

First State Umbrella Funds

Annual Report

July 2018 - June 2019

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND

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This annual report shall not constitute an offer to sell or a solicitation of an offer to buy units in the Sub-Funds of First State Umbrella Funds. Subscriptions are to be made only on the basis of the information contained in the relevant Explanatory Memorandum, as supplemented by the latest annual and semi-annual reports.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
REPORT OF THE MANAGER
FOR THE YEAR ENDED 30 JUNE 2019**

PERFORMANCE

	1 July 2018 to 30 June 2019	1 July 2017 to 30 June 2018
First State Asian Bridge Fund [^]	7.60%	5.48%
Benchmark:		
Customised Benchmark [#]	5.79%	4.60%

[^] Dividend adjusted return

[#] 50% MSCI AC Asia Pacific Ex Japan Free & 50% JP Morgan Asia Credit (USD)

(Performance calculation is based on the official dealing NAV.)

Market review

Over the last 12 months, uncertainty in global equity markets has continued. The US-China trade war was the biggest driver of stock market performance, with share prices intermittently falling sharply on heightened tensions. Following such falls in October and May, markets recovered on hopes of improving relations, only for the cycle to repeat again. Expectations of global economic growth have weakened over the period, with investors cautious of the Fed and European Central Bank's outlook.

The MSCI AC Asia Pacific ex-Japan Free Index returned 1.1% in US dollar terms over the 12 months to the end of June 2019. Indonesia and the Philippines were the best performing countries over the year, while South Korea and China were the weakest. At a sector level, Real Estate and Industrials outperformed, while Health Care and Information Technology lagged.

Global bond yields moved sharply lower over the year, resulting in positive returns for investors.

Ten-year US Treasury yields closed the year 40 bps lower at 2.00%, briefly trading below the 2% threshold towards the end of the period. US interest rates were unchanged during the last meeting of the year, but comments from policy makers suggested borrowing costs are likely to be lowered in the months ahead. Federal Reserve Committee members appear determined to sustain the ongoing economic expansion in the US and accordingly are likely to try and promote activity levels with more accommodative policy settings.

By the end of June, markets had priced in an 85% probability of a 0.25 percentage point interest rate cut in July. Some commentators suggested the Federal Reserve might lower rates more aggressively, by 0.50 percentage point.

Yields fell further into negative territory in Japan and Europe, with 10-year JGB and German bond yields closing the year at -0.16% and -0.33%, respectively. UK gilt yields also declined, by 17 bps to 0.83%. Manufacturing data weakened in almost all major regions, which could act as a drag on GDP growth readings for the June year – these data will be released during July and August. The ongoing US/China trade dispute appears to have been at least partially responsible for the deterioration in industrial activity globally.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
REPORT OF THE MANAGER (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019**

Market review (continued)

With that in mind, it was understandable that investors started to focus on the G20 summit held in Japan towards the end of June. US President Trump went into the meetings threatening to add tariffs to US\$300 billion worth of Chinese goods, but later suggested “I had a great meeting with President Xi... far better than expected. I agreed not to increase the already existing tariffs that we charge China while we continue to negotiate”. Whilst encouraging, various key trade issues – specifically intellectual property rights and technology transfer – appear to remain unresolved between the two superpowers.

Outlook

As recent volatility has demonstrated, the contradictions and instability of a global system piled high with debt means that yet another crushing loss of market confidence would not be so surprising. But, these shocks provide us with good opportunities to recycle capital from our more defensive franchises to the benefit of our overall absolute returns.

Central bank balance sheets have swelled, with government paper (bonds) on the asset side, matched by growing cash and bank reserves on the liability side, as funds are injected into the banking system. The price of money goes down and assets generally escalate in a virtuous and seemingly never-ending spiral. Simplistically, free capital broadly erodes returns; and we would argue that overall quality, as well as balance sheets, have become ever more important in our bottom-up assessment of companies.

Our investment process remains unchanged, however, despite the vagaries of the market. We continue to invest on a company-by-company basis, all the time worrying most about capital preservation and focusing on absolute returns. If we can still do that in a disciplined fashion, our longer-term returns should continue to compound respectably.

Several bond markets are in uncharted territory following recent moves. In Europe, for example, 10-year bond yields have never traded as low as -0.30% before. Gilt yields are also close to record lows, reflecting a concerning slowdown in activity levels. The UK economy shrank in both March and April, raising concerns about a possible recession. The new Prime Minister faces a challenging period once appointed in late July. The economic slowdown must be addressed and a revised Brexit deal needs to be negotiated if possible before the revised EU withdrawal deadline of 31 October 2019.

Australian government bond yields are also at record lows and while US Treasury yields have traded lower on a few occasions since the GFC, the extent of the recent slump in yields has been extraordinary. In Asia, the outlook remains highly dependent on progress with trade-related dialogue between the US and China. Any escalation in the conflict could act as a significant drag on growth in the region and, in turn, weigh on the global growth outlook.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
REPORT OF THE MANAGER (CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019**

Outlook (continued)

Central banks in the US, UK and Australia at least have some ammunition to help address any further slowdown in activity levels. With positive interest rates, there is scope for policy settings to be eased and it appears almost certain that they will be. With interest rates already at zero, further stimulus in Europe and Japan would need to come from less conventional means – most likely through a combination of quantitative easing measures similar to what we have seen in recent years.

The direction of bond yields – and, in turn, the outlook for returns from government bonds – will be dependent on how these issues play out in the months ahead. While yields have already fallen a long way, we believe they could move lower still. It is worth remembering that 10-year US Treasury yields traded below 1.50% less than three years ago; more than 50 bps below current levels. Prevailing macro and geopolitical drivers are also affecting the shape of yield curves globally and resulting in currency fluctuations in some cases. Our funds are being actively managed through this period of uncertainty, seeking to add value through a diverse range of positions in fixed income markets globally.

**FIRST STATE UMBRELLA FUNDS
 FIRST STATE ASIAN BRIDGE FUND
 PERFORMANCE TABLE (UNAUDITED)
 FOR THE YEAR ENDED 30 JUNE 2019**

NET ASSET VALUES

Financial year	Net asset value US\$	Net asset value per unit in issue US\$
30.6.2019	145,911,560	14.96
30.6.2018	155,719,423	14.47
30.6.2017	63,602,218	14.64

PERFORMANCE RECORD

Financial year ended	Highest price per unit US\$	Lowest price per unit US\$
30.6.2019	14.96	13.42
30.6.2018	15.50	14.37
30.6.2017	14.74	13.28
30.6.2016	14.87	12.85
30.6.2015	15.46	14.43
30.6.2014	14.76	13.46
30.6.2013	15.26	13.64
30.6.2012	15.25	12.72
30.6.2011	15.28	13.51
30.6.2010	13.99	11.77

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
REPORT OF THE TRUSTEE
FOR THE YEAR ENDED 30 JUNE 2019**

We hereby confirm that, in our opinion, the Manager of the Fund has, in all material respects, managed the Fund in accordance with the provisions of the Trust Deed dated 10 May 2001, as amended, for the year ended 30 June 2019.

For and on behalf of

HSBC Institutional Trust Services (Asia) Limited
as the Trustee of
First State Umbrella Funds
First State Asian Bridge Fund

Hong Kong, 18 October 2019

**INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND (THE "FUND")**

Report on the Audit of the Financial Statements

Opinion

What we have audited

The financial statements of the Fund set out on pages 9 to 50, which comprise:

- the statement of net assets at 30 June 2019;
- the statement of comprehensive income for the year then ended;
- the statement of changes in equity for the year then ended;
- the cash flow statement for the year then ended;
- the statement of distribution 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 Fund at 30 June 2019, and of its financial transactions and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants (the "HKICPA").

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSA") issued by the HKICPA. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

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

Independence

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

Other Information

The Trustee and the Manager (the "Management") of the Fund are responsible for the other information. The other information comprises report of the manager, performance table (unaudited), report of the trustee, investment portfolio (unaudited), statement of movements in portfolio holdings (unaudited) and general information, 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.

**INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND (THE "FUND") (CONTINUED)**

Other Information (Continued)

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

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

Responsibilities of the Management for the Financial Statements

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

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

In addition, the Management of the Fund is required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed dated 10 May 2001, as amended (the "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 HKSAAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and the SFC Code.

**INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND (THE "FUND") (CONTINUED)**

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

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

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

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

Report on Matters under the Relevant Disclosure Provisions of the Trust Deed 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, 18 October 2019

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF NET ASSETS
AT 30 JUNE 2019**

	Note	2019 US\$	2018 US\$
Assets			
Investments	4(b)	140,032,110	152,485,681
Derivative financial instruments	6	37,992	102,855
Interest receivable	9(i)	601,547	829,927
Dividend receivable		204,490	217,882
Amounts receivable from brokers		706,086	20,215
Amounts receivable on subscription		1,718,693	282,226
Amounts receivable on management fee rebate	9(b)	43,545	39,785
Margin deposits		169,910	71,528
Cash at banks	9(i)	6,538,875	3,309,383
Total assets		<u>150,053,248</u>	<u>157,359,482</u>
Liabilities			
Derivative financial instruments	6	147,046	110,443
Amounts payable to brokers		929,287	104,307
Amounts payable on redemption		2,426,094	1,111,816
Accounts payable and accrued expenses		639,261	313,493
Total liabilities		<u>4,141,688</u>	<u>1,640,059</u>
Equity			
Net assets attributable to unitholders	3	<u>145,911,560</u>	<u>155,719,423</u>
Number of units in issue		<u>9,748,658.54</u>	<u>10,756,400.53</u>
Net assets attributable to unitholders per unit		<u>14.96</u>	<u>14.47</u>

Signed for and on behalf of

HSBC Institutional Trust Services (Asia) Limited
as the Trustee

First State Investments (Hong Kong) Limited
as the Manager

The notes on pages 14 to 50 form part of these financial statements.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2019**

	Note	2019 US\$	2018 US\$
Income			
Interest from financial assets at fair value through profit or loss		2,367,338	2,059,510
Interest on bank deposits	9(i)	33,532	9,535
Dividend on investments		2,065,670	1,500,730
Net gains on investments and derivative financial instruments	5	7,331,997	1,823,668
Other income		-	5,128
Management fee rebate	9(b)	162,627	100,406
Exchange losses		(31,915)	(21,971)
Total net income		<u>11,929,249</u>	<u>5,477,006</u>
Expenses			
Management fee	9(a)	1,697,624	1,569,259
Trustee's fee	9(c)	67,905	62,771
Administration fee	9(d)	135,810	125,541
Auditor's remuneration		37,850	34,954
Legal and professional fees		51,135	77,058
Safe custody and bank charges	9(i)	638	3,018
Interest expenses	9(i)	1,813	962
Other operating expenses		48,168	63,782
Total operating expenses		<u>2,040,943</u>	<u>1,937,345</u>
Profit before tax		9,888,306	3,539,661
Taxation		(515,394)	(125,931)
Total comprehensive income		<u><u>9,372,912</u></u>	<u><u>3,413,730</u></u>

The notes on pages 14 to 50 form part of these financial statements.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED 30 JUNE 2019**

	Note	2019		2018	
		Units	US\$	Units	US\$
Balance at the beginning of the year		10,756,400.53	155,719,423	4,341,534.64	63,602,218
Allotment of units		3,409,459.40	49,538,454	10,989,790.72	164,420,465
Redemption of units		(4,417,201.39)	(63,252,249)	(4,574,924.83)	(68,180,725)
Total comprehensive income		-	9,372,912	-	3,413,730
Distributions to unitholders	11	-	(5,466,980)	-	(7,536,265)
Balance at the end of the year		<u>9,748,658.54</u>	<u>145,911,560</u>	<u>10,756,400.53</u>	<u>155,719,423</u>

The notes on pages 14 to 50 form part of these financial statements.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
CASH FLOW STATEMENT
FOR THE YEAR ENDED 30 JUNE 2019**

	2019	2018
	US\$	US\$
Cash flows from operating activities		
Payments on purchase of investments and derivative financial instruments	(48,684,462)	(134,183,052)
Proceeds from sale of investments and derivative financial instruments	68,710,607	41,237,800
Interest received	2,591,997	1,604,223
Dividend received	1,934,601	1,261,787
Other income received	-	5,128
Management fee paid	(1,713,136)	(1,467,336)
Management fee rebate received	158,867	60,621
Trustee's fee paid	(68,526)	(58,694)
Administration fee paid	(137,051)	(117,388)
Auditor's remuneration paid	(35,368)	(32,352)
Interest paid	(1,813)	(962)
Other operating expenses paid	(95,002)	(141,259)
Increase in margin deposits	(98,382)	(57,289)
Net cash generated from/(used in) operating activities	22,562,332	(91,888,773)
Cash flows from financing activities		
Allotment of units*	46,645,885	162,987,157
Distributions to unitholders*	(4,010,878)	(5,094,941)
Redemption of units	(61,937,971)	(67,121,611)
Net cash (used in)/generated from financing activities	(19,302,964)	90,770,605
Net increase/(decrease) in cash and cash equivalents	3,259,368	(1,118,168)
Effect of foreign exchange rate changes	(29,876)	(21,971)
Cash and cash equivalents at the beginning of the year	3,309,383	4,449,522
Cash and cash equivalents at the end of the year	6,538,875	3,309,383
Analysis of balance of cash and cash equivalents		
Cash at banks	6,538,875	3,309,383

*During the year ended 30 June 2019, there were non-cash transactions of US\$1,456,102 (2018: US\$2,441,324) on the allotment of units and distributions to unitholders.

