSOP INVESTMENT VCC

STATEMENT BY THE MANAGER
For the financial period ended 31 December 2020

In the opinion of CSOP Asset Management Pte. Ltd., the accompanying financial statements set out on pages 10 to 24, comprising the Statement of Total Return, Statement of Financial Position, Statement of Changes in Net Assets Attributable to Shareholders, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position and the portfolio holdings of the Company and the Sub-Fund as at 31 December 2020, and the financial performance and movements in shareholders' funds for the financial period then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Company and the Sub-Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of the Manager
CSOP Asset Management Pte. Ltd.

Ng Chee Yong

Authorised signatory
30 March 2021

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CSOP INVESTMENTS VCC
(INCORPORATED IN SINGAPORE)

Our Opinion

In our opinion, the accompanying financial statements of CSOP Investments VCC (the "Company") and the sub-fund, namely ICBC CSOP FTSE Chinese Government Bond Index ETF (the "Sub-Fund") are properly drawn up in accordance with the provisions of the Variable Capital Companies Act 2018 (the "Act") and the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants ("RAP 7"), so as to give a true and fair view of the financial position of the Company and of the Sub-Fund and portfolio holdings of the Sub-Fund as at 31 December 2020 and the financial performance and movements in shareholders' funds of the Company and of the Sub-Fund for the financial period ended on that date.

What we have audited

The financial statements of the Company and the Sub-Fund comprise:

- the Statement of Total Return for the Company and of the Sub-Fund for the financial period from 15 July 2020 to 31 December 2020;
- the Statement of Financial Position for the Company and of the Sub-Fund as at 31 December 2020;
- the Statement of Changes in Net Assets Attributable to Shareholders of the Company and of the Sub-Fund for the financial period from 15 July 2020 to 31 December 2020;
- the Statement of Portfolio of the Sub-Fund as at 31 December 2020; and
- the notes to the financial statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). 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 Company and the Sub-Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Our Audit Approach

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the accompanying financial statements. In particular, we considered where directors made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

Key Audit Matters

We have determined that there are no key audit matters to communicate in our report.

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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF CSOP INVESTMENTS VCC
(INCORPORATED IN SINGAPORE)

Other Information

Directors are responsible for the other information. The other information comprises all the sections of the annual report but does not include 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 Directors for the Financial Statements

The directors are responsible for the preparation of financial statements that give a true and fair view in accordance with the provisions of the Act and RAP 7, and for devising and maintaining a system of internal accounting controls sufficient to provide a reasonable assurance that assets are safeguarded against loss from unauthorised use or disposition; and transactions are properly authorised and that they are recorded as necessary to permit the preparation of true and fair financial statements and to maintain accountability of assets.

In preparing the financial statements, the directors are responsible for assessing the ability of the Company and of the Sub-Fund to continue as going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company and the Sub-Fund or to cease operations, or have no realistic alternative but to do so.

The directors' responsibilities include overseeing the financial reporting process of the Company and the Sub-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. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs 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.

As part of an audit in accordance with SSAs, we exercise professional judgement 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.

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- 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 internal control of the Company and Sub-Fund.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.

- Conclude on the appropriateness of the directors' 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 ability of the Company and the Sub-Fund to continue as 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 Company and the Sub-Fund to cease to continue as 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 directors 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.

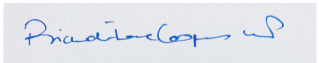
We also provide the directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

In our opinion, the accounting and other records required by the Act to be kept by the Company and the Sub-Fund has been properly kept in accordance with the provisions of the Act.

The engagement partner on the audit resulting in this independent auditor's report is Lim Kheng Wah.



PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants
Singapore, 30 March 2021

CSOP INVESTMENT VCC

STATEMENT OF TOTAL RETURN

For the financial period from 15 July 2020 (date of incorporation) to 31 December 2020

	Note	CSOP INVESTMENTS VCC For the financial period from 15 July 2020 (date of incorporation) to 31 December 2020 RMB	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF For the financial period from 18 September 2020 (date of inception) to 31 December 2020 RMB
Income			
Interest on cash and bank balances		-	188,326
Other income		-	912,306
		-	1,100,632
Less: Expenses			
Management fee	9	-	4,037,183
Professional fees		-	22,650
Registration fee		-	12,225
Valuation and administration fees	9	-	478,493
Transaction costs		-	52,528
Preliminary expenses		-	943,407
Miscellaneous expenses		-	38,135
		-	5,584,621
Net income		-	(4,483,989)
Net gains or losses on value of investments and financial derivatives			
Net gains on investments		-	64,987,056
Net losses on foreign exchange spot contracts		-	(3,058,845)
Net foreign exchange losses		-	(4,537,667)
		-	57,390,544
Total return for the financial period before income tax		-	52,906,555
Less: Income tax	3	-	(16,626)
Total return for the financial period		-	52,889,929

The accompanying notes form an integral part of these financial statements.

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CSOP INVESTMENT VCC

STATEMENT OF FINANCIAL POSITION
As at 31 December 2020

	Note	CSOP INVESTMENTS VCC 2020 RMB	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF 2020 RMB
ASSETS			
Portfolio of investments		-	7,496,109,911
Receivables	4	5	13,587,340
Cash and bank balances		-	19,596,826
Total assets		5	7,529,294,077
LIABILITIES			
Payables	5	-	3,345,395
Total liabilities		-	3,345,395
EQUITY			
Management share	7	5	-
Net assets attributable to shareholders	7	-	7,525,948,682
Total equity		5	7,525,948,682

The accompanying notes form an integral part of these financial statements.

CSOP INVESTMENT VCC

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the financial period from 15 July 2020 (date of incorporation) to 31 December 2020

CSOP INVESTMENTS VCC

	Note	For the financial period from 15 July 2020 (date of incorporation) to 31 December 2020 Management shares RMB	 Total equity RMB
At date of incorporation	7	5	5
Issuance during the period		-	-
At financial year end		5	5

ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF

	Note	For the financial period from 18 September 2020 (date of inception) to 31 December 2020 Participating shares RMB	 Total equity RMB
Net assets attributable to shareholders at 18 September		-	-
Proceeds from shares issued		7,570,337,917	7,570,337,917
Redemption of shares		(44,000,258)	(44,000,258)
Net increase from share transactions		7,526,337,659	7,526,337,659
Increase in net assets attributable to shareholders from operations		52,889,929	52,889,929
Distribution	6	(53,278,906)	(53,278,906)
Net assets attributable to shareholders at 31 December	7	7,525,948,682	7,525,948,682

The accompanying notes form an integral part of these financial statements.

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CSOP INVESTMENT VCC

STATEMENT OF PORTFOLIO FOR ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF
As at 31 December 2020

