



CMB International Open-ended Fund Company

For the period from 18 December 2023 (date of
incorporation) to 31 December 2024

CONTENTS	Page(s)
Manager's report	1
Custodian's report to the shareholders	2
Independent auditor's report	3 - 7
Statement of assets and liabilities	8
Statement of comprehensive income	9
Statement of changes in net assets attributable to shareholders	10 - 12
Statement of cash flows	13 - 14
Notes to the financial statements	15 - 44
Investment portfolio as at 31 December 2024 (Unaudited)	45 - 46
Statement of movements in portfolio holdings for the period from 18 December 2023 (date of incorporation) to 31 December 2024 (Unaudited)	47
Performance record (Unaudited)	48
Administration	49

Manager's report

Looking back at 2024, the Federal Reserve carried out three rate cuts over the course of the year, lowering target range from 5.25%–5.50% at the beginning of the year to 4.25%–4.50% by year-end, with a cumulative cut of 100 basis points. The Fed remained on hold in the first half of the year and initiated its first rate cut of 50 basis points in the September meeting, an unexpected move that reflected the Fed's swift response to signs of economic slowdown, including manufacturing PMI falling below the expansion/contraction threshold and a cooling labor market. Subsequently, the Fed cut rates by 25 basis points in both November and December meetings, emphasizing its commitment to supporting maximum employment and returning inflation to the 2% target, while carefully assessing incoming data, evolving economic conditions, and the balance of risks.

In terms of U.S. Treasury yields, short-end rates declined steadily over the year, while long-end rates rose due to multiple supporting factors, resulting in a steepening of the yield curve and an end to the prolonged yield curve inversion. As of the end of 2024, the 1-year Treasury yield had declined by 62bps to 4.14%, while 5-year and 10-year yields rose by 53bps and 69bps respectively, reaching 4.38% and 4.57%.

U.S. money market funds continued to expand in 2024, consistently hitting new highs. Despite the Fed initiating rate cuts and regulatory reforms taking effect, investors continued pouring into money market funds, pushing total assets to a record level. By the end of 2024, total assets had surpassed \$6.81 trillion, an increase of approximately \$920 billion from the beginning of the year.

Looking ahead to 2025, the macroeconomic environment is expected to remain complex and uncertain. Structural inflation and relatively high policy rates may persist for an extended period, while rising interest expenses and economic slowdown will place further pressure on government debt expansion. The pace and intensity of policy implementation, along with geopolitical risks, may influence the economic trajectory. Investors are advised to stay vigilant and adjust duration positioning with caution. Against this backdrop of uncertainty, stable returns from short-term money markets remain a relatively certain allocation choice. The appeal of U.S. dollar money market funds is likely to persist throughout the year.



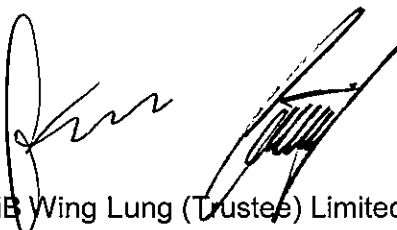
CMB International Asset Management Limited

30 APR 2025

Custodian's report to the shareholders

We hereby confirm that, in our opinion, the Manager of the Company and its Sub-fund has in all material respects managed the Company and its Sub-fund in accordance with the provisions of the Instrument of Incorporation, as amended and restated, during the period from 18 December 2023 (date of incorporation) to 31 December 2024.

For and on behalf of CMB Wing Lung (Trustee) Limited in its capacity as Custodian of CMB International Open-ended Fund Company



CMB Wing Lung (Trustee) Limited

30 APR 2025



Independent auditor's report to the shareholders of CMB International Open-ended Fund Company

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of CMB International Open-ended Fund Company and its sub-fund (the "Company and its Sub-fund") set out on pages 8 to 44, which comprise the statement of assets and liabilities as at 31 December 2024, and the statement of comprehensive income, the statement of changes in net assets attributable to shareholders and statement of cash flows for the period from 18 December 2023 (date of incorporation) to 31 December 2024, and notes, comprising material accounting policy information and other explanatory information.

In our opinion, the financial statements give a true and fair view of the financial position of the Company and its Sub-fund as at 31 December 2024, and of its financial performance and cash flows for the period from 18 December 2023 (date of incorporation) to 31 December 2024 in accordance with Hong Kong Financial Reporting Standards ("HKFRSs") issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA").

Basis for Opinion

We conducted our audit in accordance with Hong Kong Standards on Auditing ("HKSAs") 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 are independent of the Company and its Sub-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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.



Independent auditor's report to the shareholders of CMB International Open-ended Fund Company (continued)

Report on the Audit of the Financial Statements (continued)

Information Other than the Financial Statements and Auditor's Report Thereon

The Manager and the Directors of the Company and its Sub-fund are responsible for the other information. The other information comprises all the information included in the annual report, other than the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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

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

Responsibilities of Manager and Directors for the Financial Statements

The Manager and the Directors of the Company and its Sub-fund are responsible for the preparation of the financial statements that give a true and fair view in accordance with HKFRSs issued by the HKICPA, and for such internal control as the Manager and the Directors determine 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 Manager and the Directors of the Company and its Sub-fund are responsible for assessing the Company's and its Sub-fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager and the Directors either intend to liquidate the Company and its Sub-fund or to cease operations, or have no realistic alternative but to do so.

