
DA CHENG HONG KONG DOLLAR MONEY MARKET FUND

(SUB-FUND OF DCI INVESTMENT TRUST)

SEMI-ANNUAL REPORT

FOR THE PERIOD ENDED 30 JUNE 2024





**DCI INVESTMENT TRUST
FOR THE PERIOD ENDED 30 JUNE 2024**

SEMI-ANNUAL REPORT

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**DCI INVESTMENT TRUST
FOR THE PERIOD ENDED 30 JUNE 2024**

MANAGEMENT AND ADMINISTRATION

Directors of the Manager

Mr. Tan Xiaogang
Mr. Xiao Jian
Mr. Yao Yudong
Ms. Zhao Bing
Ms. Wu Ping (resigned on 12 August 2024)
Mr. Xu Zijie (appointed on 12 August 2024)

Trustee and Registrar

BOCI-Prudential Trustee Limited
Suites 1501-1507 & 1513-1516,
15/F, 1111 King's Road,
Taikoo Shing,
Hong Kong

Manager

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

Legal Counsel to the Manager

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

Custodian

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

Auditor

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



**REPORT OF THE MANAGER TO THE UNITHOLDERS
DA CHENG HONG KONG DOLLAR MONEY MARKET FUND
(A SUB-FUND OF DCI INVESTMENT TRUST)**

Fund Performance

Da Cheng Hong Kong Money Market Fund (the "Sub-Fund") seeks to achieve a return in HK Dollars in line with a combination MOP, HKD and US Dollars money market rates, with primary considerations of both capital security and liquidity. As of 30 June 2024, the Sub-Fund aggregates a total asset size of approximately HKD 175,455,420

Market Overview

In the first half of 2024, the Federal Reserve kept its interest rate policy unchanged, and the policy rate level remained at the range of 5.25-5.5%. The key to the market's attention and the anchorage of various assets remains the Federal Reserve's interest rate policy and the overall process of U.S. inflation control. In 2024 H1, although the US economy still maintains resilience, but the overall inflation has formed a significant downward trend, the market's focus theme changed from "Higher for longer" to the timing for the Federal Reserve began to cut interest rates and the number of interest rate cuts in 2024 and 2025, according to the overall US macro data, there is a relatively high probability of interest rate cuts in the second half of the year.

In the money market, affected by the expected interest rate cut in the US, the money market interest rate on the dollar side has declined significantly compared with the end of last year, mainly because the capital side has begun to reflect the possible future interest rate cut by the Federal Reserve in advance. Even so, money market rates remain at relatively high levels for nearly two decades. As of the first half of the year, the six-month T Bill in the United States closed at the level of 5.328, and the one-year T Bill closed at the level of 5.118, the yield curve of the money market has inverted, so the appropriate stretch of the money market fund's duration is conducive to locking in the future relatively high interest rate return in advance. Although the probability of interest rate cuts by the Federal Reserve in 2024 is relatively high, the number of interest rate cuts will be a key factor in determining money market interest rates, and it is believed that before the recession of the United States economy, the money market can still provide investors with considerable and stable returns.

The HKD money market continued to benefit from the high interest rate level of the USD in 2024, however with the expectation of rate cuts in 2024H2, the returns of HKD Money Market Fund may be also effected. In 2024H1, HKD 1M HIBOR down from 5.27 to 4.6, -67 bps.

Outlook

According to the current market's latest expectations, in the second half of 2024, the United States will have two interest rate cuts, each time by 25 basis points, Hong Kong money market rates should follow closely after the US rate cuts. The current money market already began to reflect this expectation, the overall return of money market funds compared to the same period last year fell by about 40-50 bps. With the future new US dollar rate reduction cycle, HKD may also following on the reduction cycle, there is a possibility of further declines in money market fund returns. But the probability of reoccurring the super low interest rate environment of 2020-2022 in the near short term, is still relatively low. Therefore, money market funds may also be able to provide relatively high, 3% above, returns in the second half of 2024, however, the overall lower trend becomes a high probability event. The Hong Kong dollar has a chance of staying strong for a short term.

Da Cheng International Asset Management Company Limited

29 August 2024

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

STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 JUNE 2024

	DA CHENG HONG KONG DOLLAR MONEY MARKET FUND	
	30 June 2024 (Unaudited) HKD	31 December 2023 (Audited) HKD
Assets		
Prepayments and other assets	45,644	-
Interest receivable	502,429	568,017
Fixed deposit	158,479,162	-
Cash and cash equivalents	16,503,656	150,251,955
Total assets	175,530,891	150,819,972
Liabilities		
Management fee payable	18,767	4,282
Trustee fee payable	14,000	9,815
Amount payable on redemption of units	-	-
Accrued expenses and other payables	63,780	121,912
Total liabilities	96,547	136,009
Net assets attributable to unitholders (in accordance with IFRSs)	175,434,344	150,683,963
Adjustment for different basis adopted by the sub-Fund in arriving net assets attribute to unitholders	21,076	-
Net assets attributable to unitholders (in accordance with the Sub-Fund's explanatory memorandum)	175,455,420	150,683,963
Number of Units in Issue		
- HKD Class A	373,713	598,873
- HKD Class E	4,606,295	1,751,701
- HKD Class I	299	299
- HKD Class M	11,144,205	11,784,820
- HKD Class P	2,042	2,042
- USD Class A	82	90
- MOP Class I	110	-
- MOP Class P	110	-
- MOP Class R Acc	110	-
- MOP Class R Dist	110	-
- MOP Acc Class A	37,519	-
- MOP Dist Class A	10	-
- HKD Class R Acc	201	-