The notes on pages 14 to 50 form part of these financial statements.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF DISTRIBUTION
FOR THE YEAR ENDED 30 JUNE 2019**

	Note	2019 US\$	2018 ¹ US\$
Undistributed loss at 1 July		(3,939,473)	(101,681)
Transfer from capital		3,939,473	101,681
Total comprehensive income for the year*		4,349,850	3,596,792
Distributions ¹	11	(5,466,980)	(7,536,265)
Undistributed loss at 30 June		<u>(1,117,130)</u>	<u>(3,939,473)</u>

* Total comprehensive income for the year available for distribution is the adjusted total comprehensive income for the year, for which the calculation basis is in accordance with the relevant Trust Deed, Supplemental Deeds and Explanatory Memorandum.

¹ The Manager intends to declare distributions on units in the Fund on a monthly basis with effect from 1 November 2017. Distributions which accrue each month shall normally be declared and paid within the following month.

The notes on pages 14 to 50 form part of these financial statements.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

1. The Umbrella Funds and the Fund

First State Umbrella Funds (the “Umbrella Funds”) is an umbrella fund established in Hong Kong under a Trust Deed dated 10 May 2001, as amended. At 30 June 2019, the Umbrella Funds had only one sub-fund, namely First State Asian Bridge Fund (the “Fund”), which was launched on 25 September 2003.

The Umbrella Funds and the Fund are authorised by the Securities and Futures Commission of Hong Kong under Section 104 of the Hong Kong Securities and Futures Ordinance and are required to comply with the Code on Unit Trusts and Mutual Funds issued by the Securities and Futures Commission of Hong Kong.

2. Summary of significant accounting policies

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

(a) Basis of preparation

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

The preparation of financial statements in conformity with HKFRSs requires the Trustee to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying amounts of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

New and amended standards that are effective in the current year and have been adopted by the Fund

HKFRS 9, ‘Financial instruments’, addresses the classification, measurement and derecognition of financial assets and financial liabilities. It replaces the multiple classification and measurement models in HKAS 39.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

2. Summary of significant accounting policies (continued)

(a) Basis of preparation (continued)

New and amended standards that are effective in the current year and have been adopted by the Fund (continued)

Classification and measurement of debt assets are 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 the financial assets at fair value through other comprehensive income. HKFRS 9 also introduces a new expected credit loss impairment model.

HKFRS 9 has been applied retrospectively by the Fund and did not result in a change to the classification or measurement of financial instruments as outlined in note 2(b). The 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 existing standards or interpretations that are effective for annual periods beginning on 1 July 2018 that have a material effect on the financial statements of the Fund.

New standards and amendments to the standards that are relevant to the Fund but are not yet effective and have not been early adopted by the Fund

A number of new standards, amendments to standards and interpretations are not yet effective, and have not been adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

2. Summary of significant accounting policies (continued)

(b) Investments

Classification

The Fund classifies its investments based on both the Fund's business model for managing those financial assets and the contractual cash flow characteristics of the financial assets. The portfolio of financial assets is managed and performance is evaluated on a fair value basis. The Fund is primarily focused on fair value information and uses that information to assess the assets' performance and to make decisions. The contractual cash flows of the Fund's debt securities are solely principal and interest, however, these securities are neither held for the purpose of collecting contractual cash flows nor held for both collecting contractual cash flows and sale. The collection of contractual cash flows is only incidental to achieving the Fund's business objective. Consequently, all investments are measured at fair value through profit or loss.

Recognition, derecognition and measurement

Purchases and sales of investments are accounted for on the trade date basis – the date on which the Fund commits to purchase or sell the investment. Investments are initially recognised at fair value, excluding transaction costs which are expensed as incurred, and are subsequently re-measured at fair value. Realised and unrealised gains and losses on investments are included in the statement of comprehensive income in the year in which they arise. Investments are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Subsequent to initial recognition, all financial assets and financial liabilities 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 or financial liabilities at fair value through profit or loss category are presented in the statement of comprehensive income within net gains/(losses) on investments and derivative financial instruments in the period in which they arise.

Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets are based on quoted market prices at the close of trading on the reporting date.

Investments that are listed or traded on an exchange are fair valued based on quoted last traded prices.

Investments which are not listed on an exchange or are thinly traded are valued by using quotes from brokers.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

2. Summary of significant accounting policies (continued)

(b) Investments (continued)

Transfers between levels of the fair value hierarchy

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

(c) Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. A structured entity often has some or all of the following features or attributes: (a) restricted activities; (b) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors; (c) insufficient equity to permit the structured entity to finance its activities without subordinated financial support; and (d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks.

The Fund considers all of its investments in other funds (“Investee Funds”) to be investments in unconsolidated structured entities. The Fund invests in Investee Funds whose objectives range from achieving medium to long term capital growth and whose investment strategies do not include the use of leverage. The Investee Funds are managed by a common asset manager of the Fund and apply various investment strategies to accomplish their respective investment objectives. The Investee Funds finance their operations by issuing redeemable shares which are puttable at the holder’s option and entitle the holder to a proportional stake in the respective funds’ net assets. The Fund holds redeemable shares in the Investee Funds.

The change in fair value of each Investee Fund is included in the statement of comprehensive income in net gains/(losses) on investments and derivative financial instruments.

(d) Derivative financial instruments

Derivative financial instruments are recognised at fair value on the date on which a derivative contract is entered into and are subsequently re-measured at their fair value. Fair values are obtained from quoted market prices in active markets, including recent market transactions, and valuation techniques, including discounted cash flow models and option pricing models, as appropriate. All derivative financial instruments are carried as assets when fair value is positive and as liabilities when fair value is negative.

The best evidence of the fair value of a derivative financial instrument at initial recognition is the transaction price (i.e. the fair value of the consideration given or received). Subsequent changes in the fair value of any derivative financial instrument are recognised immediately in the statement of comprehensive income.

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FIRST STATE ASIAN BRIDGE FUND
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2. Summary of significant accounting policies (continued)

(e) Offsetting financial instruments

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

(f) Amounts receivable from and payable to brokers

Amounts receivable from and payable to brokers represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the reporting date respectively. The amounts receivable from brokers balance is held for collection.

These amounts are recognised initially at fair value and subsequently measured at amortised cost. At each reporting date, the Fund shall measure the loss allowance on amounts receivable from brokers at an amount equal to the lifetime expected credit losses if the credit risk has increased significantly since initial recognition. If, at the reporting date, the credit risk has not increased significantly since initial recognition, the Fund shall measure the loss allowance at an amount equal to 12-month expected credit losses. Significant known financial difficulties of the broker, probability that the broker will enter bankruptcy or financial reorganisation, and default in payments are all considered indicators that a loss allowance may be required. For the purposes of measurement for presentation in the financial statements, a significant increase in credit risk is defined by the Manager as any contractual payment which is more than 30 days past due, and any contractual payment which is more than 90 days past due is considered credit impaired. The Manager has measures in place to monitor exposures and increase in credit risk.

(g) Translation of foreign currencies

(i) Functional and presentation currencies

Items included in the Fund's financial statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). The performance of the Fund is measured and reported to the unitholders in United States dollar ("US\$"). The Manager considers the US\$ as the currency that most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are presented in US\$, which is the Fund's functional and presentation currency.

(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 currency assets and liabilities are translated into the functional currency using the exchange rates prevailing at the reporting date.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

2. Summary of significant accounting policies (continued)

(g) Translation of foreign currencies (continued)

(ii) Transactions and balances (continued)

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

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the statement of comprehensive income within exchange gains/(losses).

Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the statement of comprehensive income within net gains/(losses) on investments and derivative financial instruments.

(h) Income

Interest is recognised on a time-proportionate basis using the effective interest method. Interest income includes interest from cash and cash equivalents and bank deposits. Interest from financial assets at fair value through profit or loss includes interest from debt securities. Dividend income is recognised when the right to receive payments is established. Other income is accounted for on an accruals basis.

(i) Expenses

Expenses are accounted for on an accruals basis.

(j) Taxation

The Fund currently incurs withholding tax imposed by certain countries on investment income and capital gains. Such income is recorded gross of withholding tax in the statement of comprehensive income.

(k) Subscription and redemption of units

The Fund issues units, which are redeemable at the holder's option and are classified as equity. The price at which units are subscribed or redeemed is calculated by reference to the net asset value per unit at the close of business on the relevant dealing day.

(l) Cash and cash equivalents

For the purposes of the cash flow statement, cash and cash equivalents comprise cash at banks with maturity of three months or less from the date of placing the deposits, net of bank overdrafts, if any.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
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3. Net assets attributable to unitholders

The Fund has no restrictions on the subscription of units. However, to protect the interests of unitholders, the Manager is entitled, with the approval of the Trustee, to limit the number of units redeemed on any dealing day (whether by sale to the Manager or by cancellation by the Trustee) to 10% of the total number of units in issue. In this event, the limitation will apply pro rata so that all unitholders wishing to redeem units on that dealing day will redeem the same proportion of such units, and units not redeemed (but which would otherwise have been redeemed) will be carried forward for redemption, subject to the same limitation, on the next dealing day. If requests for redemption are so carried forward, the Manager will inform the unitholders concerned. Subscription and redemption of units during the year are shown in the statement of changes in equity. In order to achieve the investment objectives, the Fund endeavors to invest its capital in accordance with the investment policies as outlined in note 4, whilst maintaining sufficient liquidity to meet redemption requests. Such liquidity is augmented by the holding of liquid investments.

At 30 June 2019, the Fund had US\$145,911,560 (2018: US\$155,719,423) of puttable financial instruments classified as equity.

The Fund's objectives and policies for managing its obligations to redeem these instruments are included in note 4(i) on capital risk management and note 4(f) on liquidity risk.

**FIRST STATE UMBRELLA FUNDS
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4. Financial risk management

Investments and derivative financial instruments are classified as financial assets or liabilities at fair value through profit or loss. The remaining financial assets and liabilities as shown on the statement of net assets are classified as “financial assets at amortised cost” and “financial liabilities at amortised cost” respectively.

(a) Strategy in using financial instruments

The investment objective of the Fund is to provide investors with capital growth over the medium to long term by investing in listed equities and quoted debt securities in the Asia Pacific markets. Further with effect from 1 November 2017, the Fund may invest up to 30% of its net assets in certain eligible China A-shares via the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (the “Stock Connects”).

The Fund is expected to provide a return in excess of the relevant customised benchmark index, 50% MSCI AC Asia Pacific Ex Japan Free in United States dollars and 50% JP Morgan Asia Credit in United States dollars.

The Fund is exposed to market price risk, interest rate risk, credit risk, liquidity risk and currency risk.

The risks and the respective risk management policies employed by the Fund to manage these risks are discussed below:

(b) Market price risk

Market price risk is the risk that the value of a financial instrument will fluctuate due to changes in market prices, whether those changes are caused by factors specific to the individual instrument or factors affecting all instruments in the market.

It is the policy of the Manager to maintain a diversified portfolio of investments so as to minimise risk.

At the reporting date, the overall exposures are as follows:

	2019		2018	
	Fair value US\$	% of net assets	Fair value US\$	% of net assets
Financial assets at fair value through profit or loss:				
- Equities	69,696,824	47.77	76,958,662	49.42
- Debt securities	52,897,375	36.25	59,253,564	38.05
- Investment funds	17,437,911	11.95	16,273,455	10.45
	140,032,110	95.97	152,485,681	97.92

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4. Financial risk management (continued)

(b) Market price risk (continued)

The table below shows the exposure the Fund has to various markets:

	2019 US\$ equivalents	2018 US\$ equivalents
Markets exposed to		
Equities		
Australia	3,701,577	3,857,004
China	8,316,539	11,931,570
Hong Kong	11,167,318	10,055,874
India	15,379,041	15,538,930
Indonesia	2,135,128	1,670,994
Japan	4,067,656	7,623,097
Malaysia	703,940	790,645
Philippines	2,919,105	3,398,426
Singapore	5,052,434	4,052,611
South Korea	4,985,578	6,205,621
Taiwan	7,361,274	7,857,110
Thailand	1,918,612	2,601,275
United States	1,988,622	1,375,505
Bonds		
China	18,891,244	26,406,795
Hong Kong	4,422,100	2,425,788
India	3,090,709	7,226,397
Indonesia	2,104,925	4,801,457
Malaysia	2,165,856	2,056,142
New Zealand	232,540	221,405
Philippines	199,746	-
Singapore	1,201,116	-
South Korea	5,084,657	6,433,514
Thailand	1,481,059	971,280
United States	5,290,437	-
Money market instruments		
China	4,659,318	4,672,907
Hong Kong	1,705,715	700,491
Malaysia	-	393,948
Singapore	1,863,339	2,750,196
South Korea	298,554	193,244
Thailand	206,060	-
Investment funds (various markets for the underlying securities)	17,437,911	16,273,455
	<u>140,032,110</u>	<u>152,485,681</u>

The exposure to country is based on the place of domiciles of the security.