	Holdings at 31 December 2020	Fair value at 31 December 2020 RMB	Percentage of total net assets attributable to shareholders at 31 December 2020 %
By Country (Primary)			
QUOTED DEBT SECURITIES			
CHINA			
Government of China Series 1911 Interbank 2.75% due 08/08/2022	420,000,000	419,903,820	5.58
Government of China Series Interbank 2.64% due 13/08/2022	420,000,000	419,378,820	5.57
Government of China Bond China Interbank 2.36% due 02/07/2023	350,000,000	345,896,250	4.60
Government of China Series 1904 Interbank 3.19% due 11/04/2024	320,000,000	323,096,320	4.29
Government of China Series 1913 Interbank 2.94% due 17/10/2024	320,000,000	319,541,760	4.25
Government of China Series Interbank 2.24% due 05/03/2023	320,000,000	316,120,640	4.20
Government of China Series Interbank 1.99% due 09/04/2025	270,000,000	259,212,690	3.44
Government of China Series 1903 Interbank 2.69% due 07/03/2022	250,000,000	250,049,000	3.32
Government of China Series Interbank 2.2% due 13/02/2022	240,000,000	238,839,360	3.17
Government of China Series 1823 Interbank 3.29% due 18/10/2023	230,000,000	232,804,850	3.09
Government of China Series Interbank 2.85% due 04/06/2027	220,000,000	215,657,200	2.87
Government of China Series Interbank 2.68% due 21/05/2030	220,000,000	211,217,600	2.81
Government of China Series Interbank 3.39% due 16/03/2050	220,000,000	205,224,580	2.73
Government of China Series 1907 Interbank 3.25% due 06/06/2026	200,000,000	202,402,000	2.69
Government of China Series 1910 Interbank 3.86% due 22/07/2049	190,000,000	191,982,650	2.55
Government of China Bond Series 1916 China Interbank 3.12% due 05/12/2026	190,000,000	189,848,950	2.52
Government of China Series 1906 Interbank 3.29% due 23/05/2029	180,000,000	181,061,100	2.41
Government of China Series 1915 Interbank 3.13% due 21/11/2029	170,000,000	168,990,200	2.25
Government of China Series Interbank 3.02% due 22/10/2025	150,000,000	150,460,050	2.00
Government of China Series Interbank 3.81% due 14/09/2050	140,000,000	141,936,900	1.89
Government of China Series 1828 Interbank 3.22% due 06/12/2025	140,000,000	141,589,420	1.88
Government of China Series 1824 Interbank 4.08% due 22/10/2048	130,000,000	136,256,770	1.81
Government of China Series 1827 Interbank 3.25% due 22/11/2028	130,000,000	130,349,570	1.73
Government of China Bond Series 1817 China Interbank 3.97% due 23/07/2048	110,000,000	113,224,320	1.50
Government of China Bond Series 1811 China Interbank 3.69% due 17/05/2028	100,000,000	103,905,900	1.38
Government of China Series 1820 Interbank 3.6% due 06/09/2025	100,000,000	103,799,000	1.38
Government of China Bond Series 1805 China Interbank 3.77% due 08/03/2025	100,000,000	103,779,300	1.38
Government of China Bond Series 1813 China Interbank 3.61% due 07/06/2025	100,000,000	102,839,600	1.37
Government of China Bond Series 1809 China Interbank 3.17% due 19/04/2023	100,000,000	100,836,500	1.34
Government of China Bond Series 1804 Interbank 3.85% due 01/02/2028	90,000,000	94,528,080	1.26
Government of China Series Interbank 3.27% due 19/11/2030	90,000,000	90,958,050	1.21
Government of China Bond Series 1819 China Interbank 3.54% due 16/08/2028	80,000,000	82,690,000	1.10
Government of China Bond Series 1713 China Interbank 3.57% due 22/06/2024	80,000,000	82,351,440	1.09
Government of China Series Interbank 2.88% due 05/11/2023	80,000,000	80,145,600	1.07
Government of China Bond Series 1710 China Interbank 3.52% due 04/05/2027	70,000,000	72,150,330	0.96
Government of China Bond Series 1610 China Interbank 2.9% due 05/05/2026	70,000,000	69,405,700	0.92

The accompanying notes form an integral part of these financial statements.

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CSOP INVESTMENT VCC

STATEMENT OF PORTFOLIO FOR ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF
As at 31 December 2020