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

STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 JUNE 2024

Net Asset Value Per Unit

- HKD Class A	10.8571	10.6372
- HKD Class E	10.7269	10.5122
- HKD Class I	10.7441	10.5239
- HKD Class M	10.9102	10.6840
- HKD Class P	10.6922	10.4856
- USD Class A	10.6879	10.4621
- MOP Class I	10.2641	-
- MOP Class P	10.1772	-
- MOP Class R Acc	10.1586	-
- MOP Class R Dist	10.1649	-
- MOP Acc Class A	10.0550	-
- MOP Dist Class A	10.0536	-
- HKD Class R Acc	10.0392	-

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

STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

DA CHENG HONG KONG DOLLAR MONEY MARKET FUND			
		Period from 1 January 2024 to 30 June 2024	Period from 1 January 2023 to 31 December 2023
	Note	(Unaudited) HKD	(audited) HKD
Income			
Interest income from bank deposits		3,732,997	6,224,367
Net foreign exchange gains		(7)	(1,366)
Sundry income		650	-
Total investment income		<u>3,733,640</u>	<u>6,223,001</u>
Expenses			
Management fee		33,756	45,994
Trustee fee		104,242	120,170
Transaction handling fees		8,750	24,500
Auditor's remuneration		65,638	126,982
Net foreign exchange losses		-	-
Legal and professional fee		33,406	40,861
Other expenses	1	7,968	13,305
Total operating expenses		<u>253,760</u>	<u>371,812</u>
Operating profit		3,479,880	5,851,189
PROFIT/ (LOSS) AFTER DISTRIBUTIONS AND BEFORE TAX		3,479,880	5,851,189
Adjustment for different basis adopted by the sub-Fund in arriving net assets attribute to unitholders		(20,395)	(41,359)
Increase in net assets attributable to unitholders		<u><u>3,459,485</u></u>	<u><u>5,809,830</u></u>

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

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)
FOR THE PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

	Period from 1 January 2024 to 30 June 2024	Period from 1 January 2023 to 31 December 2023
	(Unaudited)	(audited)
	HKD	HKD
Net assets attributable to unitholders at the beginning of the period	150,725,434	114,041,572
--Proceeds on issue of units	77,005,553	297,027,434
--Payments on redemption of units	(55,735,055)	(266,153,402)
Net increase from unit transactions	21,270,498	30,874,032
Increase in net assets attributable to unitholders	3,459,485	5,809,830
Net assets attributable to unitholders at the end of the period	175,455,417	150,725,434

	HKD	2024 HKD	HKD	HKD	HKD	USD
	Class A	Class E	Class I	Class M	Class P	Class A
Number of units in issue at the beginning of the period	598,873	1,751,700	299	11,784,821	2,042	90
Units issued	215,129	5,217,262	-	1,755,210	-	-
Units redeemed	(440,289)	(2,362,668)	-	(2,395,825)	-	(8)
Number of units in issue at the end of the period	373,713	4,606,294	299	11,144,206	2,042	82

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

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)
FOR THE PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

	MOP Class I	MOP Class P	2024 MOP Class R Acc	MOP Class R Dist	MOP Acc Class A Units	MOP Dist Class A Units	HKD Acc Class R Units
Number of units in issue at the beginning of the period	-	-	-	-	-	-	-
Units issued	110	110	2,281	110	37,519	10	201
Units redeemed	-	-	(2,170)	-	-	-	-
Number of units in issue at the end of the period	110	110	111	110	37,519	10	201

	HKD Class A 1,088,816	2023 HKD Class E 4,471	HKD Class I 299	HKD Class M 9,978,581	HKD Class P 2,042	USD Class A 4,370
Number of units in issue at the beginning of the period						
Units issued	23,707,552	2,185,522	-	2,887,085	10	353
Units redeemed	(24,197,495)	(438,293)	-	(1,080,845)	(10)	(4,633)
Number of units in issue at the end of the period	598,873	1,751,700	299	11,784,821	2,042	90

	MOP Class I	MOP Class P	2023 MOP Class R Acc	MOP Class R Dist	MOP Acc Class A Units	MOP Dist Class A Units	HKD Acc Class R Units
Number of units in issue at the beginning of the period	-	-	-	-	-	-	-
Units issued	-	-	-	-	-	-	-
Units redeemed	-	-	-	-	-	-	-
Number of units in issue at the end of the period	-	-	-	-	-	-	-