**FIRST STATE UMBRELLA FUNDS
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4. Financial risk management (continued)

(b) Market price risk (continued)

The exposure to sectors at the reporting date are as follows:

Sectors exposed to	2019 % of net assets	2018 % of net assets
Equities		
Communication services	0.75	-
Consumer discretionary	3.06	5.80
Consumer staples	8.29	8.78
Financials	14.09	12.10
Health care	3.66	3.87
Industrials	3.95	3.88
Information technology	9.90	10.32
Materials	0.53	1.41
Real estate	1.49	1.37
Utilities	2.05	1.89
	<u>47.77</u>	<u>49.42</u>

FIRST STATE UMBRELLA FUNDS
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4. Financial risk management (continued)

(b) Market price risk (continued)

Sectors exposed to	2019	2018
	% of net assets	% of net assets
Debt securities		
Agency	10.37	13.92
Automotive	0.87	0.78
Banking	5.29	5.94
Consumer cyclical services	0.35	-
Consumer products	0.40	0.41
Electric	0.48	-
Financials	1.63	0.51
Food and beverage	0.16	0.14
Gaming	0.49	-
Government sponsored	-	0.32
Home construction	5.30	5.60
Independent energy	0.41	0.45
Industrials	2.31	1.38
Integrated	-	0.21
Life insurance	0.50	-
Metals and mining	0.27	0.67
Natural gas	0.55	0.50
Property and casualty	-	1.10
Refining	0.32	-
REITs	0.55	0.96
Retailers	-	0.12
Sovereign	1.24	1.60
Technology	0.63	1.97
Transportation services	0.14	0.13
Treasury	3.70	0.07
Wireless	0.29	1.27
	<u>36.25</u>	<u>38.05</u>

**FIRST STATE UMBRELLA FUNDS
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4. Financial risk management (continued)

(b) Market price risk (continued)

There was one individual investment with fair value exceeding 10% of the Fund's net asset value at 30 June 2019 and 2018.

The table below summarises the impact on the net assets at the reporting date of a reasonably possible change in the benchmark market index relating to equity instruments as applied to the respective beta reported by Barra. Market price risk for the debt securities is disclosed in note 4(c) under interest rate risk.

The reasonably possible change in the benchmark market index has been determined by using the annualised benchmark returns since inception.

The performance of the Fund does not necessarily follow the benchmark and the holdings in the Fund might be different to the benchmark. The sensitivity analysis below is a relative estimate of risk. Please note that past performance should not be used as a guide to future performance as future market conditions could vary significantly from those experienced in the past.

	2019		2018	
	Change in market index % +/-	Impact US\$ +/-	Change in market index % +/-	Impact US\$ +/-
50% MSCI AC Asia Pacific Ex Japan Free & 50% JP Morgan Asia Credit (US\$)	26.86%	14,415,556	6.35%	3,876,372

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4. Financial risk management (continued)

(b) Market price risk (continued)

The Fund's investments in Investee Funds are subject to the terms and conditions of the respective Investee Funds' offering documents and are susceptible to market price risk arising from uncertainties about future values of those Investee Funds. The right of the Fund to request redemption of its investments in the Investee Funds is on a daily basis.

The exposure to investments in Investee Funds at fair value by strategy employed is disclosed in the following table. These investments are included in "investments" in the statement of net assets.

Investment funds	2019			2018		
	Number of Investee Funds	Fair value US\$	% of net assets	Number of Investee Funds	Fair value US\$	% of net assets
Strategy						
Equity long/short	-	-	-	1	597,422	0.38
Fixed income	1	17,437,911	11.95	1	15,676,033	10.07
		<u>17,437,911</u>	<u>11.95</u>		<u>16,273,455</u>	<u>10.45</u>

During the year ended 30 June 2019, the total purchases of Investee Funds were US\$729,713 (2018: US\$16,468,195) and the total net gains recognised on investments in Investee Funds were US\$978,862 (2018: net losses of US\$716,526). At 30 June 2019 and 2018, there were no capital commitment obligations and no amounts due to Investee Funds for unsettled purchases.

The Fund's maximum exposure to loss from its interests in Investee Funds is equal to the total fair value of its investments in Investee Funds.

Once the Fund has disposed of its shares/units in an Investee Fund, the Fund ceases to be exposed to any risk from that Investee Fund.

(c) Interest rate risk

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

The Fund's interest-bearing financial assets and liabilities expose it to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows.

**FIRST STATE UMBRELLA FUNDS
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4. Financial risk management (continued)

(c) Interest rate risk (continued)

The table below summarises the Fund's exposure to interest rate risk. It includes the Fund's assets and liabilities, categorised by the earlier of contractual re-pricing or maturity dates.

At 30 June 2019

	Up to 1 year	1 - 5 years	Over 5 years	Non-interest bearing	Total
	US\$	US\$	US\$	US\$	US\$
Assets					
Investments	107,870	19,982,965	32,806,540	87,134,735	140,032,110
Derivative financial instruments	-	-	-	37,992	37,992
Interest receivable	-	-	-	601,547	601,547
Dividend receivable	-	-	-	204,490	204,490
Amounts receivable from brokers	-	-	-	706,086	706,086
Amounts receivable on subscription	-	-	-	1,718,693	1,718,693
Amounts receivable on management fee rebate	-	-	-	43,545	43,545
Margin deposits	169,910	-	-	-	169,910
Cash at banks	6,538,875	-	-	-	6,538,875
Total assets	6,816,655	19,982,965	32,806,540	90,447,088	150,053,248
Liabilities					
Derivative financial instruments	-	-	-	(147,046)	(147,046)
Amounts payable to brokers	-	-	-	(929,287)	(929,287)
Amounts payable on redemption	-	-	-	(2,426,094)	(2,426,094)
Accounts payable and accrued expenses	-	-	-	(639,261)	(639,261)
Total liabilities	-	-	-	(4,141,688)	(4,141,688)
Total interest sensitivity gap	6,816,655	19,982,965	32,806,540		

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FIRST STATE ASIAN BRIDGE FUND
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FOR THE YEAR ENDED 30 JUNE 2019**

4. Financial risk management (continued)

(c) Interest rate risk (continued)

At 30 June 2018

	Up to 1 year	1 - 5 years	Over 5 years	Non-interest bearing	Total
	US\$	US\$	US\$	US\$	US\$
Assets					
Investments	3,439,533	20,915,924	34,898,107	93,232,117	152,485,681
Derivative financial instruments	-	-	-	102,855	102,855
Interest receivable	-	-	-	829,927	829,927
Dividend receivable	-	-	-	217,882	217,882
Amounts receivable from brokers	-	-	-	20,215	20,215
Amounts receivable on subscription	-	-	-	282,226	282,226
Amounts receivable on management fee rebate	-	-	-	39,785	39,785
Margin deposits	71,528	-	-	-	71,528
Cash at banks	3,309,383	-	-	-	3,309,383
Total assets	6,820,444	20,915,924	34,898,107	94,725,007	157,359,482
Liabilities					
Derivative financial instruments	-	-	-	(110,443)	(110,443)
Amounts payable to brokers	-	-	-	(104,307)	(104,307)
Amounts payable on redemption	-	-	-	(1,111,816)	(1,111,816)
Accounts payable and accrued expenses	-	-	-	(313,493)	(313,493)
Total liabilities	-	-	-	(1,640,059)	(1,640,059)
Total interest sensitivity gap	6,820,444	20,915,924	34,898,107		

At 30 June 2019, should interest rates have lowered/risen by 100 basis points with all other variables remaining constant, the increase/decrease in net assets would amount to approximately US\$2.71 million (2018: US\$2.73 million), arising substantially from the increase/decrease in fair values of debt securities.

The Manager has used its view of what would be a “reasonably possible shift” in the market interest rates to estimate the change for use in the interest rate risk sensitivity analysis above.

Disclosures above are shown in absolute terms, changes and impacts could be positive or negative. Changes in basis points are revised annually depending on the Manager’s current view of market interest rate sensitivity and other relevant factors.

**FIRST STATE UMBRELLA FUNDS
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4. Financial risk management (continued)

(d) Credit and custody risk

Credit risk is the risk that an issuer or counterparty will be unable or unwilling to pay amounts in full when due. Custody risk is the risk of loss of securities held in custody occasioned by the insolvency, negligence or fraudulent action of the custodian or sub-custodian.

The Fund's financial assets which are potentially subject to concentrations of credit risk consist principally of bank deposits and assets held with the custodians. The table below summarises the assets placed with the banks and custodians at the reporting date.

At 30 June 2019

	US\$	Credit rating	Source of credit rating
<u>Custodians – custody risk</u>			
HSBC Institutional Trust Services (Asia) Limited	140,032,430	AA-*	Fitch
J.P. Morgan Securities LLC	37,672	A+	S&P
<u>Banks – credit risk</u>			
The Hongkong and Shanghai Banking Corporation Limited	6,538,875	AA-*	Fitch
J.P. Morgan Securities LLC	169,910	A+	S&P

At 30 June 2018

	US\$	Credit rating	Source of credit rating
<u>Custodians – custody risk</u>			
HSBC Institutional Trust Services (Asia) Limited	152,485,689	AA-*	Fitch
J.P. Morgan Securities LLC	102,847	A+	S&P
<u>Banks – credit risk</u>			
The Hongkong and Shanghai Banking Corporation Limited	3,309,383	AA-*	Fitch
J.P. Morgan Securities LLC	71,528	A+	S&P

All derivative financial instruments represent outstanding spot foreign exchange contracts and bond futures as disclosed in note 6. The counterparties of these spot foreign exchange contracts and bond futures are The Hongkong and Shanghai Banking Corporation Limited, Hong Kong Branch and J.P. Morgan Securities LLC.

* The credit ratings of HSBC Institutional Trust Services (Asia) Limited and The Hongkong and Shanghai Banking Corporation Limited are obtained from HSBC Holdings plc, which is their ultimate holding company.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
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4. Financial risk management (continued)

(d) Credit and custody risk (continued)

As the Fund holds debt securities, it is also exposed to the risk that the issuers may not be able to pay the principal amount at maturity and interest. The credit risk is mitigated as the debt securities held are subject to the requirements of (i) minimum credit rating, and (ii) maximum holding of 10% of net asset value for any single issuer.

The table below summarises the credit rating of the debt securities portfolio by S&P/Moody's:

Portfolio by rating category

Rating	2019 % of net assets	2018 % of net assets
AAA/Aaa/Aa1/Aa2/Aa3/AA+/AA/AA-/A+/A/A-/A1/A2/A3	10.58	6.44
BBB+/BBB/BBB-/Baa1/Baa2/Baa3	18.42	20.16
BB+/BB/BB-/Ba1/Ba2/Ba3	2.76	3.40
B+/B/B1/B2	1.97	3.92
NR	2.52	4.13
	36.25	38.05
	36.25	38.05

All transactions in listed/quoted investments are settled/paid for upon delivery using approved and reputable brokers. The risk of default is considered minimal since delivery of securities sold is only made when the broker 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 Fund limits its exposure to credit risk by transacting the majority of its securities and contractual commitment activities with broker-dealers, banks and regulated exchanges with high credit ratings and that the Fund considers to be well established.

The Fund has arranged uncommitted overdraft facility with The Hongkong and Shanghai Banking Corporation Limited ("HSBC"). To secure the facility, the Fund has granted HSBC a lien on the collateral and the securities and/or cash held in other accounts from time to time whether for safe custody or otherwise in respect of the Fund's actual or contingent liabilities under the facility. The Fund is therefore also exposed to credit risk to HSBC. Please refer to note 7 for the uncommitted bank overdraft facility.

The 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.

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4. Financial risk management (continued)

(d) Credit and custody risk (continued)

Management considers the probability of default to be insignificant as the counterparties generally 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 insignificant to the Fund.

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

At 30 June 2019 and 2018, the Fund was subject to master netting arrangement with its derivative counterparties. All of the derivative financial assets and liabilities of the Fund are held with these counterparties and the margin balance maintained by the Fund is for the purpose of providing collateral on derivative positions.

The tables below present the Fund's financial assets and liabilities subject to offsetting, enforceable master netting arrangements and similar agreements. The tables are presented by type of financial instruments.

Financial assets subject to offsetting, enforceable master netting arrangements and similar agreements:

	A	B	C = A - B
	Gross amounts of recognised financial assets	Gross amounts of recognised financial liabilities offset in the statement of net assets	Net amounts of financial assets presented in the statement of net assets
	US\$	US\$	US\$
At 30 June 2019			
<u>Financial assets</u>			
Margin deposits	169,910	-	169,910
Derivative financial assets	37,992	-	37,992
	<u>207,902</u>	<u>-</u>	<u>207,902</u>
At 30 June 2018			
<u>Financial assets</u>			
Margin deposits	71,528	-	71,528
Derivative financial assets	102,855	-	102,855
	<u>174,383</u>	<u>-</u>	<u>174,383</u>

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
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4. Financial risk management (continued)

- (e) Offsetting and amounts subject to master netting arrangements and similar agreements (continued)

Financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements:

	A	B	C = A - B
	Gross amounts of recognised financial liabilities	Gross amounts of recognised financial assets offset in the statement of net assets	Net amounts of financial liabilities presented in the statement of net assets
	US\$	US\$	US\$
At 30 June 2019			
<u>Financial liabilities</u>			
Derivative financial liabilities	147,046	-	147,046
	<u>147,046</u>	<u>-</u>	<u>147,046</u>
At 30 June 2018			
<u>Financial liabilities</u>			
Derivative financial liabilities	110,443	-	110,443
	<u>110,443</u>	<u>-</u>	<u>110,443</u>

The table below presents the Fund's financial assets subject to offsetting, enforceable master netting arrangements and similar agreements, by counterparty:

	C = A - B	D		E = C - D
	Net amounts of financial assets presented in the statement of net assets	Related amounts not offset in the statement of net assets		Net amount
	US\$	D(i) Financial instruments	D(ii) Cash collateral	US\$
	US\$	US\$	US\$	US\$
At 30 June 2019				
<u>Counterparty</u>				
HSBC	320	(320)	-	-
J.P. Morgan Securities LLC	207,582	(146,703)	-	60,879
	<u>207,902</u>	<u>(147,023)</u>	<u>-</u>	<u>60,879</u>
At 30 June 2018				
<u>Counterparty</u>				
HSBC	8	(1)	-	7
J.P. Morgan Securities LLC	174,375	(110,442)	-	63,933
	<u>174,383</u>	<u>(110,443)</u>	<u>-</u>	<u>63,940</u>

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4. Financial risk management (continued)

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

The table below presents the Fund's financial liabilities subject to offsetting, enforceable master netting arrangements and similar agreements, by counterparty:

	C = A - B	D		E = C - D
	Net amounts of financial liabilities presented in the statement of net assets	Related amounts not offset in the statement of net assets		
		D(i)	D(ii)	
		Financial instruments	Cash collateral	Net amount
	US\$	US\$	US\$	US\$
At 30 June 2019				
<u>Counterparty</u>				
HSBC	343	(320)	-	23
J.P. Morgan Securities LLC	146,703	(146,703)	-	-
	147,046	(147,023)	-	23
	147,046	(147,023)	-	23
At 30 June 2018				
<u>Counterparty</u>				
HSBC	1	(1)	-	-
J.P. Morgan Securities LLC	110,442	(110,442)	-	-
	110,443	(110,443)	-	-
	110,443	(110,443)	-	-

The Fund and its counterparties have elected to settle all transactions on a gross basis; however, each party has the option to settle all open contracts on a net basis in the event of default of the other party. Per the terms of the master netting agreement, an event of default includes the following:

- failure by a party to make payment when due;
- failure by a party to perform any obligation required by the agreement;
- bankruptcy.