Independent auditor's report to the shareholders of CMB International Open-ended Fund Company (continued)

Report on the Audit of the Financial Statements (continued)

Responsibilities of Manager and Directors for the Financial Statements (continued)

In addition, the Manager and the Directors of the Company and its Sub-fund are required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Company's instrument of incorporation, Part 7 of the Securities and Futures (Open-ended Fund Companies) Rules ("OFC Rules"), Appendix E of the Code on Unit Trusts and Mutual Funds ("UT Code") and Chapter 9 of the Code on Open-Ended Fund Companies ("OFC Code") issued by the Hong Kong Securities and Futures Commission.

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 is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. This report is made 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 Company and its Sub-fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Company's instrument of incorporation, Part 7 of the OFC Rules, Appendix E of the UT Code and Chapter 9 of the OFC Code.



Independent auditor's report to the shareholders of CMB International Open-ended Fund Company (continued)

Report on the Audit of the Financial Statements (continued)

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

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

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

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



Independent auditor's report to the shareholders of CMB International Open-ended Fund Company (continued)

Report on matters under the relevant disclosure provisions of the Company's instrument of incorporation, Part 7 of the OFC Rules, Appendix E of the UT Code and Chapter 9 of the OFC Code

In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Company's instrument of incorporation, Part 7 of the OFC Rules, Appendix E of the UT Code and Chapter 9 of the OFC Code.

A handwritten signature in black ink, appearing to be 'Ging'.

Certified Public Accountants

8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong

30 APR 2025

Statement of assets and liabilities as at 31 December 2024 (Expressed in United States dollars)

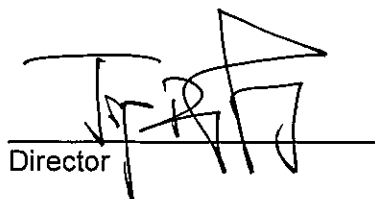
		CMB International Open-ended Fund Company ⁽¹⁾ 2024 USD	CMB International USD Money Market Fund ⁽²⁾ 2024 USD
Assets			
Financial assets at fair value through profit or loss	5	-	364,833,684
Interest receivables		-	10,584,260
Fixed deposits with original maturity more than three months	9	-	513,650,165
Cash and cash equivalents	8	-	915,944,569
Total assets		-	1,805,012,678
Liabilities			
Management fee payable	6(a)	-	704,519
Fund administration fee payable	6(c)	-	332,551
Audit fee payable		-	14,499
Transaction fee payable	6(c)	-	28,598
Other payables and accrued expenses		-	4,127
Total liabilities		-	1,084,294
Net assets attributable to shareholders			
Financial liabilities		-	1,803,928,384

⁽¹⁾ The date of incorporation for CMB International Open-ended Fund Company was 18 December 2023.

⁽²⁾ The date of establishment for CMB International USD Money Market Fund was 18 December 2023. The launch date for CMB International USD Money Market Fund was 1 February 2024, and there was no transaction before the launch date.

Approved and authorised for issue by the Directors on **30 APR 2025**


Director


Director

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

Statement of comprehensive income for the period from 18 December 2023 (date of incorporation) to 31 December 2024 (Expressed in United States dollars)

	Note	CMB International Open-ended Fund Company ⁽¹⁾ 2024 USD	CMB International USD Money Market Fund ⁽²⁾ 2024 USD
Interest income	7	-	39,727,749
Net gains from financial assets at fair value through profit or loss	3	-	528,382
Other income		-	15,315
Total investment income		-	40,271,446
Management fees	6(a)	-	(3,449,525)
Fund administration fee expense	6(c)	-	(371,719)
Auditor's remuneration		-	(14,499)
Bank charges		-	(15,876)
Professional fee		-	(1,961)
Establishment cost	11	-	(39,409)
Transaction fee expense	6(c)	-	(34,080)
Other operating expenses		-	(14,757)
Total operating expenses		-	(3,941,826)
Profit before distributions to shareholders		-	36,329,620
Distributions to holders of redeemable shares	12	-	-
Profit before taxation		-	36,329,620
Taxation	4	-	-
Increase in net assets attributable to shareholders and total comprehensive income for the period		-	36,329,620

(1) The date of incorporation for CMB International Open-ended Fund Company was 18 December 2023.

(2) The date of establishment for CMB International USD Money Market Fund was 18 December 2023. The launch date for CMB International USD Money Market Fund was 1 February 2024, and there was no transaction before the launch date.

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

**Statement of changes in net assets attributable to
shareholders for the period from 18 December 2023 (date of
incorporation) to 31 December 2024**
(Expressed in United States dollars)

		CMB International Open-ended Fund Company ⁽¹⁾ 2024 USD	CMB International USD Money Market Fund ⁽²⁾ 2024 USD
Balance at the beginning of the period		-	-
Increase in net assets attributable to shareholders and total comprehensive income for the period		-	36,329,620
Subscriptions and redemptions by shareholders			
Subscriptions of shares	12	-	4,013,047,926
Redemptions of shares	12	-	(2,245,449,162)
Net subscriptions by shareholders		-	1,767,598,764
Balance at the end of the period		-	1,803,928,384

⁽¹⁾ The date of incorporation for CMB International Open-ended Fund Company was 18 December 2023.