	Holdings at 31 December 2020	Fair value at 31 December 2020 RMB	Percentage of total net assets attributable to shareholders at 31 December 2020 %
By Country (Primary) (continued)			
QUOTED DEBT SECURITIES (continued)			
CHINA (continued)			
Government of China Bond Series 1705 China Interbank 3.77% due 20/02/2047	60,000,000	60,555,840	0.80
Government of China Bond Series 1523 China Interbank 2.99% due 15/10/2025	60,000,000	60,004,980	0.80
Government of China Bond Series 1722 China Interbank 4.28% due 23/10/2047	50,000,000	55,394,300	0.74
Government of China Bond Series 1720 China Interbank 3.69% due 21/09/2024	50,000,000	51,394,550	0.68
Government of China Bond Series 1704 China Interbank 3.4% due 09/02/2027	50,000,000	51,225,950	0.68
Government of China Series Interbank 2.93% due 10/12/2022	50,000,000	50,197,550	0.67
Government of China Series 1625 Interbank 2.79% due 17/11/2023	50,000,000	49,885,300	0.66
Government of China Bond Series 1617 China Interbank 2.74% due 04/08/2026	50,000,000	49,200,350	0.65
Government of China Bond Series 1623 2.7% due 03/11/2026	50,000,000	49,142,050	0.65
Government of China Bond Series 1116 Interbank 4.5% due 23/06/2041	40,000,000	45,362,160	0.60
Government of China Bond Series 1715 China Interbank 4.05% due 24/07/2047	40,000,000	42,109,320	0.56
Government of China Series Interbank 3.28% due 03/12/2027	40,000,000	40,283,840	0.54
Government of China Bond Series 1604 China Interbank 2.85% due 28/01/2026	40,000,000	39,829,640	0.53
Government of China Bond Series 1619 China Interbank 3.27% due 22/08/2046	40,000,000	37,210,480	0.49
Government of China Bond Series 1412 China Interbank 4% due 19/06/2024	30,000,000	31,292,760	0.42
Government of China Bond Series 1706 China Interbank 3.2% due 16/03/2024	30,000,000	30,316,110	0.40
Government of China Series 1110 China Interbank 4.15% due 28/04/2031	20,000,000	21,730,900	0.29
Government of China Bond Series 1718 China Interbank 3.59% due 03/08/2027	20,000,000	20,659,060	0.27
Government of China Bond Series 1816 China Interbank 3.3% due 12/07/2023	20,000,000	20,241,000	0.27
Government of China Bond Series 1725 China Interbank 3.82% due 02/11/2027	10,000,000	10,532,100	0.14
TOTAL DEBT SECURITIES		7,409,002,560	98.45
Accrued interest receivable on quoted fixed income securities		87,107,351	1.16
Portfolio of investments		7,496,109,911	99.61
Other net assets		29,838,771	0.39
Net assets attributable to shareholders		7,525,948,682	100.0

The accompanying notes form an integral part of these financial statements.

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CSOP INVESTMENT VCC

STATEMENT OF PORTFOLIO FOR ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF
As at 31 December 2020

	Percentage of total net assets attributable to shareholders at 31 December 2020 %
By Country (Summary)	
China	98.45
Accrued interest receivable on debt securities	1.16
Portfolio of investments	99.61
Other net assets	0.39
Net assets attributable to shareholders	100.0

	Fair value at 31 December 2020 RMB	Percentage of total net assets attributable to shareholders at 31 December 2020 %
By Industry (Secondary)		
Government	7,409,002,560	98.45
Accrued interest receivable on debt securities	87,107,351	1.16
Portfolio of investments	7,496,109,911	99.61
Other net assets	29,838,771	0.39
Net assets attributable to shareholders	7,525,948,682	100.0

The accompanying notes form an integral part of these financial statements.

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These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. GENERAL

ICBC CSOP FTSE Chinese Government Bond Index ETF (the "Sub-Fund") is a sub-fund under the CSOP Investments VCC (the "Company") which is a variable capital company ("VCC") incorporated in Singapore on 15 July 2020 under the Variable Capital Companies Act and is governed by the laws of the Republic of Singapore. The Sub-Fund allows shares to be bought and sold at the NAV of the Sub-Fund. The Company is a VCC that is a body corporate upon which the Sub-Fund is launched and it owns no economic or legal interests in the Sub-Fund.

The Sub-Fund is an exchange-traded fund listed on the Singapore Exchange Securities Trading Limited (“SGX-ST”). The Company currently has 1 Sub-Fund. All assets and liabilities attributable to each Sub-Fund shall be segregated from the assets and liabilities of any other Sub-Funds and the Company, and shall not be used for the purpose of, or borne by the assets of, any other Sub-Fund. The Manager of the Sub-Fund is CSOP Asset Management Pte. Ltd. (the "Manager")

Management Shares were issued in respect of the Company only and Participating Shares were issued in respect of each Sub-Fund. Only one Management Share was issued to the Manager. Each Management Share and Participating Share will comprise one vote at the general meeting of the Company and the Sub-Funds.

The investment objective of the Sub-Fund is to replicate as closely as possible, before expenses, the performance of the FTSE Chinese Government Bond Index (the "Index").