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4. Financial risk management (continued)

(f) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in settling a liability, including a redemption request.

The Fund is exposed to daily cash redemptions of units in the Fund. The Fund invests the majority of its assets in investments that are traded in an active market and can be readily disposed of. Please refer to note 3 for restrictions on unit redemptions and note 7 for the uncommitted bank overdraft facility.

The table below analyses the 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 table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying amounts, as the impact of discounting is not significant.

At 30 June 2019	Less than 1 month US\$	1 - 3 months US\$	More than 3 months US\$
Derivative financial instruments	343	146,703	-
Amounts payable to brokers	929,287	-	-
Amounts payable on redemption	2,426,094	-	-
Accounts payable and accrued expenses	251,600	45,880	341,781
	<u>3,607,324</u>	<u>192,583</u>	<u>341,781</u>
	<u><u>3,607,324</u></u>	<u><u>192,583</u></u>	<u><u>341,781</u></u>
At 30 June 2018	Less than 1 month US\$	1 - 3 months US\$	More than 3 months US\$
Derivative financial instruments	1	110,442	-
Amounts payable to brokers	104,307	-	-
Amounts payable on redemption	1,111,816	-	-
Accounts payable and accrued expenses	261,521	42,405	9,567
	<u>1,477,645</u>	<u>152,847</u>	<u>9,567</u>
	<u><u>1,477,645</u></u>	<u><u>152,847</u></u>	<u><u>9,567</u></u>

Units are redeemable on demand at the holder's option. At 30 June 2019, there were 2 (2018: 2) unitholders holding over 10% of the Fund's net assets individually.

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4. Financial risk management (continued)

(f) Liquidity risk (continued)

The Fund manages its liquidity risk by investing predominantly in securities that it expects to be able to liquidate within 1 month or less. The table below illustrates the expected liquidity of assets held:

At 30 June 2019	Less than 1 month US\$	1 - 3 months US\$	More than 3 months US\$
Investments	140,032,110	-	-
Derivative financial instruments	320	37,672	-
Interest receivable	210,725	233,443	157,379
Dividend receivable	176,031	24,752	3,707
Amounts receivable from brokers	706,086	-	-
Amounts receivable on subscription	1,718,693	-	-
Amounts receivable on management fee rebate	42,589	956	-
Margin deposits	169,910	-	-
Cash at banks	6,538,875	-	-
	<u>149,595,339</u>	<u>296,823</u>	<u>161,086</u>
At 30 June 2018	Less than 1 month US\$	1 - 3 months US\$	More than 3 months US\$
Investments	152,485,681	-	-
Derivative financial instruments	8	102,847	-
Interest receivable	341,989	325,145	162,793
Dividend receivable	210,928	6,954	-
Amounts receivable from brokers	20,215	-	-
Amounts receivable on subscription	282,226	-	-
Amounts receivable on management fee rebate	39,785	-	-
Margin deposits	71,528	-	-
Cash at banks	3,309,383	-	-
	<u>156,761,743</u>	<u>434,946</u>	<u>162,793</u>

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4. Financial risk management (continued)

(g) Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate due to changes in foreign exchange rates.

The Fund has assets and liabilities denominated in currencies other than United States dollar, the Fund's functional and presentation currency. The Fund is therefore exposed to currency risk, as the value of monetary assets and liabilities denominated in other currencies will fluctuate due to changes in exchange rates. The Manager will enter into spot foreign exchange contracts from time to time to hedge against the fluctuation in exchange rates. Details of spot foreign exchange contracts outstanding at the reporting date are disclosed in note 6.

The table below summarises the Fund's net exposure to different major foreign currencies:

	2019		2018	
	Monetary US\$	Non- monetary US\$	Monetary US\$	Non- monetary US\$
Australian dollar	-	4,975,018	5,881	5,453,914
Chinese renminbi	34,694	3,997,331	11,412	5,228,860
Hong Kong dollar	64,025	13,853,157	(35,614)	14,066,112
Indian rupee	(310,966)	15,379,041	55,865	15,538,930
Indonesian rupiah	-	2,135,128	-	1,670,994
Japanese yen	(258,002)	4,067,655	6,954	7,623,096
Malaysian ringgit	-	811,810	678	901,038
Philippines peso	8,070	2,919,105	1,215	3,398,426
Singapore dollar	-	5,052,434	-	4,052,611
South Korean won	(110,975)	4,985,578	-	6,205,621
Taiwan dollar	103,936	7,361,274	117,491	7,857,110
Thai baht	-	1,918,612	-	2,601,275

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4. Financial risk management (continued)

(g) Currency risk (continued)

The table below summarises the impact on net assets as a result of increases/decreases of key exchange rates on the exposures tabled above, to which the Fund is exposed. The analysis is based on the assumption that the exchange rates had increased/decreased by the stated percentage with all other variables held constant.

As Hong Kong dollar is currently pegged to United States dollar within a narrow range, the impact on net assets is considered minimal, hence no sensitivity analysis of Hong Kong dollar is presented.

	2019			2018		
	Change	Impact	Impact	Change	Impact	Impact
		Monetary	Non-		Monetary	Non-
		US\$	monetary		US\$	monetary
		equivalents	US\$		equivalents	US\$
	+/-	+/-	equivalents	+/-	+/-	equivalents
			+/-			+/-
Australian dollar	5.0%	-	248,751	5.0%	294	272,696
Chinese renminbi	5.0%	1,735	199,867	5.0%	571	261,443
Indian rupee	5.0%	15,548	768,952	5.0%	2,793	776,947
Indonesian rupiah	5.0%	-	106,756	5.0%	-	83,550
Japanese yen	5.0%	12,900	203,383	5.0%	348	381,155
Malaysian ringgit	5.0%	-	40,591	5.0%	34	45,052
Philippines peso	5.0%	404	145,955	5.0%	61	169,921
Singapore dollar	5.0%	-	252,622	5.0%	-	202,631
South Korean won	5.0%	5,549	249,279	5.0%	-	310,281
Taiwan dollar	5.0%	5,197	368,064	5.0%	5,875	392,856
Thai baht	5.0%	-	95,931	5.0%	-	130,064

The Manager has used its view of what would be a “reasonably possible shift” in the exchange rates to estimate the change for use in the currency risk sensitivity analysis above.

Disclosures above are shown in absolute terms, changes and impacts could be positive or negative. Changes in exchange rate % are revised annually depending on the Manager’s current view of exchange rate volatility and other relevant factors.

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4. Financial risk management (continued)

(h) Fair value estimation

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) is based on quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Fund is the current bid price; the quoted market price used for financial liabilities is the current asking price.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Fund for similar financial instruments.

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

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

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4. Financial risk management (continued)

(h) Fair value estimation (continued)

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 judgement, considering factors specific to the asset or liability.

The determination of what constitutes “observable” requires significant judgement by the Fund. The Fund considers observable data to be such 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 table below analyses within the fair value hierarchy the Fund’s investments and derivative financial instruments (by class) measured at fair value:

At 30 June 2019	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
Assets				
Financial assets at fair value through profit or loss				
- Equities	69,696,824	-	-	69,696,824
- Debt securities	-	52,897,375	-	52,897,375
- Investment funds	-	17,437,911	-	17,437,911
- Derivatives	37,672	320	-	37,992
	<u>69,734,496</u>	<u>70,335,606</u>	<u>-</u>	<u>140,070,102</u>
Liabilities				
Financial liabilities at fair value through profit or loss				
- Derivatives	146,703	343	-	147,046
	<u>146,703</u>	<u>343</u>	<u>-</u>	<u>147,046</u>

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
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4. Financial risk management (continued)

(h) Fair value estimation (continued)

At 30 June 2018	Level 1 US\$	Level 2 US\$	Level 3 US\$	Total US\$
Assets				
Held for trading				
- Equities	76,958,662	-	-	76,958,662
- Debt securities	-	59,253,564	-	59,253,564
- Investment funds	-	16,273,455	-	16,273,455
- Derivatives	102,847	8	-	102,855
	<u>77,061,509</u>	<u>75,527,027</u>	<u>-</u>	<u>152,588,536</u>
Liabilities				
Held for trading				
- Derivatives	110,442	1	-	110,443
	<u>110,442</u>	<u>1</u>	<u>-</u>	<u>110,443</u>

Financial instruments whose values are based on quoted market prices in active markets are classified within level 1. The Fund does not adjust the quoted prices for these instruments.

Financial instruments that trade in markets that are not considered to be active and are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. As level 2 instruments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

The Investee Funds classified within level 2 are fair valued based on the net asset value or redemption price as reported by the respective administrators or investment managers. These values are observable as these are the prices in which subscriptions or redemptions of the Investee Funds can be transacted upon at the reporting date.

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

There were no transfers between levels for the year ended 30 June 2019 and 2018.

The assets and liabilities as stated in the statement of net assets, excluding investments and derivative financial instruments, are carried at amortised cost; their carrying amounts are a reasonable approximation of fair value.

**FIRST STATE UMBRELLA FUNDS
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4. Financial risk management (continued)

(i) Capital risk management

The capital of the Fund is represented by the net assets attributable to unitholders. The amount of net assets attributable to unitholders can change significantly as the Fund is subject to subscriptions and redemptions every day at the discretion of unitholders. The Fund's objective when managing capital is to safeguard the Fund's ability to continue as a going concern in order to provide returns for unitholders and benefits for other stakeholders and to maintain a strong capital base to support the investment activities of the Fund.

In order to maintain or adjust the capital structure, the Fund's policy is to perform the following:

- monitor the level of subscriptions and redemptions relative to the liquid assets; and
- redeem and issue units in accordance with the Trust Deed of the Fund.

The Manager monitors capital on the basis of the value of net assets attributable to unitholders.

5. Net gains on investments and derivative financial instruments

	2019	2018
	US\$	US\$
Unrealised gains/(losses) on investments	5,124,529	(167,077)
Unrealised losses on derivative financial instruments	(101,466)	(15,984)
Realised gains on investments	2,462,849	1,743,512
Realised (losses)/gains on derivative financial instruments	(153,915)	263,217
	<u>7,331,997</u>	<u>1,823,668</u>

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6. Derivative financial instruments

Derivative financial instruments represent outstanding spot foreign exchange contracts and bond futures.

	2019		2018	
	US\$	% of net assets	US\$	% of net assets
<u>Derivative financial instruments</u>				
- Bond futures	37,672	0.03	102,847	0.07
- Spot foreign exchange contracts	320	0.00	8	0.00
Total derivative financial instruments – assets	37,992	0.03	102,855	0.07
- Bond futures	(146,703)	(0.10)	(110,442)	(0.07)
- Spot foreign exchange contracts	(343)	(0.00)	(1)	(0.00)
Total derivative financial instruments – liabilities	(147,046)	(0.10)	(110,443)	(0.07)

The details of outstanding spot foreign exchange contracts at the reporting date are as follows:

At 30 June 2019

Contract to deliver	In exchange for	Settlement date	Fair value US\$
Assets			
JPY1,906,846	USD17,684	2 July 2019	14
JPY6,588,293	USD61,100	2 July 2019	50
KRW128,137,030	USD110,719	1 July 2019	256
			<u>320</u>
Liabilities			
JPY3,882,021	USD36,099	3 July 2019	(67)
JPY6,124,157	USD56,949	3 July 2019	(107)
JPY1,940,954	USD18,049	3 July 2019	(34)
JPY7,754,284	USD72,107	3 July 2019	(135)
			<u>(343)</u>

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6. Derivative financial instruments (continued)

At 30 June 2018

Contract to deliver	In exchange for	Settlement date	Fair value US\$
Assets			
HKD248,952	USD31,729	3 July 2018	3
HKD313,355	USD39,937	3 July 2018	3
HKD62,602	USD7,979	3 July 2018	1
HKD62,385	USD7,951	3 July 2018	1
			8
Liabilities			
HKD131,039	USD16,704	3 July 2018	(1)
			(1)

The details of bond futures at the reporting date are as follows:

At 30 June 2019

Contract size	Notional amount	Description	Position	Counterparty	Fair value US\$
(41)	(1,000)	US 10YR NOTE (CBT) 19/09/2019	Short	J.P. Morgan Securities LLC	(84,734)
31	2,000	US 2YR NOTE (CBT) 30/09/2019	Long	J.P. Morgan Securities LLC	37,672
(39)	(1,000)	US 5YR NOTE (CBT) 30/09/2019	Short	J.P. Morgan Securities LLC	(61,969)

At 30 June 2018

Contract size	Notional amount	Description	Position	Counterparty	Fair value US\$
27	1,000	US LONG BD 0918 USU8	Long	J.P. Morgan Securities LLC	97,031
(86)	(1,000)	US 10YR 0918 TYU8	Short	J.P. Morgan Securities LLC	(99,313)
31	2,000	US 2YR CBT 0918 TUU8	Long	J.P. Morgan Securities LLC	5,816
(26)	(1,000)	US 5YR 0918 FVU8	Short	J.P. Morgan Securities LLC	(11,129)

7. Uncommitted bank overdraft facility

The Fund has arranged uncommitted overdraft facility with HSBC Bank Bermuda Limited, Hong Kong Branch (the "Branch"), an affiliate party of the Trustee. According to the Transfer of Facility and Security Agreement dated 15 October 2004 between the Branch, HSBC, the Trustee and the Manager, the arranged facility had been transferred to HSBC.