⁽²⁾ The date of establishment for CMB International USD Money Market Fund was 18 December 2023. The launch date for CMB International USD Money Market Fund was 1 February 2024, and there was no transaction before the launch date.

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

Statement of changes in net assets attributable to shareholders for the period ended to 31 December 2024 (continued) (Expressed in shares)

		CMB International Open-ended Fund Company ⁽¹⁾ 2024 shares	CMB International USD Money Market Fund ⁽²⁾ 2024 shares
Class A – USD share			
Balance at the beginning of the period		-	-
Shares subscribed during the period		-	49,959,345
Shares redeemed during the period		-	(22,987,658)
Balance at the end of the period		-	26,971,687
Net asset value per share ⁽³⁾	10	-	10.5070
Class C – USD share			
Balance at the beginning of the period		-	-
Shares subscribed during the period		-	22,589,536
Shares redeemed during the period		-	(12,569,239)
Balance at the end of the period		-	10,020,297
Net asset value per share ⁽³⁾	10	-	10.4879
Class I – USD share			
Balance at the beginning of the period		-	-
Shares subscribed during the period		-	17,521,048
Shares redeemed during the period		-	(7,987,519)
Balance at the end of the period		-	9,533,529
Net asset value per share ⁽³⁾	10	-	10.5166

Statement of changes in net assets attributable to shareholders for the period from 18 December 2023 (date of incorporation) to 31 December 2024 (continued) (Expressed in shares)

		CMB International Open-ended Fund Company ⁽¹⁾ 2024	CMB International USD Money Market Fund ⁽²⁾ 2024
Class R – USD share			
Balance at the beginning of the period		-	-
Shares subscribed during the period		-	272,340,690
Shares redeemed during the period		-	(149,824,506)
Balance at the end of the period		-	122,516,184
Net asset value per share ⁽³⁾	10	-	10.4640
Class M – USD share			
Balance at the beginning of the period		-	-
Shares subscribed during the period		-	27,367,527
Shares redeemed during the period		-	(24,214,436)
Balance at the end of the period		-	3,153,091
Net asset value per share ⁽³⁾	10	-	10.5214

⁽¹⁾ The date of incorporation for CMB International Open-ended Fund Company was 18 December 2023.

⁽²⁾ The date of establishment for CMB International USD Money Market Fund was 18 December 2023. The launch date for CMB International USD Money Market Fund was 1 February 2024, and there was no transaction before the launch date.

⁽³⁾ The net asset value per unit is rounded to the nearest 4 decimal places in accordance with the Prospectus.

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

Statement of cash flows
for the period from 18 December 2023 (date of
incorporation) to 31 December 2024
(Expressed in United States dollars)

	CMB International Open-ended Note Fund Company ⁽¹⁾	CMB International USD Money Market Fund ⁽²⁾ 2024 USD
Operating activities		
Increase in net assets attributable to shareholders and total comprehensive income for the period	-	36,329,620
Adjustments for:		
Interest income	-	(39,727,749)
Net gain from financial assets at fair value through profit or loss	-	(528,382)
Operating losses before changes in working capital	-	(3,926,511)
Purchase of financial assets at fair value through profit or loss	-	(805,648,533)
Proceeds from sale of financial assets at fair value through profit or loss	-	441,343,231
Increase in fixed deposits with original maturity more than three months	-	(513,650,165)
Increase in management fee payable	-	704,519
Increase in fund administration fee payable	-	332,551
Increase in audit fee payable	-	14,499
Increase in transaction fee payable	-	28,598
Increase in other payables and accrued expenses	-	4,127
Net cash used in operations	-	(880,797,684)
Interest received	-	29,143,489
Interest paid	-	-
Net cash used in operating activities	-	(851,654,195)

Statement of cash flows for the period from 18 December 2023 (date of incorporation) to 31 December 2024 (continued) (Expressed in United States dollars)

	CMB International Open-ended Note Fund Company ⁽¹⁾	CMB International USD Money Market Fund ⁽²⁾ 2024 USD
Financing activities		
Proceeds from subscription of shares	-	4,013,047,926
Payments on redemption of shares	-	(2,245,449,162)
Net cash generated from financing activities	-	1,767,598,764
Net increase in cash and cash equivalents	-	915,944,569
Cash and cash equivalents at the beginning of the period	-	-
Cash and cash equivalents at the end of the period	-	915,944,569
Analysis of cash and cash equivalents		
Cash at bank	-	296,635,649
Short-term deposits with original maturity within three months	-	619,308,920
Total cash and cash equivalents on statement of assets and liabilities	-	915,944,569

⁽¹⁾ The date of incorporation for CMB International Open-ended Fund Company was 18 December 2023.

⁽²⁾ The date of establishment for CMB International USD Money Market Fund was 18 December 2023. The launch date for CMB International USD Money Market Fund was 1 February 2024, and there was no transaction before the launch date.