**DA CHENG HONG KONG DOLLAR MONEY MARKET FUND
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**INVESTMENT PORTFOLIO (UNAUDITED)
AS AT 30 JUNE 2024**

	Days	
Portfolio weighted average maturity in days	28.02	
Portfolio weighted average life in days	28.02	
	Market Value HKD	% of Net Asset
Daily liquid assets	175,485,247	100.02
Weekly liquid assets	175,485,247	100.02

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

STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)
FOR THE PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

	1 January 2024	Additions	Bonus /Dividends	Deductions	30 June 2024
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Listed/Quoted Equities

Nil



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

PERFORMANCE RECORD (UNAUDITED)
AS AT 30 JUNE 2024

Net asset value

Net asset value per unit

At the end of the financial period ended	Net asset value (in HKD)	Class A -HKD	Class E -HKD	Class I - HKD	Class M - HKD
30 June 2024	175,455,419	10.8571	10.7269	10.7441	10.9102
31 December 2023	150,683,963	10.6372	10.5122	10.5239	10.6840
31 December 2022	114,041,572	10.2357	10.1204	10.1212	10.2704

Net asset value per unit

At the end of the financial period ended	Class P -HKD	Class A- USD	Class I -MOP	Class P -MOP	Class R- M OP (Acc)
30 June 2024	10.6922	10.6879	10.2641	10.1772	10.1586
31 December 2023	10.4856	10.4621	-	-	-
31 December 2022	10.1095	10.0881	-	-	-

Net asset value per unit

At the end of the financial period ended	Class R –MOP (Dist)	Class A –MO P(Acc)	Class A- MOP (Dist)	Class R – HKD (Acc)
30 June 2024	10.1649	10.0550	10.0536	10.0392
31 December 2023	-	-	-	-
31 December 2022	-	-	-	-

DCI INVESTMENT TRUST
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PERFORMANCE RECORD (UNAUDITED)
AS AT 30 JUNE 2024

Highest and lowest net asset value per unit

	Highest subscription price per unit	Lowest redemption price per unit
Financial period ended 30 June 2024		
HKD Class A (in HKD)	HKD10.8571	HKD10.6398
HKD Class E (in HKD)	HKD10.7269	HKD10.5147
HKD Class I (in HKD)	HKD10.7741	HKD10.5265
HKD Class M (in HKD)	HKD10.9102	HKD10.6866
HKD Class P (in HKD)	HKD10.6922	HKD10.4880
USD Class A (in USD)	USD10.6879	USD10.4667
MOP Class I (in MOP)	MOP10.2641	MOP10.0712
MOP Class P (in MOP)	MOP10.1772	MOP10.0000
MOP Class R Acc (in MOP)	MOP10.1586	MOP10.0000
MOP Class R Dist (in MOP)	MOP10.1649	MOP10.0000
MOP Acc Class A Units (in MOP)	MOP10.0550	MOP10.0000
MOP Dist Class A Units (in MOP)	MOP10.0536	MOP10.0000
HKD Acc Class R Units (in HKD)	HKD10.0392	HKD 9.9900

	Highest subscription price per unit	Lowest redemption price per unit
Financial period ended 31 December 2023		
HKD Class A (in HKD)	HKD 10.6342	HKD 10.2392
HKD Class E (in HKD)	HKD 10.5092	HKD 10.1238
HKD Class I (in HKD)	HKD 10.5209	HKD 10.1247
HKD Class M (in HKD)	HKD 10.6808	HKD 10.2740
HKD Class P (in HKD)	HKD 10.4826	HKD 10.1128
USD Class A (in USD)	HKD 10.4591	HKD 10.0759

	Highest subscription price per unit	Lowest redemption price per unit
Financial period ended 31 December 2022		
HKD Class A (in HKD)	HKD10.2345	HKD10.1133
HKD Class E (in HKD)	HKD10.1192	HKD10.0039
HKD Class I (in HKD)	HKD10.1200	HKD10.0237
HKD Class M (in HKD)	HKD10.2691	HKD10.1376
HKD Class P (in HKD)	HKD10.1084	HKD10.0044
USD Class A (in USD)	USD10.0989	USD 9.9051
	HKD10.2345	HKD10.1133



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

Notes to the financial statements (Unaudited)

FOR THE PERIOD FROM 1 JANUARY 2024 TO 30 JUNE 2024

Basis of preparation and accounting policies

The unaudited interim financial statements have been prepared in accordance with International Financial Reporting Standards ("IFRSs") and the relevant disclosure provisions specified in Appendix E of the Code on Unit Trusts and Mutual Funds of the Securities and Futures Commission of Hong Kong ("SFC").

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2023, as described in Note 2 of the annual financial statements.

Note 1: During the period ended 30 June 2024 and 31 December 2023, the other expenses (bank charges) paid to its connected person of Trustee were as follows:

	For the period from 1 January 2024 to 30 June 2024 HKD	For the year ended 31 December 2023 HKD
Bank of China (Hong Kong) Limited	600	600