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 “Reporting Framework for Investment Funds” (“RAP 7”) issued by the Institute of Singapore Chartered Accountants.

(b) Recognition of income

Interest income is recognised on a time proportion basis using the effective interest method.

(c) Financial derivatives

Financial derivatives are entered into for the purposes of efficient portfolio management, tactical asset allocation or specific hedging of financial assets held as determined by the Manager and in accordance with the provisions of the Prospectus.

Financial derivatives outstanding at the end of the financial year are measured at their fair values using the marked-to-market method, and the resultant gains and losses are taken up in the Statement of Total Return.

(d) Distributions

The Manager has the absolute discretion to determine whether a distribution is to be made. In such an event, an appropriate amount will be transferred to a distribution account to be paid out on the distribution date. The amount shall not be treated as part of the property of the Sub-Fund. Distributions are accrued for at the reporting date if the necessary approvals have been obtained and a legal or constructive obligation has been created.

(e) Investments

Investments are classified as financial assets at fair value through profit or loss.

(i) Initial recognition

Purchases of investments are recognised on the trade date. Investments are recorded at fair value on initial recognition.

(ii) Subsequent measurement

Investments are subsequently carried at fair value. Net change in the fair value of investments are included in the Statement of Total Return in the year in which they arise.

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2. SIGNIFICANT ACCOUNTING POLICIES (continued)

(e) Investments (continued)

(iii) Derecognition

Investments are derecognised on the trade date of disposal. The resultant realised gains and losses on the sales of investments are computed on the basis of the difference between the weighted average cost and selling price gross of transaction costs, and are taken up in the Statement of Total Return.

(f) Basis of valuation of investments

The fair value of financial assets and liabilities traded in active markets is based on quoted market prices at the close of trading on the reporting date. The quoted market price used for investments in debt securities held by the Sub-Fund is the market bid prices. Accrued interest or discount or premium on debt securities at the reporting date are included in the fair value of debt securities. Interest income on debt securities is presented within net gains or losses on investments on the Statements of Total Return.

(g) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

(h) Due from and due to brokers

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the statement of financial position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

(i) Cash and bank balances

Cash and bank balances comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

(j) Payables

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

(k) Foreign currencies

(i) Functional and presentation currency

The Sub-Fund qualifies as an authorised scheme under the Securities and Futures Act ("SFA") of Singapore and is offered to retail investors in Singapore. The Sub-Fund's activities are substantially based in Singapore, with subscriptions and redemptions of the units in the Sub-Fund denominated in United States Dollar (US$), Singapore Dollar (S$) and Renminbi (RMB).

The performance of the Sub-Fund is measured and reported to the investors in RMB. The Manager considers the RMB as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The Sub-Fund’s functional and presentation currency is RMB.

(ii) 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 monetary assets and liabilities denominated in foreign currencies at the closing rates at the reporting date are recognised in the Statement of Total Return. Translation differences on non-monetary financial assets and liabilities such as equities are also recognised in the Statement of Total Return within the net gain or loss on investments.

CSOP INVESTMENT VCC

NOTES TO THE FINANCIAL STATEMENTS
For the financial period from 15 July 2020 (date of incorporation) to 31 December 2020

3. INCOME TAX

The Sub-Fund has been approved by the Monetary Authority of Singapore under the Enhanced-Tier Fund Scheme (Section 13X of the Income Tax Act and the relevant regulations). Subject to certain conditions being met on an annual basis, the Sub-Fund may enjoy Singapore corporate tax exemption on "specified income" derived from "designated investments" for the life of the Fund. The tax exemption does not apply in the year when the relevant conditions are not met. Losses from "designated investments" are correspondingly disregarded, with certain exceptions. The terms "specified income" and "designated investments" are defined in the relevant income tax regulations.

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF For the financial period from 18 September 2020 (date of inception) to 31 December 2020 RMB
Overseas income tax	16,626

The overseas income tax represents tax deducted at source on interest derived from outside Singapore.