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

Notes to the financial statements

(Expressed in United States dollar unless otherwise indicated)

1 The Company

CMB International Open-ended Fund Company (the "Company") is an open-ended fund company with variable capital and limited liability regulated under the Hong Kong Securities and Futures Ordinance ("SFO"). The Company is established with an umbrella structure and the Sub-funds of the Company have segregated liability. The Company is incorporated pursuant to an Instrument of Incorporation filed to the Companies Registry of Hong Kong on and effective as of 18 December 2023 (the "Instrument") with registration number OF224.

There were three sub-funds created under the Company as at 31 December 2024. These sub-funds were launched on the date set out below:

<i>Name of sub-funds</i>	<i>Registration Date</i>	<i>Launch date</i>
CMB International USD Money Market Fund	2 January 2024	1 February 2024
CMB International HKD Money Market Fund	23 October 2024	6 January 2025
CMBI Investment Grade Bond Fund	23 October 2024	2 December 2024

The Sub-funds are authorised by the Hong Kong Securities and Futures Commission (the "SFC") under section 104 of the SFO. They are governed by the relevant provisions of the Code on Open Ended Fund Companies (the "OFC Code") and the Code on Unit Trusts and Mutual Funds (the "UT Code") issued by the SFC.

Other than CMB International USD Money Market Fund (the "Sub-fund"), CMB International HKD Money Market Fund is registered under the SFC but are not in operation during the period from 18 December 2023 (date of incorporation) to 31 December 2024. CMBI Investment Grade Bond Fund is registered under the SFC but its first accounting period in accordance to the Prospectus is as at 31 December 2025. Therefore these remaining sub-funds are not presented in these financial statements.

The investment objective of CMB International USD Money Market Fund is to invest in short term deposits and high-quality money market investments. The Sub-fund seeks to achieve a return in USD in line with prevailing money market rate.

The Company has appointed CMB International Asset Management Limited (the "Manager") to manage the assets of the Company and the Sub-fund (i.e. to carry out investment management functions), pursuant to the Management Agreement. The Manager is licensed to carry on Types 1 (Dealing in Securities), 4 (Advising on Securities), and 9 (Asset Management) Regulated Activities under Part V of the SFO.

1 The Company (continued)

The Company has appointed CMB Wing Lung (Trustee) Limited (the "Custodian", the "Administrator" and the "Registrar"), as the custodian, the administrator and the registrar for the Company and the Sub-fund.

The Custodian shall act as custodian of the assets of the Company and the Sub-fund in respect of which it has been so appointed, pursuant to the Custody Agreement. The Custodian is responsible for the safekeeping of all the investments, cash and other assets forming part of the assets of the Company and the Sub-fund, and such assets will be dealt with pursuant to the terms in the Custody Agreement. The Custodian must take reasonable care, skill and diligence to ensure the safekeeping of the relevant the Company and the Sub-fund's property entrusted to it.

The Administrator of the Company and the Sub-fund will perform accounting, administrative, transfer agent, registrar and other services for the Company pursuant to the Administration Agreement. The Administrator is entitled to administrator's fee charged at rates agreed between the Company on behalf of and for the account of the Company and the Sub-fund and the Administrator from time to time.

2 Material accounting policies

(a) Statement of compliance

The financial statements have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("HKFRSs"), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong, and the relevant disclosure provisions of the OFC Code and the UT code issued by the SFC. Material accounting policies adopted by the Company and the Sub-fund are disclosed below.

The HKICPA has issued certain amendments to HKFRSs that are available for early adoption for the current accounting period. The Company and the Sub-fund have not applied any new standard or interpretation that is not yet effective for current accounting period (see note 17)

The Company and the Sub-fund have consistently applied the accounting policies during the period.

(b) Basis of preparation of the financial statements

The financial statements of the Company and the Sub-fund are presented in their functional currencies - United States dollars ("USD") for the Company and CMB International USD Money Market Fund. The financial statement is rounded to the nearest dollar.

The measurement basis used in the preparation of these financial statements is the historical cost basis except that financial instruments classified as designated at fair value through profit or loss are stated at their fair value as explained in the accounting policies set out below.

2 Material accounting policies (continued)

The preparation of financial statements in conformity with HKFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, 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 values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

(c) *Income and expenses*

Interest income is recognised as it accrues using effective interest method. Interest on bank deposits is recognized in the statement of comprehensive income as other income. Interest income on debt securities is separately disclosed in the statement of comprehensive income as interest income. All other income and expenses are accounted for on an accrual basis.

(d) *Investments*

(i) Classification of financial assets

On initial recognition, the Company and the Sub-fund classify financial assets as measured at amortised cost or fair value through profit or loss ("FVTPL").

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI").

All other financial assets of the Company and the Sub-fund are measured at FVTPL.

Business model assessment

In making an assessment of the objective of the business model in which a financial asset is held, the Company and the Sub-fund consider all of the relevant information about how the business is managed, including:

- the documented investment strategy and the execution of this strategy in practice. This includes whether the investment strategy focuses on earning contractual interest income, maintaining a particular interest rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;

2 Material accounting policies (continued)

- how the performance of the portfolio is evaluated and reported to the Company and the Sub-fund's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how the Manager is compensated: e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior years, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Company and the Sub-fund's continuing recognition of the assets.

The Company and the Sub-fund have determined that it has two business models.