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7. Uncommitted bank overdraft facility (continued)

The overdraft facility limit is the lesser of US\$8,000,000 and 25% of the net asset value of the Fund. The overdraft balance shall bear interest at 0.5% above HSBC's best lending rate for United States dollars and 2.6% below HSBC's best lending rate for Hong Kong dollars.

To secure the facility, the Fund has granted HSBC a charge over all present and future investments of the Fund upon utilising the facility. The Fund will not during the subsistence of the investment without the written consent of HSBC create or attempt to create or permit to subsist any encumbrance in or affecting the investment which may prejudice, diminish or affect the investment provided by the Security Deeds and the Transfer of Facility and Security Agreement. During the year, the Fund utilised the facility. At 30 June 2019 and 2018, there was no outstanding payable under the overdraft facility.

For the year ended 30 June 2019, interest expenses of US\$1,813 (2018: US\$962) and bank charges of US\$400 (2018: US\$2,418) were incurred by the Fund.

8. Taxation

- (a) No provision for Hong Kong profits tax has been made as the Fund is authorised as a collective investment scheme 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.
- (b) The Fund invests in shares of companies in the People's Republic of China (the "PRC") listed on the Hong Kong Stock Exchange ("H-shares"). Under the PRC Corporate Income Tax Law, the Fund may be liable to pay PRC tax on the capital gains realised in the trading of H-shares. However, no provision was made for taxation from such gains in the financial statements as the Trustee and the Manager believe that the Fund can sustain a position for not filing a tax return based on the existing tax regulations and that the enforcement of China tax on capital gains is not probable.
- (c) The Fund invests in B-shares of companies listed in the PRC. Under current PRC tax laws, gains derived from the transfer of shares of Chinese companies by non-residents should be subject to a withholding tax of 10%, unless exempt under relevant tax treaties. The State Administration of Taxation (the "SAT") has remained silent on the application of withholding tax for capital gains and until further clarification is issued by the SAT, the Manager considers that there is significant uncertainty in respect of whether the Fund has any liability and the extent of such liability. In making the assessment, the Manager has considered (i) the current position of the SAT, (ii) absence of a withholding mechanism of the relevant tax, and (iii) current market practice. Based on assumptions that the withholding tax, if levied, is at 10% of the gross gains, the maximum liability the Fund may be exposed to is US\$13,920 (2018: US\$13,920), calculated based on the realised gains and unrealised gains from all investments in B-shares up to 30 June 2019. The Manager has assessed the risk for the Fund to be liable for such tax and considers such risk to be low at 30 June 2019, and therefore no provision was made (2018: Nil).

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8. Taxation (continued)

- (d) The Fund invests in A-shares of companies listed in the PRC. Under current PRC tax laws, individual income tax and business tax will be temporarily exempt on gains derived by Hong Kong and overseas investors (including the Fund) on the trading of China A-shares through the Stock Connects with effect from 17 November 2014. However, Hong Kong and overseas investors are required to pay tax on dividends and/or bonus shares at the rate of 10% which will be withheld and paid to the relevant authority by the listed companies.
- (e) The Fund invests in securities listed on the stock exchange in Australia. Gains generated from disposals of Australian investments may be exposed to Australian tax at the rate of 30%. In September 2012, the Australian Government introduced legislation exempting gains realised by a foreign managed fund on or before 30 June 2011, provided that certain ownership conditions and other criteria are met and the Manager believes that the Fund has met these conditions and criteria. In June 2015, the Australian Government further introduced legislation (“Legislation”) which exempts gains realised by a foreign managed fund on or after 1 July 2011 provided that certain ownership conditions and other criteria can be met.

At the date of approval of the financial statements, the Trustee and the Manager consider that a charge for tax on gains on Australian investments at 30 June 2019 is unlikely. The Trustee and the Manager are of the view that the Fund should meet the criteria under the Legislation and should be eligible for the exemption of tax. Accordingly, no provision for such tax was made at 30 June 2019 (2018: Nil). This assessment represents the best estimate of the Trustee and the Manager, and the amount ultimately payable could differ significantly.

- (f) Withholding tax was charged on certain dividend income received during the year.
- (g) Effective from 1 April 2018, India introduced a new tax regime for long-term capital gains (gains on securities held for more than 12 months). Previously, long-term capital gains were exempt from tax in India and accordingly, the Fund did not accrue any Indian capital gains tax. After assessing an appropriate tax accrual methodology, the Fund made a provision of US\$335,718 (2018: Nil) as at 30 June 2019.

9. Transactions with connected persons/related parties

The following is a summary of the transactions entered into during the year between the Fund and its related parties including the Trustee, the Manager and its connected persons. Connected persons of the Manager are those defined in the Code on Unit Trusts and Mutual Funds issued by the Securities and Futures Commission of Hong Kong. All such transactions were entered into in the ordinary course of business and on normal commercial terms. To the best of the Trustee’s and the Manager’s knowledge, the Fund does not have any other transactions with connected persons except those disclosed below.

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9. Transactions with connected persons/related parties (continued)

(a) Management fee

The Manager is entitled to receive in arrears a monthly management fee from the Fund, accrued on and calculated at each dealing day at the rate of 1.25% per annum of the net asset value of the Fund. The Manager may increase the rate of management fee payable in respect of the Fund up to 2.25% per annum by giving not less than three months' written notice of such increase to the Trustee and the unitholders.

For the year ended 30 June 2019, a management fee of US\$1,697,624 (2018: US\$1,569,259) was incurred by the Fund, of which US\$147,755 (2018: US\$163,267) remained payable at 30 June 2019.

(b) Management fee rebate

During the year ended 30 June 2019 and 2018, the Fund invests in First State Global Umbrella Plc - Asian Bond Fund ("CMAB"). To avoid double charging of management fee, the Manager fully rebates the management fee charged to the Fund in relation to the investment in CMAB.

For the year ended 30 June 2019, a management fee rebate of US\$162,627 (2018: US\$100,406) was recognised by the Fund, of which US\$43,545 (2018: US\$39,785) remained receivable at 30 June 2019.

(c) Trustee's fee

The Trustee is entitled to receive in arrears a monthly trustee fee from the Fund, accrued on and calculated at each dealing day at the rate of 0.05% per annum of the net asset value of the Fund. The Trustee may increase the rate of the trustee fee up to 1% per annum by giving not less than three months' written notice of such increase to the Manager and the unitholders. For the year ended 30 June 2019, a trustee fee of US\$67,905 (2018: US\$62,771) was incurred by the Fund, of which US\$5,910 (2018: US\$6,531) remained payable at 30 June 2019.

(d) Administration fee

The Trustee is also entitled to receive in arrears a monthly administration fee from the Fund, accrued on and calculated at each dealing day at the rate of 0.1% per annum of the net asset value of the Fund, subject to a minimum fee of US\$1,000 per month. For the year ended 30 June 2019, an administration fee of US\$135,810 (2018: US\$125,541) was incurred by the Fund, of which US\$11,820 (2018: US\$13,061) remained payable at 30 June 2019.

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9. Transactions with connected persons/related parties (continued)

(e) Subscription and redemption charge

The Manager is entitled to a charge of 5% of the issue price and the redemption price per unit relating to subscriptions and redemptions respectively in the Fund. For the year ended 30 June 2019, the income accruing to the Manager relating to subscriptions of the Fund amounted to US\$457,996 (2018: US\$2,466,320), of which US\$12,085 (2018: US\$16,644) remained payable at 30 June 2019.

The Manager has not levied any realisation charges on redemption of units in the Fund during the year ended 30 June 2019 (2018: Nil).

(f) Brokerage

The table below summarises the value of transactions effected through Commonwealth Bank of Australia (“CBA”), which is the ultimate holding company of the Manager as at 30 June 2019 and 2018, in the ordinary course of the Fund’s investment sales and purchase activities (whether as agent or principal).

	2019	2018
	US\$	US\$
Total brokerage commission paid in respect of the Fund	-	-
<i>Commonwealth Bank of Australia</i>		
Total aggregate value of transactions	-	300,714
Percentage of such transactions in value to total transactions during the year	-	0.17%
Total commission paid to CBA	-	-
Percentage of such commission in value to total commission during the year	-	-
Average commission rate	-	-

(g) At 30 June 2019, the Fund had investments in other funds which are managed by a manager where the Manager is also part of that group amounting to US\$17,437,911 (2018: US\$16,273,455).

(h) Cross trades with another fund managed by the Manager

During the year ended 30 June 2019, the Fund has no transactions with another fund which is also managed by the Manager.

During the year ended 30 June 2018, the Fund has transacted with another fund which is also managed by the Manager. The Fund sold an investment amounting to US\$3,572,562 to that another fund. The percentage of such transaction in value to total transactions during the year is 2.06%. The transaction was carried out at fair value of the investment on the date of the transaction. The decision was in the best interest of the Fund and fell within the investment objectives and policies of the Fund.

FIRST STATE UMBRELLA FUNDS
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NOTES TO THE FINANCIAL STATEMENTS
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9. Transactions with connected persons/related parties (continued)

(i) Other transactions and balances with the Trustee and its related parties

In addition to the trustee's fee of US\$67,905 (2018: US\$62,771) as disclosed in note 9(c) and the administration fee of US\$135,810 (2018: US\$125,541) as disclosed in note 9(d), the Fund had the following transactions with the Trustee and its related parties. All such transactions were entered into in the ordinary course of business and on normal commercial terms.

	2019	2018
	US\$	US\$
Interest on bank deposits	33,532	9,535
Interest expenses	(1,813)	(962)
Safe custody and bank charges	(638)	(3,018)
Transaction costs	(3,795)	(17,040)
Accounting fee	(9,443)	(10,443)

In addition to the trustee fee payable of US\$5,910 (2018: US\$6,531) as disclosed in note 9(c) and the administration fee payable of US\$11,820 (2018: US\$13,061) as disclosed in note 9(d), the Fund had the following balances with the Trustee and its related parties.

	2019	2018
	US\$	US\$
Cash at banks	6,538,875	3,309,383
Interest receivable	601,547	829,927
Transaction costs payable	(10,567)	(10,792)
Accounting fee payable	(8,794)	(7,801)
Spot foreign exchange contracts receivable	320	8
Spot foreign exchange contracts payable	(343)	(1)

During the year ended 30 June 2019 and 2018, the Fund had an uncommitted bank overdraft facility with the related parties of the Trustee as disclosed in note 7.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
NOTES TO THE FINANCIAL STATEMENTS
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10. Soft commission arrangements

During the year ended 30 June 2019 and 2018, there was no use of soft commission arrangement with brokerage firms.

11. Distributions

Prior to 1 November 2017

The Manager intended to declare distributions on units in the Fund on a semi-annual basis for the six-month periods to the end of June and December in each year. Distributions will normally be paid by the end of February and August in each year. The unitholders may elect to have distributions paid in cash or reinvested in the Fund.

Effective from 1 November 2017

The Manager intends to declare distributions on units in the Fund on a monthly basis. Distributions which accrue each month shall normally be declared and paid within the following month. The unitholders may elect to have distributions paid in cash or reinvested in the Fund.

For the year ended 30 June 2019

Record date	Payment date	No. of units entitled to distribution	Distribution per unit US\$	Total distribution amount US\$
29 June 2018	10 July 2018	10,756,400.53	0.0482	518,458
31 July 2018	10 August 2018	10,599,944.86	0.0485	514,097
31 August 2018	10 September 2018	10,359,491.40	0.0485	502,435
28 September 2018	10 October 2018	9,795,510.54	0.0480	470,185
31 October 2018	09 November 2018	9,490,682.97	0.0451	428,030
30 November 2018	10 December 2018	9,334,459.49	0.0463	432,185
31 December 2018	10 January 2019	9,351,927.41	0.0461	431,124
31 January 2019	08 February 2019	9,023,978.32	0.0474	427,736
28 February 2019	08 March 2019	8,686,149.77	0.0480	416,935
29 March 2019	10 April 2019	8,468,119.07	0.0491	415,785
30 April 2019	10 May 2019	9,005,216.28	0.0494	444,858
31 May 2019	10 June 2019	9,571,021.27	0.0486	465,152
				5,466,980

**FIRST STATE UMBRELLA FUNDS
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NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

11. Distributions (continued)

For the year ended 30 June 2018

Record date	Payment date	No. of units entitled to distribution	Distribution per unit US\$	Total distribution amount US\$
9 August 2017	21 August 2017	6,028,831.15	0.3660	2,206,552
31 October 2017	13 November 2017	7,498,881.80	0.2513	1,884,469
30 November 2017	8 December 2017	8,126,739.20	0.0494	401,461
29 December 2017	10 January 2018	8,371,074.47	0.0500	418,554
31 January 2018	9 February 2018	9,658,626.58	0.0513	495,488
28 February 2018	9 March 2018	10,609,246.00	0.0500	530,462
29 March 2018	10 April 2018	10,746,447.56	0.0495	531,949
30 April 2018	10 May 2018	10,828,436.13	0.0491	531,676
31 May 2018	8 June 2018	10,865,189.67	0.0493	535,654
				7,536,265

12. Subsequent events

Dividend of US\$0.0498 per unit of the Fund totaling US\$485,483 related to the period from 1 June 2019 to 28 June 2019 was declared on 5 July 2019. The proposed distribution has not been reflected as a liability in the financial statements at 30 June 2019.