4. RECEIVABLES

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF 2020 RMB
Amount receivable for creation of units	13,585,440
Other receivables	1,900
	13,587,340

5. PAYABLES

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF 2020 RMB
Amount due to the Manager	2,088,048
Other payables	1,257,347
	3,345,395

6. DISTRIBUTIONS

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF For the financial period from 18 September 2020 (date of inception) to 31 December 2020 RMB
Distribution of US$0.075 on 15 December 2020 to shareholders on the register as at 16 December 2020	53,278,906

7. UNITS IN ISSUE

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF For the financial period from 18 September 2020 (date of inception) to 31 December 2020 Units
Units at beginning of the period	-
Units created	111,807,100
Units cancelled	(650,000)
Units at end of the period	111,157,100

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7. UNITS IN ISSUE (continued)

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF 2020 RMB
Net assets attributable to shareholders	7,525,948,682
Net asset value per unit	67.705

There is 1 management share of RMB 5 issued in respect of the Company.

A reconciliation of the net assets attributable to shareholders per unit per the financial statements and the net assets attributable to shareholders per unit for issuing/redeeming units at the reporting date is presented below.

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF 2020 RMB
Net assets attributable to shareholders per unit per financial statements	67.705
Effect of preliminary expenses	0.008
Effect of changes in foreign exchange rates	-
Net assets attributable to shareholders per unit for issuing/redeeming units	67.713

8. FINANCIAL RISK MANAGEMENT

The Sub-Fund's activities expose it to a variety of market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Sub-Fund's overall risk management programme seeks to minimise potential adverse effects on the Sub-Fund's financial performance. The Manager is responsible for the implementation of overall risk management programme, which seeks to minimise potential adverse effects on the Sub-Fund's financial performance. Specific guidelines on exposures to individual securities and certain industries are in place for the Sub-Fund at any time as part of the overall financial risk management to reduce the Sub-Fund's risk exposures.

The Sub-Fund's assets principally consist of investments in Index securities in substantially the same weightings as reflected in the Index. Index security weighting is capped at 10% and liquidity based adjustments are made to the weights. The Manager will rebalance the Sub-Fund's portfolio of investments from time to time to reflect any changes to the composition of, or weighting of Index securities to minimise tracking error of the Sub-Fund's overall returns relating to the performance of the Index. The financial instruments are held in accordance with the published investment policies of the Sub-Fund and managed accordingly to achieve their investment objectives.

The COVID-19 pandemic continues to evolve and develop. The situation is dynamic with various cities and countries around the world responding in different ways to address the pandemic. As a result of the COVID-19 pandemic, global financial markets have experienced significant volatility. Given the extent of the crisis, it is difficult to estimate the impact or duration of the volatility on the portfolio of the Sub-Fund. The Manager is closely monitoring the development of the COVID-19 pandemic and its related impact.

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

(a) Market risk

Market risk is the risk of loss to the value of financial investments because of changes in market conditions like interest and currency rate movements and volatility in security prices. External factors such as changes in economic environment, consumption patterns and investor's expectation contribute to market risk which may have a significant impact on the asset's value.

The Sub-Fund's investments are substantially dependent on changes in market prices. The Manager monitors the Sub-Fund's investments closely so as to assess changes in fundamentals and valuation. However, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the asset value of the Sub-Fund.

The Sub-Fund's market risk is affected primarily by changes in three components: changes in actual market prices, interest rate volatilities and foreign exchange movements.

8. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(i) Price risk

Price risk is the risk that arises from uncertainties about future prices of financial instruments

The Sub-Fund's investment is substantially dependent on the changes of market prices. The Sub-Fund's overall market positions are monitored regularly so as to assess changes in fundamentals and valuation. However, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the net asset value of the Sub-Fund.

The market prices of financial assets held by the Sub-Fund are primarily dependent on prevailing market interest rates, as the Sub-Fund invests primarily in chinese government bonds. Hence, no separate price risk sensitivity analysis is prepared as it is covered as part of interest rate risk sensitivity analysis.