- Held-to-collect business model: this includes interests receivables, amounts due from brokers, fixed deposits with original maturity more than three months, cash and cash equivalents and prepayment and other receivables. These financial assets are held to collect contractual cash flow.
- Other business model: this includes debt securities, equity instruments and derivatives. These financial assets are managed and their performance is evaluated, on a fair value basis, with frequent sales taking place.

Assessment whether contractual cash flows are SPPI

For the purposes of this assessment, "principal" is defined as the fair value of the financial asset on initial recognition. "Interest" is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular year of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are SPPI, the Company and the Sub-fund consider the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment, the Company and the Sub-fund consider:

- contingent events that would change the amount or timing of cash flows;
- leverage features;
- prepayment and extension features;
- terms that limit the Company and the Sub-fund's claim to cash flows from specified assets (e.g. non-recourse features); and
- features that modify consideration for of the time value of money (e.g. periodic reset of interest rates).

2 Material accounting policies (continued)

The Company and the Sub-fund classify its investments based on the business model and contractual cash flows assessment. Accordingly, the Company and the Sub-fund classify all its investments into financial assets and liabilities at FVTPL category. Financial assets measured at amortised cost include interest receivables, amounts due from brokers, fixed deposits with original maturity more than three months, cash and cash equivalents and prepayment and other receivables.

Reclassifications

Financial assets are not reclassified subsequent to their initial recognition unless the Company and the Sub-fund were to change its business model for managing financial assets, in which case all affected financial assets would be reclassified on the first day of the first reporting period following the change in the business model.

(ii) Classification of financial liabilities

Financial liabilities are classified as measured at amortised cost or FVTPL.

A financial liability is classified as at FVTPL if it is a derivative. Financial liabilities at FVTPL are measured at fair value and net gains and losses are recognised in profit or loss.

Other financial liabilities are subsequently measured at amortised cost using the effective interest method. Foreign exchange gains and losses are recognised in profit or loss.

Any gain or loss on derecognition is also recognised in profit or loss.

Accordingly, financial liabilities measured at amortised cost include amounts due to brokers, fund administration fee payable, management fee payable, performance fee payable, audit fee payable, transaction fee payable and other payables and accrued expenses.

(iii) Recognition

The Company and the Sub-fund recognise financial assets and financial liabilities on the date they become a party to the contractual provisions of the instruments.

A regular way purchase or sale of financial assets or financial liabilities at fair value through profit or loss is recognised on a trade date basis. From this date, any gains or losses arising from changes in fair value of the financial assets or financial liabilities at fair value through profit or loss are recorded.

Financial liabilities are not recognised unless one of the parties has performed their obligations under the contract or the contract is a derivative contract not exempted from the scope of HKFRS 9.

2 Material accounting policies (continued)

(iv) Measurement

Financial instruments are measured initially at fair value (transaction price). Transaction costs on financial assets and liabilities at fair value through profit or loss are expensed immediately.

Subsequent to initial recognition, all instruments classified at fair value through profit or loss are measured at fair value with changes in their fair values recognised in profit or loss.

Financial assets classified as loans and receivables are carried at amortised cost using the effective interest rate method, less impairment losses, if any.

Financial liabilities, other than those at fair value through profit or loss, are measured at amortised cost using the effective interest rate method.

(v) Fair value measurement principles

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 in the principal or, in its absence, the most advantageous market to which the Company and the Sub-fund have access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Company and the Sub-fund measure the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as active if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

If there is no quoted price in an active market, then the Company and the Sub-fund use valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

The Company and the Sub-fund recognise transfers between levels of the fair value hierarchy as at the end of the reporting period during which the change has occurred.

Net gains or losses from financial assets at fair value through profit or loss are included in the statement of comprehensive income. The item includes realised gains and losses net change in unrealised gains and losses from financial assets at fair value through profit or loss. Changes in unrealised gains and losses comprise changes in the fair value of financial instruments for the period and from reversal of prior period's unrealised gains and losses for financial instruments which were realised in the reporting period. Realised gains and losses on disposals of financial instruments classified as 'at fair value through profit or loss' represent the difference between an instrument's initial carrying amount and disposal amount or cash payments.

2 Material accounting policies (continued)

(vi) Amortised cost measurement

The “amortised cost” of a financial asset or financial liability is the amount at which the financial asset or financial liability is measured on initial recognition minus the principal repayments, plus or minus the cumulative amortisation using the effective interest method of any difference between that initial amount and the maturity amount and, for financial assets, adjusted for any loss allowance.

(vii) Impairment

The Company and the Sub-fund recognise loss allowances for expected credit losses (“ECLs”) on financial assets measured at amortised cost.

The Company and the Sub-fund measure loss allowances at an amount equal to lifetime ECLs, except for the following, which are measured at 12-month ECLs:

- financial assets that are determined to have low credit risk at the reporting date; and
- other financial assets for which credit risk (i.e. the risk of default occurring over the expected life of the asset) has not increased significantly since initial recognition.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECLs, the Company and the Sub-fund consider reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis, based on the Company and the Sub-fund’s historical experience and informed credit assessment and including forward-looking information.

The Company and the Sub-fund assume that the credit risk on a financial asset has increased significantly if it is more than 30 days past due.

The Company and the Sub-fund consider a financial asset to be in default when:

- the borrower is unlikely to pay its credit obligations to the Company and the Sub-fund in full, without recourse by the Company and the Sub-fund to actions such as realising security (if any is held); or
- the financial asset is more than 90 days past due.