On 2 August 2019, Mitsubishi UFJ Financial Group, Inc.'s ("MUFG") trust banking entity, Mitsubishi UFJ Trust and Banking Corporation ("MUTB"), completed the acquisition of First State Investments (as it is known outside of Australia)/Colonial First State Global Asset Management ("CFSGAM"). The MUFG group is headquartered in Tokyo and with over 360 years of history, which has a global network with over 1,800 locations in more than 50 countries. On 16 September 2019, CFSGAM rebranded in Australia to First Sentier Investors. A global rebrand of the business to First Sentier Investors will occur before the end of 2020.

13. Approval of the financial statements

The financial statements were approved by the Trustee and the Manager on 18 October 2019.

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED)
AT 30 JUNE 2019**

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%)			
(I) Equities (47.77%)			
<i>Australia</i>			
CSL LTD	18,797	2,836,021	1.95
RAMSAY HEALTH CARE LTD	17,074	865,556	0.59
		3,701,577	2.54
<i>China</i>			
AAC TECHNOLOGIES HOLDINGS INC	110,500	627,287	0.43
BAIDU INC	3,819	448,274	0.31
CSPC PHARMACEUTICAL GROUP LTD	368,000	592,568	0.41
ENN ENERGY HOLDINGS LTD	204,500	1,988,067	1.36
FUYAO GLASS INDUSTRY GROUP CO LTD	175,944	546,130	0.37
MIDEA GROUP CO LTD	255,314	1,926,092	1.32
MINTH GROUP LTD	264,000	711,322	0.49
SHANGHAI INTERNATIONAL AIR	121,180	1,476,799	1.01
		8,316,539	5.70
<i>Hong Kong</i>			
AIA GROUP LTD	217,000	2,338,739	1.60
CHINA MENGNIU DAIRY CO LTD	472,000	1,827,584	1.25
CHINA RESOURCES LAND LTD	149,983	660,405	0.45
CK HUTCHISON HOLDINGS LTD	145,500	1,434,048	0.98
DAIRY FARM INTERNATIONAL HOLDINGS LTD	109,590	783,569	0.54
JARDINE MATHESON HOLDINGS LTD	15,809	995,967	0.68
LINK REIT	64,078	787,390	0.54
TECHTRONIC INDUSTRIES CO LTD	163,500	1,245,216	0.86
VITASOY INTL HLDGS LTD	228,000	1,094,400	0.75
		11,167,318	7.65

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(I) Equities (47.77%) (continued)			
<i>India</i>			
AXIS BANK LTD	111,678	1,302,553	0.89
DABUR INDIA LTD	119,861	689,360	0.47
GODREJ CONSUMER PRODUCTS LTD	111,316	1,065,950	0.73
HDFC BANK LTD	113,905	4,024,690	2.76
HOUSING DEVELOPMENT FINANCE CORP LTD	92,327	2,931,886	2.01
KOTAK MAHINDRA BANK LTD	50,446	1,075,022	0.74
MARICO LTD	54,079	289,090	0.20
MPHASIS LTD	36,025	526,225	0.36
NESTLE INDIA LTD	3,688	637,022	0.44
TATA CONSULTANCY SERVICES LTD	55,910	1,803,109	1.23
TECH MAHINDRA LTD	100,967	1,034,134	0.71
		15,379,041	10.54
<i>Indonesia</i>			
BANK CENTRAL ASIA	919,600	1,949,533	1.33
INDOCEMENT TUNGGAL PRAKARSA TBK PT	131,100	185,595	0.13
		2,135,128	1.46
<i>Japan</i>			
KEYENCE CORP	2,000	1,225,543	0.84
MISUMI GROUP INC	24,700	618,532	0.42
PIGEON CORP	16,700	671,162	0.46
RYOHIN KEIKAKU CO LTD	2,900	522,991	0.36
UNICHARM CORPORATION	34,200	1,029,428	0.71
		4,067,656	2.79
<i>Malaysia</i>			
PUBLIC BANK	126,700	703,940	0.48
		703,940	0.48

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(I) Equities (47.77%) (continued)			
<i>Philippines</i>			
BDO UNIBANK	276,104	751,762	0.52
MANILA WATER CO	2,064,900	1,007,563	0.69
UNIVERSAL ROBINA CORP	357,960	1,159,780	0.79
		2,919,105	2.00
<i>Singapore</i>			
DBS GROUP HLDGS LTD	80,709	1,548,620	1.06
JARDINE CYCLE & CARRIAGE LTD	28,500	763,188	0.52
OVERSEA-CHINESE BANKING CORP	325,257	2,740,626	1.88
		5,052,434	3.46
<i>South Korea</i>			
AMOREPACIFIC CORP	2,314	329,670	0.23
LG CHEMICAL LTD	1,885	577,915	0.40
LG HOUSEHOLD & HEALTH CARE LTD	980	1,114,398	0.76
NAVER CORP	6,566	645,426	0.44
SAMSUNG ELECTRONICS PFD	70,070	2,318,169	1.59
		4,985,578	3.42
<i>Taiwan</i>			
ADVANTECH CO LTD	150,124	1,273,610	0.87
DELTA ELECTRONICS INC	131,294	663,667	0.46
PRESIDENT CHAIN STORE CORP	73,000	706,273	0.49
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	524,791	4,029,770	2.76
UNI-PRESIDENT ENTERPRISES CORP	259,000	687,954	0.47
		7,361,274	5.05

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(I) Equities (47.77%) (continued)			
<i>Thailand</i>			
CPN RETAIL GROWTH LEASEHOLD REIT	736,231	732,210	0.50
KASIKORNBANK PCL	192,000	1,186,402	0.82
		1,918,612	1.32
<i>United States</i>			
COGNIZANT TECHNOLOGY SOLUTIONS CORPORATION	14,953	947,721	0.65
RESMED INC	86,439	1,040,901	0.71
		1,988,622	1.36
Total equities		69,696,824	47.77
(II) Investment funds (11.95%)			
FIRST STATE GLOBAL UMBRELLA PLC - ASIAN BOND FUND	1,992,904	17,437,911	11.95
Total investment funds		17,437,911	11.95

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(III) Debt securities (36.25%)			
Bonds (30.27%)			
<i>China</i>			
ALIBABA GROUP HOLDING (REG) 3.4% 06/12/2027	300,000	303,580	0.21
AZURE ORBIT IV INTERNATIONAL FINANCE SER (EMTN) (REG S) (REG) 3.5% 25/01/2021	500,000	503,195	0.35
BANK OF CHINA SER REGS 5% 13/11/2024	500,000	538,980	0.37
BANK OF CHINA/PARIS SER EMTN (REG) (REG S) 4.5% 22/11/2020	1,000,000	148,053	0.10
BOCOM LEASING MGMT SER EMTN (REG) (REG S) 4.375% 22/01/2024	600,000	628,950	0.43
CDBL FUNDING 1 SER EMTN (REG) (REG S) 3.5% 24/10/2027	500,000	492,460	0.34
CENTRAL CHINA REAL ESTATE (REG S) (REG) 6.5% 05/03/2021	800,000	804,000	0.55
CENTRAL CHINA REAL ESTATE (REG S) 8.75% 23/01/2021	500,000	518,750	0.36
CHARMING LIGHT INVESTMENTS LTD SER EMTN (REG) (REG S) 4.375% 21/12/2027	500,000	521,675	0.36
CHINA MERCHANTS FINANCE EMTN (REGS) (BR) 5% 04/05/2022	200,000	210,514	0.14
CHINA RESOURCES LAND LTD SER EMTN (REG) (REG S) 4.125% 26/02/2029	800,000	839,144	0.58
CHINA SCE PROPERTY HOLDINGS (REG S) (REG) 7.45% 17/04/2021	300,000	307,125	0.21
CHINALCO CAPITAL HOLDINGS (REG) (REGS) 4% 25/08/2021	1,000,000	991,250	0.68
CMHI FINANCE BVI CO LTD (REG S) 5% 06/08/2028	500,000	555,830	0.38
CNAC HK FINBRIDGE CO LTD (REG) (REG S) 3.5% 19/07/2022	800,000	805,256	0.55
CNAC HK FINBRIDGE CO LTD (REG) (REG S) 3.875% 19/06/2029	500,000	501,760	0.34
COUNTRY GARDEN HLDGS (REG) (REG S) 4.75% 17/01/2023	400,000	390,500	0.27

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(III) Debt securities (36.25%) (continued)			
Bonds (30.27%) (continued)			
<i>China (continued)</i>			
COUNTRY GARDEN HLDGS (REG) (REG S) 8% 27/01/2024	500,000	541,875	0.37
COUNTRY GARDEN HOLDINGS CO LTD (REGS) 7.25% 04/04/2021	300,000	304,500	0.21
ENN ENERGY HOLDINGS LTD (REG S) 3.25% 24/07/2022	800,000	806,000	0.55
FRANSHION BRILLIANT LTD (REG S) (REG) 3.6% 03/03/2022	250,000	252,205	0.17
FRANSHION BRILLIANT LTD (REG S) (REG) 5.2% 08/03/2021	2,000,000	298,207	0.20
FRANSHION BRILLIANT LTD (REG) (REG S) 4% 21/06/2024	588,000	597,614	0.41
GREENLAND GLOBAL INVESTMENT SER EMTN (REG) (REG S) 4.85% 17/08/2020	400,000	397,500	0.27
GREENLAND GLOBAL INVESTMENT SER EMTN (REG) (REG S) 6.75% 25/06/2022	600,000	603,750	0.41
GREENLAND GLOBAL INVESTMENT SER EMTN (REG) (REG S) 7.125% 20/03/2021	1,000,000	148,180	0.10
HUARONG FINANCE 2017 CO (REG) (REG S) 5.5% 27/04/2047	600,000	649,128	0.45
HUARONG FINANCE 2017 CO SER EMTN (REG S) (REG) 4.95% 07/11/2047	700,000	698,467	0.48
KWG PROPERTY HOLDING LTD (REG) (REG S) 5.875% 10/11/2024	600,000	545,250	0.37
LANDMARK FUNDING 2019 (REG) (REG S) 4.5% 26/03/2022	600,000	605,436	0.42
LONGFOR PROPERTIES (REG S) (REG) 4.5% 16/01/2028	500,000	507,500	0.35
NUOXI CAPITAL LTD (REG) (REG S) 4.7% 24/01/2021	650,000	618,365	0.42
SHIMAO PROPERTY HOLDINGS (REG) (REG S) 5.2% 30/01/2025	600,000	599,250	0.41
SHIMAO PROPERTY HOLDINGS LTD (REG) (REG S) 4.75% 03/07/2022	300,000	301,908	0.21

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(III) Debt securities (36.25%) (continued)			
Bonds (30.27%) (continued)			
<i>China (continued)</i>			
STATE GRID OVERSEAS			
INVESTMENT (REG S) 4.125%			
07/05/2024	300,000	319,335	0.22
TENCENT HOLDINGS LTD SER REGS			
(REG) (REGS) 3.595% 19/01/2028	300,000	306,009	0.21
VIGOROUS CHAMP INTL LTD SER			
EMTN (REG) (REG S) 4.375%			
10/09/2023	700,000	729,743	0.50
		18,891,244	12.95
<i>Hong Kong</i>			
IFC DEVELOPMENT CORP TRS (REG)			
(REG S) 3.625% 17/04/2029	600,000	624,756	0.43
LI & FUNG LTD (REG) (REG S) 5.25%			
29/12/2049	800,000	581,000	0.40
NAN FUNG TREASURY II LTD (REG)			
(REG S) 5.5% PERP	200,000	196,750	0.14
NAN FUNG TREASURY LTD SER			
EMTN (REG) (REG S) 5% 05/09/2028	1,000,000	1,070,400	0.73
VANKE REAL ESTATE HK SER EMTN			
(REG) (REG S) 4.2% 07/06/2024	1,100,000	1,129,106	0.77
WHARF REIC FINANCE BVI SER			
EMTN (REG) (REG S) 3.5% 17/01/2028	800,000	820,088	0.56
		4,422,100	3.03
<i>India</i>			
BHARTI AIRTEL INTERNATIONAL			
(REGS) (REG) 5.35% 20/05/2024	400,000	422,500	0.29
NTPC LTD SER EMTN (REG S) (REG)			
4.25% 26/02/2026	250,000	259,492	0.18
OIL INDIA INTERNATIONAL (REG S)			
(REG) 4% 21/04/2027	1,000,000	1,017,270	0.70

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(III) Debt securities (36.25%) (continued)			
Bonds (30.27%) (continued)			
<i>India (continued)</i>			
OIL INDIA LTD (REG S) (REG) 5.375% 17/04/2024	500,000	544,055	0.37
ONGC VIDESH LTD SER REGS 4.625% 15/07/2024	800,000	847,392	0.58
		3,090,709	2.12
<i>Indonesia</i>			
INDONESIA (REP OF) (REG) 4.35% 11/01/2048	300,000	309,363	0.21
MEDCO PLATINUM ROAD PTE SER REGS (REG) 6.75% 30/01/2025	600,000	597,000	0.41
PERTAMINA (REG S) 4.875% 03/05/2022	250,000	263,124	0.18
PERTAMINA PERSERO 6.45% (REG S) 30/05/2044	200,000	244,000	0.17
PERUSAHAAN PENERBIT SBSN SER (REGS) (REG) (REG S) 4.4% 01/03/2028	650,000	691,438	0.47
		2,104,925	1.44
<i>Malaysia</i>			
GOHL CAPITAL LTD (REG S) 4.25% 24/01/2027	700,000	720,888	0.50
MALAYSIA (GOVT OF) SER 0414 3.654% 31/10/2019	445,000	107,870	0.07
PRESS METAL LABUAN LTD (REG S) 4.8% 30/10/2022	400,000	395,000	0.27
RESORTS WORLD/RWLV CAP SER REGS (REG) (REG S) 4.625% 16/04/2029	700,000	720,624	0.49
TNB GLOBAL VENTURES CAP (REG S) 4.851% 01/11/2028	200,000	221,474	0.15
		2,165,856	1.48