(ii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

Interest rate movements affect the value of fixed income securities more directly than equities. As interest rates rise, prices of fixed income securities may fall and vice versa. The rationale is that as interest rates increase, the opportunity cost of holding a fixed income security increases since investors are able to realise greater yields by switching to other investments that reflect the higher interest rate. The Manager will regularly assess the economic condition, monitor changes in interest rates outlook and take appropriate measures accordingly to control the impact of interest rate risk

The table below summarises the Sub-Fund's exposure to interest rate risk. They include the Sub-Fund's assets and liabilities at fair value, categorised by the interest rate types.

ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX FUND

As at 31 December 2020	**Variable rates**	**Fixed rates**	**Non-interest bearing**	**Total**
	RMB	**RMB**	**RMB**	**RMB**
Assets				
Portfolio of investments	-	7,409,002,560	87,107,351	7,496,109,911
Receivables	-	-	13,587,340	13,587,340
Cash and bank balances	19,596,826	-	-	19,596,826
Total assets	19,596,826	7,409,002,560	100,694,691	7,529,294,077
Liabilities				
Payables	-	-	3,345,395	3,345,395
Total liabilities	-	-	3,345,395	3,345,395

The duration, a measure of the sensitivity of the price of a fixed income security to a change in interest as at 31 December 2020, is 5.64. As of 31 December 2020, should interest rates lower or rise by 1% with all other variables remaining constant, the increase or decrease in net assets attributable to shareholders would be as follows:

Sub-Fund	**Impact of 1% movement in interest rate on net assets attributable to the shareholders 2020 RMB**
ICBC CSOP FTSE Chinese Government Bond Index ETF	417,867,744

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8. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk

The Sub-Fund has monetary financial assets/liabilities denominated in currencies other than Renminbi and the Sub-Fund may be affected favourably or unfavourably by exchange rate regulations or changes in the exchange rates between the Renminbi and such other currencies. The Sub-Fund may enter into foreign currency contracts designed to either hedge some or all of this exposure, or alternatively increase exposure to preferred foreign currencies.

The tables below summarise the Sub-Fund's exposure to key currencies at the end of the financial year. Monetary and non-monetary items have been taken into account for the analysis.

ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX FUND

As at 31 December 2020	**RMB** **RMB**	**CNH** **RMB**	**USD** **RMB**	**Total** **RMB**
Assets				
Portfolio of investments	7,496,109,911	-	-	7,496,109,911
Receivables	1,896	4	13,585,440	13,587,340
Cash and bank balances	18,952,537	636,161	8,128	19,596,826
Total assets	7,515,064,344	636,165	13,593,568	7,529,294,077
Liabilities				
Payables	3,330,094	-	15,301	3,345,395
Total liabilities	3,330,094	-	15,301	3,345,395
Net financial assets	7,511,734,250	636,165	13,578,267	
Net currency exposure	7,511,734,250	636,165	13,578,267	

The Sub-Fund’s monetary assets/liabilities are measured for their sensitivity to exchange rate movements based on the balance of the monetary assets/liabilities, forecasted exchange rate movements and the net asset value of the Sub-Fund.

As of 31 December 2020, the Sub-Fund's exposure to foreign currency fluctuations with respect to the monetary assets/liabilities is not considered to be significant and hence no sensitivity analysis on foreign currency risk has been presented.

(b) Liquidity risk

Liquidity risk is the risk of loss arising from the inability of the Sub-Fund to meet its obligation as and when they fall due without incurring unacceptable cost or losses.

The Sub-Fund is exposed to daily redemption of units from shareholders. The Manager therefore ensures that the Sub-Fund maintains sufficient cash and cash equivalents and that it is able to obtain cash from the sale of investments held to meet its liquidity requirements. Reasonable efforts will be taken to invest in investments that are traded in an active market and can be readily disposed of.

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

ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX FUND

As at 31 December 2020	**Less than 3 months** **RMB**	**3 months - 1 year** **RMB**	**1-5 years** **RMB**	**Above 5 years** **RMB**
Payables	3,345,395	-	-	-

(c) Credit risk

Credit risk is the risk that counterparty will fail to perform contractual obligations, either in whole or in part, under a contract.

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties, together with the respective credit limits, are approved,
- ensuring that transactions are undertaken with a large number of counterparties, and
- ensuring that the majority of transactions are undertaken on recognised exchanges.