The Company and the Sub-fund consider a financial asset to have low credit risk when the credit rating of the counterparty is equivalent to the globally understood definition of ‘investment grade’. The Company and the Sub-fund consider this to be Baa3 or higher per Moody’s or BBB- or higher per Standard & Poor’s or BBB- or higher per Fitch’s.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter year if the expected life of the instrument is less than 12 months).

The maximum year considered when estimating ECLs is the maximum contractual year over which the Company and the Sub-fund are exposed to credit risk.

2 Material accounting policies (continued)

Measurement of ECLs

ECLs are a probability-weighted estimate of credit losses. Credit losses are measured as the present value of all cash shortfalls (i.e. the difference between the cash flows due to the entity in accordance with the contract and the cash flows that the Company and the Sub-fund expect to receive).

ECLs are discounted at the effective interest rate of the financial asset.

Credit-impaired financial assets

At each reporting date, the Company and the Sub-fund assess whether financial assets carried at amortised cost are credit-impaired. A financial asset is 'credit-impaired' when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred.

Evidence that a financial asset is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being more than 90 days past due; or
- it is probable that the borrower will enter bankruptcy or other financial reorganisation.

Presentation of allowance for ECLs in the statement of assets and liabilities

Loss allowances for financial assets measured at amortised cost are deducted from the gross carrying amount of the assets.

Write-off

The gross carrying amount of a financial asset is written off when the Company and the Sub-fund have no reasonable expectations of recovering a financial asset in its entirety or a portion thereof.

(viii) Derecognition

A financial asset is derecognised when the contractual rights to receive the cash flows from the financial asset expire, or where the financial asset together with substantially all the risks and rewards of ownership, have been transferred.

Assets held for trading that are sold are derecognised and corresponding receivables from brokers are recognised as of the date the Company and the Sub-fund commit to sell the assets.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

On derecognition of a financial asset, the difference between the carrying value of the asset and the consideration received is recognised in profit or loss.

2 Material accounting policies (continued)

(ix) Offsetting

Financial assets and financial liabilities are offset and the net amount is reported in the statement of assets and liabilities when the Company and the Sub-fund have a legally enforceable right to offset the recognised amounts and the transactions are intended to be settled on a net basis or simultaneously, e.g. through a market clearing mechanism.

(e) *Translation of foreign currencies*

Foreign currency transactions during the period are translated at the foreign exchange rates ruling at the transaction dates. Monetary assets and liabilities of the Company and the Sub-fund denominated in foreign currencies are translated into USD at the foreign exchange rates ruling at the end of the reporting period. Differences arising on foreign currency translation are recorded in the statement of comprehensive income.

(f) *Related parties*

(a) A person, or a close member of that person's family, is related to the Company and its Sub-fund if that person:

- (i) has control or joint control over the Company and its Sub-fund;
- (ii) has significant influence over the Company and its Sub-fund; or
- (iii) is a member of the key management personnel of the Company and its Sub-fund or the Company and its Sub-fund's parent.

(b) An entity is related to the Company and its Sub-fund if any of the following conditions applies:

- (i) The entity and the Company and its Sub-fund are members of the same group (which means that each parent, subsidiary and fellow subsidiary is related to the others).
- (ii) One entity is an associate or joint venture of the other entity (or an associate or joint venture of a member of a group of which the other entity is a member).
- (iii) Both entities are joint ventures of the same third party.
- (iv) One entity is a joint venture of a third entity and the other entity is an associate of the third entity.
- (v) The entity is a post-employment benefit plan for the benefit of employees of an entity related to the Company and its Sub-fund.
- (vi) The entity is controlled or jointly controlled by a person identified in (a).
- (vii) A person identified in (a)(i) has significant influence over the entity or is a member of the key management personnel of the entity (or of a parent of the entity).

2 Material accounting policies (continued)

- (viii) The entity, or any member of a group which it is a part, provides key management personnel services to the Company and its Sub-fund or to the Company and its Sub-fund's parent.

Close members of the family of a person are those family members who may be expected to influence, or be influenced by, that person in their dealings with the entity.

(g) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition.

(h) Taxation

Taxation for the period comprises current tax and movements in deferred tax assets and liabilities. Current tax and movements in deferred tax assets and liabilities are recognised in the statement of comprehensive income.

Current tax is the expected tax payable on the taxable income for the period, using tax rates enacted or substantively enacted at the end of the reporting period. Current tax also includes non-recoverable withholding taxes on investment income, capital gains and share dividends.

Deferred tax assets and liabilities arise from deductible and taxable temporary differences respectively, being the differences between the carrying amounts of assets and liabilities for financial reporting purposes and their tax bases.

All deferred tax liabilities, and all deferred tax assets to the extent that it is probable that future taxable capital gains will be available against which the asset can be utilised, are recognised.

The amounts of deferred tax recognised is measured based on the expected manner of realisation or settlement of the carrying amount of the assets and liabilities, using tax rates enacted or substantively enacted at the end of the reporting period. Deferred tax assets and liabilities are not discounted.