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(III) Debt securities (36.25%) (continued)			
Bonds (30.27%) (continued)			
<i>New Zealand</i>			
FONTERRA COOPERATIVE GROUP SER MTN 4% 02/11/2027	300,000	232,540	0.16
		<u>232,540</u>	<u>0.16</u>
<i>Philippines</i>			
PHILIPPINE NATIONAL BANK SER EMTN (REG) (REG S) 3.28% 27/09/2024	200,000	199,746	0.14
		<u>199,746</u>	<u>0.14</u>
<i>Singapore</i>			
BOC AVIATION LTD SER REGS 3.5% 18/09/2027	1,000,000	994,350	0.68
CMT MTN PTE LTD SER EMTN (REG S) (BR) 3.609% 04/04/2029	200,000	206,766	0.14
		<u>1,201,116</u>	<u>0.82</u>
<i>South Korea</i>			
HANA BANK SER REGS 4.375% 30/09/2024	550,000	584,584	0.40
HYUNDAI CAPITAL AMERICA (REG S) (REG) 2.75% 27/09/2026	500,000	472,195	0.32
HYUNDAI CAPITAL SERVICES (REG) (REG S) SER REGS 3% 06/03/2022	800,000	803,232	0.55
KOREA HOUSING FINANCE CO SER REGS (REG) 3% 31/10/2022	800,000	813,160	0.56
KOREA HYDRO & NUCLEAR POWER (REG) SER REGS 3.125% 25/07/2027	600,000	605,243	0.41
MINERA Y METALURGICA DEL (REG) (REG S) 3.25% 17/04/2024	200,000	202,750	0.14

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(III) Debt securities (36.25%) (continued)			
Bonds (30.27%) (continued)			
<i>South Korea (continued)</i>			
SHINHAN BANK SER GMTN (REG) (REG) 4.5% 26/03/2028	500,000	536,875	0.37
WOORI BANK SER REG S 4.75% 30/04/2024	1,000,000	1,066,618	0.73
		<u>5,084,657</u>	<u>3.48</u>
<i>Thailand</i>			
BANGKOK BANK PUBLIC CO (HK) (REGS) 9.025% 15/03/2029	300,000	422,826	0.29
SIAM COMMERCIAL BANK CAYMAN ISLANDS SER EMTN (REG) (REG S) 2.75% 16/05/2023	600,000	598,740	0.41
THAIOIL TRSRY CENTER SER REGS (REG) 4.625% 20/11/2028	200,000	218,493	0.15
THAIOIL TRSRY CENTER SER REGS 5.375% 20/11/2048	200,000	241,000	0.17
		<u>1,481,059</u>	<u>1.02</u>
<i>United States</i>			
US TREASURY N/B 2.125% 31/05/2021	1,900,000	1,912,469	1.31
US TREASURY N/B 2.875% 15/05/2049	1,800,000	1,927,687	1.32
US TREASURY N/B 4.5% 15/02/2036	1,100,000	1,450,281	1.00
		<u>5,290,437</u>	<u>3.63</u>
Total bonds		<u>44,164,389</u>	<u>30.27</u>

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(III) Debt securities (36.25%) (continued)			
Money market instruments (5.98%)			
<i>China</i>			
CCCI TREASURE LTD (REG S) (REG) VAR 29/12/2049	900,000	898,875	0.62
CHARMING LIGHT INVESTMENTS LTD SER EMTN (REG) (REG S) VAR PERP	400,000	402,000	0.28
CHINA CONSTRUCTION BANK (REG S) (REG) VAR 13/05/2025	300,000	301,914	0.21
CHINA CONSTRUCTION BANK (REG) (REG S) VAR 27/02/2029	500,000	516,450	0.35
CHINA HUADIAN OVERSEAS (REG) (REG S) VAR PERP 29/12/2049	700,000	707,126	0.48
HUARONG FINANCE (REG) (REG S) VAR PERP	600,000	602,328	0.41
POSTAL SAVINGS BK CHINA (REG) (REG S) VAR PERP	600,000	591,000	0.40
YUZHOU PROPERTIES CO LTD (REG) (REG S) VAR PERP	700,000	639,625	0.44
		4,659,318	3.19
<i>Hong Kong</i>			
BANK OF EAST ASIA LTD SER EMTN (REG S) (REG) VAR 20/11/2024	300,000	301,515	0.21
CHINA CONSTRUCTION BANK ASIA SER EMTN (REG S) VAR 20/08/2024	400,000	400,000	0.27
SHANGHAI COMMERCIAL BANK (BR) (REG S) VAR 29/11/2027	1,000,000	1,004,200	0.69
		1,705,715	1.17

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Listed/quoted investments (95.97%) (continued)			
(III) Debt securities (36.25%) (continued)			
Money market instruments (5.98%) (continued)			
<i>Singapore</i>			
DBS GROUP HOLDINGS LTD SER GMTN (REG S) VAR PERP	300,000	298,875	0.21
UNITED OVERSEAS BANK LTD SER EMTN (REG S) (REG) VAR PERP	1,600,000	1,564,464	1.07
		1,863,339	1.28
<i>South Korea</i>			
INDUSTRIAL BANK OF KOREA SER REGS (REG S) VAR PERP 29/12/2049	300,000	298,554	0.20
		298,554	0.20
<i>Thailand</i>			
MINOR INTERNATIONAL PCL (REG) (REG S) VAR PERP 29/12/2049	200,000	206,060	0.14
		206,060	0.14
Total money market instruments		8,732,986	5.98
Total debt securities		52,897,375	36.25
Total listed/quoted investments		140,032,110	95.97

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
AT 30 JUNE 2019

	Holdings at 30.6.2019	Market value US\$	% of net asset value
Derivatives (-0.07%)			
Futures (-0.07%)			
US 10YR NOTE (CBT) 19/09/2019	(41)	(84,734)	(0.06)
US 2YR NOTE (CBT) 30/09/2019	31	37,672	0.03
US 5YR NOTE (CBT) 30/09/2019	(39)	(61,969)	(0.04)
Total futures		(109,031)	(0.07)
Total spot foreign exchange contracts		(23)	(0.00)
Other net assets		5,988,504	4.10
Net assets at 30 June 2019		145,911,560	100.00
Total listed/quoted investments, at historical cost		125,027,040	

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
FOR THE YEAR ENDED 30 JUNE 2019

Listed/quoted investments	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
(I) Equities			
<i>Australia</i>			
CSL LTD	2,909	3,893	-
RAMSAY HEALTH CARE LTD	-	9,065	-
<i>China</i>			
AAC TECHNOLOGIES HOLDINGS INC	64,500	25,000	-
Baidu INC	1,498	-	-
CSPC PHARMACEUTICAL GROUP LTD	102,000	-	-
ENN ENERGY HOLDINGS LTD	55,000	42,500	-
FUYAO GLASS INDUSTRY GROUP CO LTD	44,400	-	-
GREE ELECTRIC APPLIANCES INC OF ZHUHAIY	-	140,000	-
MINTH GROUP LTD	24,000	16,000	-
MIDEA GROUP CO LTD	32,871	74,000	-
SHANGHAI INTERNATIONAL AIR	14,191	48,000	-
<i>Hong Kong</i>			
AIA GROUP LTD	43,000	64,200	-
CHINA MENGNIU DAIRY CO LTD	48,000	118,000	-
CHINA RESOURCES LAND LTD	-	80,000	-
CK HUTCHISON HOLDINGS LTD	42,000	-	-
DAIRY FARM INTERNATIONAL HOLDINGS LTD	3,800	84,200	-
JARDINE MATHESON HOLDINGS LTD	1,800	2,800	-
LINK REIT	-	28,000	-
TECHTRONIC INDUSTRIES CO LTD	51,000	31,500	-
VITASOY INTL HLDGS LTD	-	218,000	-
<i>India</i>			
AXIS BANK LTD	27,008	44,810	-
DABUR INDIA LTD	119,861	159,017	-
GODREJ CONSUMER PRODUCTS LTD	47,869	-	21,149
HDFC BANK LTD	11,041	21,144	-
HOUSING DEVELOPMENT FINANCE CORP LTD	-	16,030	-
KOTAK MAHINDRA BANK LTD	50,446	68,323	-
MPHASIS LTD	37,279	57,217	-
NESTLE INDIA LTD	3,688	5,375	-
TATA CONSULTANCY SERVICES LTD	7,651	11,753	-
TECH MAHINDRA LTD	206,598	233,293	-

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
(CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019

Listed/quoted investments	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
(I) Equities (continued)			
<i>Indonesia</i>			
BANK CENTRAL ASIA	361,400	121,400	-
INDOCEMENT TUNGGAL PRAKARSA TBK PT	-	169,900	-
SEMEN INDONESIA (PERSERO) TBK	-	755,100	-
<i>Japan</i>			
FAST RETAILING CO LTD	-	2,200	-
KEYENCE CORP	700	300	-
MISUMI GROUP INC	-	19,700	-
NIPPON PAINT HOLDINGS CO LTD	-	22,700	-
PIGEON CORP	4,000	8,100	-
RYOHIN KEIKAKU CO LTD	1,000	400	-
SMC CORP	-	2,000	-
UNICHARM CORPORATION	8,300	3,800	-
<i>Malaysia</i>			
PUBLIC BANK	12,100	23,900	-
<i>Philippines</i>			
BDO UNIBANK	-	32,620	-
DMCI HOLDINGS INC	-	2,898,900	-
UNIVERSAL ROBINA CORP	-	99,870	-
<i>Singapore</i>			
DBS GROUP HLDGS LTD	24,000	-	-
JARDINE CYCLE & CARRIAGE LTD	9,400	3,300	-
OVERSEA-CHINESE BANKING CORP	87,594	46,200	-
<i>South Korea</i>			
AMOREPACIFIC CORP	2,314	-	-
AMOREPACIFIC GROUP	-	3,797	-
HANON SYSTEMS	-	67,762	-
HANSSEM CO LTD	-	4,105	-
LG HOUSEHOLD & HEALTH CARE LTD	178	-	-
NAVER CORP	590	1,154	5,704
SAMSUNG ELECTRONICS PFD	15,115	10,645	-

**FIRST STATE UMBRELLA FUNDS
 FIRST STATE ASIAN BRIDGE FUND
 STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
 (CONTINUED)
 FOR THE YEAR ENDED 30 JUNE 2019**

Listed/quoted investments	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
(I) Equities (continued)			
<i>Taiwan</i>			
ADVANTECH CO LTD	-	50,000	-
DELTA ELECTRONICS INC	8,000	109,000	-
PRESIDENT CHAIN STORE CORP	12,000	26,000	-
TAIWAN SEMICONDUCTOR MANUFACTURING CO LTD	84,000	126,000	-
UNI-PRESIDENT ENTERPRISES CORP	41,000	63,000	-
<i>Thailand</i>			
DELTA ELECTRONICS THAILAND PCL (FR)	-	301,300	-
KASIKORNBANK PCL	-	65,000	-
<i>United States</i>			
COGNIZANT TECHNOLOGY SOLUTIONS CORPORATION	14,953	-	-
RESMED INC	9,537	55,226	-
(II) Investment funds			
FIRST STATE FUNDS FIRST STATE CHINA A SHARES FUND	-	26,446	-
FIRST STATE GLOBAL UMBRELLA PLC - ASIAN BOND FUND	88,161	-	-

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
(CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019

Listed/quoted investments	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
(III) Debt securities			
Bonds			
<i>China</i>			
ALIBABA GROUP HOLDING (REG) 3.4% 06/12/2027	300,000	-	-
AZURE NOVA INTERNATIONAL FINANCE SER EMTN (REG S) 3.5% 21/03/2022	-	200,000	-
AZURE ORBIT IV INTERNATIONAL FINANCE SER (EMTN) (REG S) (REG) 3.5% 25/01/2021	-	300,000	-
BANK OF CHINA SER REGS 5% 13/11/2024	-	700,000	-
BAO-TRANS ENTERPRISES (SER REGS) 3.75% 12/12/2018	-	200,000	-
BOCOM LEASING MGMT SER EMTN (REG) (REG S) 4.375% 22/01/2024	600,000	-	-
CDBL FUNDING 1 SER EMTN (REG) (REG S) 3.5% 24/10/2027	500,000	-	-
CENTRAL CHINA REAL ESTATE (REG S) (REG) 6% 16/07/2018	-	300,000	-
CENTURY MASTER INVESTMENT (REGS) (REG) 4.75% 19/09/2018	-	730,000	-
CHINA (GOVT OF) SER 1408 (REG) 4.04% 24/04/2019	100,000	100,000	-
CHINA CINDA FINANCE 2017 (REG) (REG S) 4.1% 09/03/2024	-	200,000	-
CHINA CINDA FINANCE 2017 SER EMTN (REG) (REG S) 4.75% 21/02/2029	500,000	500,000	-
CHINA REINSURANCE FINANCE (REG S) (REG) 3.375% 09/03/2022	-	1,800,000	-
CHINA RESOURCES LAND LTD SER EMTN (REG S) (REG) 6% 27/02/2024	-	300,000	-
CHINA RESOURCES LAND LTD SER EMTN (REG) (REG S) 4.125% 26/02/2029	800,000	-	-
CHINALCO CAPITAL HOLDINGS (REG) (REG S) 4.25% 21/04/2022	-	300,000	-
CHINALCO CAPITAL HOLDINGS (REG) (REGS) 4% 25/08/2021	1,000,000	-	-
CIFI HOLDINGS GROUP (REG) (REG S) 5.5% 23/01/2023	-	600,000	-
CITIC LTD (REG) 6.625% 15/04/2021	-	800,000	-
CITIC SER (EMTN) (REG S) 4% 11/01/2028	800,000	1,100,000	-
CMHI FINANCE BVI CO LTD (REG S) 5% 06/08/2028	700,000	200,000	-