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8. FINANCIAL RISK MANAGEMENT (continued)

(c) Credit risk (continued)

The Sub-Fund's investment objective is to track the FTSE Chinese Government Bond Index, and hence holds investments in chinese government bonds which makes up 99.61% of its total net assets attributable to shareholders as at 31 December 2020.

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

Credit risk also arises from cash and cash equivalents and assets held with financial institutions.

The Sub-Fund may also enter into derivatives to manage its exposures to currency risk and price risk, including foreign exchange forward contracts and options. Hence, the Sub-Fund is also exposed to the risk that its derivatives held with counterparties may not be recoverable in the event of any default by the parties concerned. The Manager minimises the Sub-Fund's credit risk by undertaking transactions with banks that are part of banking groups with good credit ratings assigned by Standard and Poor's ("S&P") or Moody's.

The tables below summarise the credit rating of bank and custodian in which the Sub-Fund's assets are held as at 31 December 2020.

ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX FUND

As at 31 December 2020	**Credit rating [##]**	**Source of credit rating**
Custodian		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
Bank		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

The credit ratings are based on the Long-Term Issuer Ratings published by the rating agency.

[##] *Group credit ratings are presented for unrated subsidiaries.*

(d) Capital management

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

(e) 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).

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8. FINANCIAL RISK MANAGEMENT (continued)

(e) Fair value estimation (continued)

The following tables analyse within the fair value hierarchy the Sub-Fund's financial assets and liabilities (by class) measured at fair value at 31 December 2020:

ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX FUND

As at 31 December 2020	Level 1 RMB	Level 2 RMB	Level 3 RMB	Total RMB
Assets				
Portfolio of investments				
- Quoted debt securities	-	7,496,109,911	-	7,496,109,911

Except for cash and bank balances which are classified as Level 1, the Sub-Fund's assets and liabilities not measured at fair value at 31 December 2020 have been classified as Level 2. The carrying amounts of these assets and liabilities approximate their fair values as at the reporting date.

9. RELATED PARTY TRANSACTIONS

In the normal course of business of the Sub-Fund, management fees have been paid or are payable to the Manager, as noted in the Statement of Total Return. Custodian fees and other fees and charges are borne by the Manager out of the management fees.

10. FINANCIAL RATIOS

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF For the financial period from 18 September 2020 (date of inception) to 31 December 2020 %
Expense ratio[1] (excluding preliminary expenses) (annualised)	0.24
Expense ratio[1] (including preliminary expenses) (annualised)	0.26
Portfolio turnover ratio [2]	23

[1] The expense ratios have been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the Sub-Fund's expense ratios was based on total operating expenses divided by the average net asset value for the year. The total operating expenses do not include (where applicable) brokerage and other transaction costs, performance fee, interest expense, distribution paid out to shareholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Funds does not pay any performance fee. The average net asset value is based on the daily balances.

Total operating expenses and average net asset value are as follows:

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF For the financial period from 18 September 2020 (date of inception) to 31 December 2020 RMB
Total operating expenses (annualised in accordance with IMAS guidelines) (excluding preliminary expenses)	15,951,144
Total operating expenses (annualised in accordance with IMAS guidelines) (including preliminary expenses)	16,894,551
Average net asset value	6,550,098,593

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10. FINANCIAL RATIOS (continued)

[2] The portfolio turnover ratios are calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratios was based on the lower of the total value of purchases or sales of the underlying investments divided by the weighted average daily net asset value as follows:

	ICBC CSOP FTSE CHINESE GOVERNMENT BOND INDEX ETF For the financial period from 18 September 2020 (date of inception) to 31 December 2020 RMB
Total value of sales of the underlying investments	1,533,384,682
Average net asset value	6,550,098,593

11. COMPARATIVE FIGURES

The financial statements cover the financial period since the date of incorporation on 15 July 2020 to 31 December 2020. These being the first set of financial statements, there are no comparative figures.

12. AUTHORISATION OF FINANCIAL STATEMENTS

These financial statements were authorised for issue in accordance with a resolution of the Board of Directors of CSOP Investments VCC on 30 March 2021.