(k) Shares in issue

The Company and its Sub-fund classify capital instruments as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

A puttable financial instrument is classified as an equity instrument if it has all of the following features:

- It entitles the holder to a pro rata share of the Company and its Sub-fund's net assets in the event of the Company and its Sub-fund's liquidation.
- The instrument is in the class of instruments that is subordinate to all other classes of instruments.

2 Material accounting policies (continued)

- All financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features.
- The instrument does not include any contractual obligation to deliver cash or another financial asset other than the holder's rights to a pro rata share of the Company and its Sub-fund's net assets.
- The total expected cash flows attributable to the instrument over the life of the instrument are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Company and its Sub-fund over the life of the instrument.

In addition to the instrument having all the above features, the Company and its Sub-fund must have no other financial instrument or contract that has:

- Total cash flows based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Company and its Sub-fund; and
- The effect of substantially restricting or fixing the residual return to the puttable instrument holders.

As at 31 December 2024, CMB International USD Money Market Fund has created multiple classes of shares, which rank pari passu in all material respects but have different terms and conditions as set out in the Prospectus, which include different currencies, minimum subscription amounts, minimum redemption amount and minimum holding amount. The redeemable shares provide shareholders with the right to require redemption for cash at a value proportionate to the shareholders' share in the Sub-fund's net assets at each redemption date but also in the event of the Sub-fund's liquidation. The redeemable shares of the Sub-fund is classified as financial liabilities as at 31 December 2024.

The Manager continuously assess the classification of the redeemable shares. If the redeemable shares subsequently have all the features and meet the conditions set out in paragraphs 16A and 16B of HKAS 32, the Manager will reclassify them as equity instruments and measure them at the carrying amount of the liabilities at the date of the reclassification. If the redeemable shares cease to have all the features or meet all the conditions set out in paragraphs 16A and 16B of HKAS 32, the Manager will reclassify them as financial liabilities and measure them at fair value at the date of reclassification, with any differences from the previous carrying amount recognised in equity.

3 Net gains from financial assets at fair value through profit or loss

	CMB International USD Money Market Fund 2024 USD
Realised gains from financial assets at fair value through profit or loss	466,518
Net change in unrealised gains from financial assets at fair value through profit or loss	61,864
	<u>528,382</u>

4 Taxation

No provision for Hong Kong Profits Tax has been made in the financial statements as the Sub-fund is exempted from taxation under section 26A (1A) of the Hong Kong Inland Revenue Ordinance.

Capital gains and interest income received by the Sub-fund may be subject to non-recoverable withholding tax imposed on the country of origin. Capital gains and investment income are recorded gross of withholding tax in profit or loss.

Under the general provisions of the PRC Corporate Income Tax Law and published tax circulars, the Sub-fund would be subject to PRC withholding tax at the rate of 10% in respect of its PRC sourced income earned, including capital gains realised on the sale of PRC corporate bonds and interest income earned in respect of PRC bank deposits and corporate bonds. This withholding taxation basis should apply as it is intended that the Sub-fund would be managed and operated in such a manner that they would not be considered as a tax resident enterprise in China or otherwise as having a taxable establishment in the PRC.

The Sub-fund's Prospectus give the Manager the right to provide for withholding tax on such gains or income and withhold the tax for the account of the Sub-fund. The Manager currently does not intend to make provisions for any Mainland China tax payable by the Sub-fund on interest from debt securities issued in Mainland China. No provision will be made on realised capital gain from debt securities issued in Mainland China.

For the period from 18 December 2023 (date of incorporation) to 31 December 2024, there were no tax charge for the Sub-fund.

5 Financial assets at fair value through profit or loss

CMB
International
USD Money
Market Fund
2024
USD

Financial assets at fair value through profit or loss

Bonds	335,016,484
Certificate of deposit	29,817,200
	<u>364,833,684</u>

6 Transactions with Manager, the Custodian and the Administrator and Connected Persons

The following is a summary of significant related party transactions or transactions entered into during the period between the Sub-fund, the Manager, the Custodian, the Administrator and their Connected Persons. Connected Persons are those as defined in the UT Code issued by the SFC.

All transactions during the period between the Sub-fund, the Manager, the Custodian, the Administrator and their Connected Persons were entered into in the ordinary course of business and under normal commercial terms. To the best of the knowledge of the Manager, the Sub-fund did not have any other transactions with Connected Persons except for those disclosed below. The relevant receivables and payables are unsecured, interest free and repayable on demand.

(a) Management fees

The Company appointed CMB International Asset Management Limited to implement the investment strategy as specified in the Sub-fund's Prospectus. The Manager is entitled to receive a management fee in respect of each class of shares calculated as a percentage of the net asset value of that part of the relevant Sub-fund relating to the relevant class of shares as follows:

	Class A % p.a. USD	Class C % p.a. USD	Class I % p.a. USD	Class R % p.a. USD	Class M % p.a. USD
CMB International USD Money Market Fund	0.15%	0.35%	0.05%	0.60%	Nil

6 Transactions with Manager, the Custodian and the Administrator and Connected Persons (continued)

The management fee is calculated and accrued on monthly basis and payable monthly in arrears. The management fees charged for the period for CMB International USD Money Market Fund is disclosed in the statement of comprehensive income. The management fee incurred during the period, management fee payable at the period end for each Sub-fund are as below:

	CMB International USD Money Market Fund 2024 USD
Management fee for the period	3,449,525
Management fee payable at the period end	704,519

During the period, the Company reimbursed \$105,770 to the Manager related to the establishment cost. The Manager also reimbursed \$15,374 to the Company for supporting the Sub-fund's operation.