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
(CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019

Listed/quoted investments	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
(III) Debt securities (continued)			
Bonds (continued)			
<i>China (continued)</i>			
CNAC HK FINBRIDGE CO LTD (REG S) 4.125% 19/07/2027	-	700,000	-
CNAC HK FINBRIDGE CO LTD (REG S) 5.125% 14/03/2028	700,000	1,200,000	-
CNAC HK FINBRIDGE CO LTD (REG) (REG S) 3.5% 19/07/2022	-	200,000	-
CNAC HK FINBRIDGE CO LTD (REG) (REG S) 3.875% 19/06/2029	500,000	-	-
CNPC HK OVERSEAS CAPITAL (REG S) 5.95% 28/04/2041	-	200,000	-
COUNTRY GARDEN HLDGS (REG) (REG S) 4.75% 17/01/2023	400,000	-	-
COUNTRY GARDEN HLDGS (REG) (REG S) 8% 27/01/2024	500,000	-	-
FRANSHION BRILLIANT LTD (REG S) (REG) 5.75% 19/03/2019	-	1,000,000	-
FRANSHION BRILLIANT LTD (REG) (REG S) 4% 21/06/2024	588,000	-	-
FRANSHION DEVELOPMENT LTD (REG S) 6.75% 15/04/2021	-	550,000	-
GREENLAND GLOBAL INVESTMENT SER EMTN (REG) (REG S) 5.9% 12/02/2023	200,000	1,100,000	-
GREENLAND GLOBAL INVESTMENT SER EMTN (REG) (REG S) 6.75% 25/06/2022	600,000	-	-
LANDMARK FUNDING 2019 (REG) (REG S) 4.5% 26/03/2022	600,000	-	-
LENOVO GROUP LTD (REG S) (REG) SER EMTN 3.875% 16/03/2022	-	500,000	-
NUOXI CAPITAL LTD (REG) (REG S) 5.35% 24/01/2023	-	1,400,000	-
PROVEN GLORY CAPITAL LTD SER EMTN (REG) (REG S) 3.25% 21/02/2022	352,000	352,000	-
PROVEN HONOUR CAPITAL (REG S) (REG) 4.125% 06/05/2026	-	800,000	-
SHIMAO PROPERTY HOLDINGS (REG) (REG S) 5.2% 30/01/2025	200,000	-	-
STATE GRID OVERSEAS INVESTMENT SER REGS (REG) (REGS) 2.125% 18/05/2021	-	200,000	-

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
(CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019

Listed/quoted investments	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
(III) Debt securities (continued)			
Bonds (continued)			
<i>China (continued)</i>			
TENCENT HOLDINGS LTD SER REGS (REG) (REGS) 3.595% 19/01/2028	300,000	-	-
VANKE REAL ESTATE HK SER (EMTN) (REG) (REG S) 3.975% 09/11/2027	850,000	1,850,000	-
VIGOROUS CHAMP INTL LTD SER EMTN (REG) (REG S) 4.375% 10/09/2023	700,000	-	-
WANDA PROPERTIES OVERSEAS (REG) (REG S) 4.875% 21/11/2018	-	1,200,000	-
<i>Hong Kong</i>			
IFC DEVELOPMENT CORP TRS (REG) (REG S) 3.625% 17/04/2029	600,000	-	-
NAN FUNG TREASURY LTD SER EMTN (REG S) (REG) 3.875% 03/10/2027	-	600,000	-
NAN FUNG TREASURY LTD SER EMTN (REG) (REG S) 5% 05/09/2028	1,000,000	-	-
NEW WORLD CHINA LAND LTD (REG S) (REG) 4.75% 23/01/2027	-	300,000	-
SHIMAO PROPERTY HOLDINGS LTD 8.375% 10/02/2022	300,000	300,000	-
VANKE REAL ESTATE HK SER EMTN (REG) (REG S) 4.2% 07/06/2024	1,100,000	-	-
<i>India</i>			
ABJA INVESTMENT CO (REG) (REG S) 5.45% 24/01/2028	-	300,000	-
BHARTI AIRTEL INTERNATIONAL (REG) (REG S) 5.125% 11/03/2023	-	500,000	-
BHARTI AIRTEL INTERNATIONAL (REGS) (REG) 5.35% 20/05/2024	-	1,100,000	-
BPRL INTERNATIONAL SINGAPORE SER EMTN (REG S) 4.375% 18/01/2027	-	500,000	-
ICICI BANK LTD / DUBAI (REG S) (REG) SER GMTN 3.25% 09/09/2022	-	800,000	-
OIL INDIA LTD (REG) (REG S) 5.125% 04/02/2029	200,000	200,000	-
POWER FINANCE CORP LTD SER REGS (REG) 6.15% 06/12/2028	200,000	200,000	-

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
(CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019**

Listed/quoted investments	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
(III) Debt securities (continued)			
Bonds (continued)			
<i>India (continued)</i>			
RELIANCE INDUSTRIES LTD SER REGS (REG) 3.667% 30/11/2027	-	350,000	-
RURAL ELECTRIFICATION SER EMTN (REG S) (REG) 3.875% 07/07/2027	-	800,000	-
RURAL ELECTRIFICATION SER EMTN (REG) (REG S) 4.625% 22/03/2028	250,000	500,000	-
<i>Indonesia</i>			
INDONESIA (REP OF) (REG) 4.35% 11/01/2048	1,800,000	2,500,000	-
INDONESIA ASAHAN ALUMINI (SER REGS) (REG S) 6.757% 15/11/2048	450,000	450,000	-
MEDCO PLATINUM ROAD PTE SER REGS (REG) 6.75% 30/01/2025	-	200,000	-
PERUSAHAAN PENERBIT SBSN SER (REG S) (REG) 4.15% 29/03/2027	-	1,000,000	-
THETA CAPITAL PTE LTD (REG S) 6.75% 31/10/2026	-	600,000	-
THETA CAPITAL PTE LTD (REG S) 7% 11/04/2022	-	900,000	-
<i>Malaysia</i>			
AMBANK M SER EMTN (REG S) 3.125% 03/07/2019	-	700,000	-
PRESS METAL LABUAN LTD (REG S) 4.8% 30/10/2022	-	230,000	-
RESORTS WORLD/RWLV CAP SER REGS (REG) (REG S) 4.625% 16/04/2029	700,000	-	-
TNB GLOBAL VENTURES CAP (REG S) 4.851% 01/11/2028	200,000	-	-
<i>Pakistan</i>			
ISLAMIC REP OF PAKISTAN SER REGS (REG) (REG S) 6.875% 05/12/2027	300,000	300,000	-
<i>Philippines</i>			
PHILIPPINE NATIONAL BANK SER EMTN (REG) (REG S) 3.28% 27/09/2024	200,000	-	-

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
(CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019

Listed/quoted investments	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
(III) Debt securities (continued)			
Bonds (continued)			
<i>Singapore</i>			
CMT MTN PTE LTD SER EMTN (REG S) (BR) 3.609% 04/04/2029	200,000	-	-
<i>South Korea</i>			
EXPORT IMPORT BANK OF KOREA (REG) 2.875% 21/01/2025	-	300,000	-
KOREA DEVELOPMENT BANK (REG) 2.5% 13/01/2021	-	800,000	-
KOREA GAS CORP (REG) (REG S) 2.75% 20/07/2022	-	300,000	-
KOREA NATIONAL OIL CO 2.75% 23/01/2019	1,000,000	1,000,000	-
MINERA Y METALURGICA DEL (REG) (REG S) 3.25% 17/04/2024	200,000	-	-
NONGHYUP BANK (REG S) 2.875% 17/07/2022	-	300,000	-
NONGHYUP BANK SER EMTN (REG S) (REG) 2.875% 22/07/2020	-	200,000	-
WOORI BANK SER REGS 5.125% 06/08/2028	500,000	500,000	-
<i>Sri Lanka</i>			
REPUBLIC OF SRI LANKA SER REGS (REG) (REG S) 7.55% 28/03/2030	200,000	200,000	-
SRI LANKA (REP OF) SER REGS (REG) 6.85% 03/11/2025	600,000	600,000	-
<i>Thailand</i>			
THAIOIL TRSRY CENTER SER REGS (REG) 4.625% 20/11/2028	200,000	-	-
THAIOIL TRSRY CENTER SER REGS 5.375% 20/11/2048	200,000	-	-
<i>United States</i>			
US TREASURY N/B 2.125% 31/05/2021	4,000,000	2,100,000	-
US TREASURY N/B 2.375% 15/05/2029	670,000	670,000	-
US TREASURY N/B 2.875% 15/05/2049	1,800,000	-	-
US TREASURY N/B 4.5% 15/02/2036	1,100,000	-	-

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
(CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019**

Listed/quoted investments	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
(III) Debt securities (continued)			
Money market instruments			
<i>China</i>			
CCCI TREASURE LTD (REG S) (REG) VAR 29/12/2049	-	300,000	-
CHINA CONSTRUCTION BANK (REG S) (REG) VAR PERP	-	800,000	-
CHINA CONSTRUCTION BANK (REG) (REG S) VAR 27/02/2029	500,000	-	-
CHINA HUADIAN OVERSEAS (REG) (REG S) VAR PERP 29/12/2049	700,000	-	-
POSTAL SAVINGS BK CHINA (REG) (REG S) VAR PERP	-	200,000	-
YUZHOU PROPERTIES CO LTD (REG) (REG S) VAR PERP	300,000	400,000	-
<i>Hong Kong</i>			
SHANGHAI COMMERCIAL BANK (BR) (REG S) VAR 29/11/2027	1,000,000	-	-
<i>Malaysia</i>			
MALAYAN BANKING BERHAD (REG S) VAR 29/10/2026	-	400,000	-
<i>Singapore</i>			
DBS GROUP HOLDINGS LTD SER GMTN (REG S) VAR PERP	-	400,000	-
DBS GROUP HOLDINGS LTD SER REGS (REG) VAR 11/12/2028	-	200,000	-
UNITED OVERSEAS BANK LTD SER EMTN (REG S) (REG) VAR 16/09/2026	-	400,000	-
<i>South Korea</i>			
INDUSTRIAL BANK OF KOREA SER REGS (REG S) VAR PERP 29/12/2049	300,000	-	-
SHINSEGAE CO LTD (REG S) VAR 2.625% 08/05/2045	-	200,000	-
<i>Thailand</i>			
MINOR INTERNATIONAL PCL (REG) (REG S) VAR PERP 29/12/2049	200,000	-	-
<i>United States</i>			
US TREASURY BILL 0% 07/05/2019	1,300,000	1,300,000	-

FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)
(CONTINUED)
FOR THE YEAR ENDED 30 JUNE 2019

Derivatives	Portfolio holdings		Bonus/ Split
	Additions	Disposals	
Futures			
US 2YR NOTE (CBT) 28/09/2018	-	31	-
US 2YR NOTE (CBT) 31/12/2018	27	27	-
US 2YR NOTE (CBT) 29/03/2019	26	26	-
US 2YR NOTE (CBT) 28/06/2019	26	26	-
US 2YR NOTE (CBT) 30/09/2019	31	-	-
US 5YR NOTE (CBT) 28/09/2018	26	-	-
US 5YR NOTE (CBT) 31/12/2018	25	25	-
US 5YR NOTE (CBT) 29/03/2019	24	24	-
US 5YR NOTE (CBT) 28/06/2019	39	39	-
US 5YR NOTE (CBT) 30/09/2019	-	39	-
US 10YR NOTE (CBT) 19/09/2018	94	8	-
US 10YR NOTE (CBT) 19/12/2018	89	89	-
US 10YR NOTE (CBT) 20/03/2019	92	92	-
US 10YR NOTE (CBT) 19/06/2019	101	101	-
US 10YR NOTE (CBT) 19/09/2019	-	41	-
US 10YR ULTRA FUT 19/12/2018	5	5	-
US LONG BOND (CBT) 19/09/2018	6	33	-
US LONG BOND (CBT) 19/12/2018	28	28	-
US LONG BOND (CBT) 20/03/2019	18	18	-
US LONG BOND (CBT) 19/06/2019	22	22	-
US ULTRA BOND (CBT) 19/12/2018	2	2	-
US ULTRA BOND (CBT) 20/03/2019	4	4	-
US ULTRA BOND (CBT) 19/06/2019	4	4	-

**FIRST STATE UMBRELLA FUNDS
FIRST STATE ASIAN BRIDGE FUND
GENERAL INFORMATION
FOR THE YEAR ENDED 30 JUNE 2019**

Manager	First State Investments (Hong Kong) Limited 25th Floor, One Exchange Square 8 Connaught Place Central Hong Kong
Directors of the Manager	Christian Richard Spencer Turpin Michael David Stapleton Lucinda Kate Dowling
Trustee and Registrar	HSBC Institutional Trust Services (Asia) Limited 1 Queen's Road Central Hong Kong
Auditor	PricewaterhouseCoopers 22nd Floor, Prince's Building Central Hong Kong
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* The SFC has not reviewed the contents of this website.