(b) Performance fees

The Manager is not entitled to receive a performance-linked fee which is charged as a percentage of the net asset value of the Sub-fund relating to the relevant class of shares as follows. Therefore, there is no performance fee expense and the performance fees payable for the Sub-fund for the period.

6 Transactions with Manager, the Custodian and the Administrator and Connected Persons (continued)

(c) Information on transactions with the Custodian and Administrator

The Custodian and Administrator of the Sub-fund is CMB Wing Lung (Trustee) Limited. The Custodian and Administrator is entitled to receive a fee which is charged as a percentage of the net asset value of the Sub-fund on each valuation day. The fee is calculated and accrued on each valuation day and payable monthly in arrears. The custodian and administrator fees charged for the period for each Sub-funds are disclosed as "fund administration fee expense" in the statement of comprehensive income. The Custodian is also entitled to transaction cost which is charged on each transaction. The Custodian and Administrator also earned fees for providing services to the Sub-fund during period. As at 31 December 2024, details of such fees incurred during the period and relevant payable at the period end date are as below:

	CMB International USD Money Market Fund 2024 USD
Custodian fee rate	0.01% p.a.
Administration fee rate	0.04% p.a.
Minimum Administration and custodian fee (waived for the 6 months)	USD 2,500 per month
Fund administration fee expense for the period	371,719
Fund administration fee payable at the period end	332,551
	USD20 for settlement through Clearstream and Euroclear
	USD5 for deposits at other bank
Transaction fee per transaction	
Transaction fee for the period	34,080
Transaction fee payable for the period	28,598

6 Transactions with Manager, the Custodian and the Administrator and Connected Persons (continued)

(d) Bank balance

Certain bank accounts are maintained with CMB Wing Lung Bank Limited. The bank balances as at period end date, interest income earned and bank charges incurred during the period are as below:

	CMB International USD Money Market Fund 2024 USD
Bank balances as of period end	137,380
Interest income earned during the period	209,162
Interest receivables as of period end	206,478
Bank charges incurred during the period	59,916

(e) Amount due from/(to) brokers

CMB Wing Lung Bank Limited is responsible for trade settlement services for CMB International USD Money Market Fund, in the ordinary course of its investment sales and purchases activities. Information relating to these transactions are as below:

	CMB International USD Money Market Fund 2024 USD
CMB Wing Lung Bank Limited	
Total purchases amount of securities	772,659,119
Total sales amount of securities	432,343,231
Percentage of total transactions during the period	96.63%
Total commission incurred	-
Average commission rate	-
Amount due from brokers ⁽¹⁾	-
Amount due to brokers ⁽²⁾	-

⁽¹⁾ The amount due from brokers represents the amounts receivable for securities sold but not yet settled as at the reporting date.

⁽²⁾ The amounts due to brokers represents the amounts pay for securities purchased but not yet settled as at the reporting date.

6 Transactions with Manager, the Custodian and the Administrator and Connected Persons (continued)

(f) Holding in the Sub-fund

During the period from 18 December 2023 (date of incorporation) to 31 December 2024, the following related parties and its Connected Persons invest in CMB International USD Money Market Fund. Details of the transactions during the period and balance as at period end are shown below:

As at 31 December 2024

Relationship	Investors from the Manager's Group	Investors from the Manager's Group	Investors from the Manager's Group	Investors from the Manager's Group	Investors from the Manager's Group
Name of related shareholders	CMB International Securities Limited	CMB International Securities Limited	CMB International Securities Limited	CMB International Securities Limited	CMB Wing Lung (Nominees) Limited
Name of investee funds	CMB International USD Money Market Fund Class A (USD)	CMB International USD Money Market Fund Class C (USD)	CMB International USD Money Market Fund Class I (USD)	CMB International USD Money Market Fund Class M (USD)	CMB International USD Money Market Fund Class R (USD)
Number of shares held as at period end	26,687,653	8,540,477	6,856,454	3,153,091	81,929,744
Market value of shares held as at period end	USD 280,407,167	USD 89,571,672	USD 72,106,586	USD 33,174,935	USD 857,312,838
Total purchase during the period	USD 511,162,029	USD 214,830,222	USD 149,917,030	USD 121,265,447	USD 2,148,341,353
Total sales during the period	USD (235,279,657)	USD (127,514,697)	USD (80,008,456)	USD (89,162,304)	USD (1,310,285,137)
					USD 614,925,082
					USD (220,613,383)

6 Transactions with Manager, the Custodian and the Administrator and Connected Persons (continued)

(g) Investments

During the period from 18 December 2023 (date of incorporation) to 31 December 2024, CMB International USD Money Market Fund made investments in bonds issued by CMB International Leasing Management Limited, which is a connected person to the Manager. Details of such investments held as at period end date and interest income earned by the Sub-funds from these investments are shown below:

*CMB
International
USD Money
Market Fund
2024
USD*

CMB International Leasing Management Limited

Portfolio holdings (bonds)	40,000,000
Market Value	39,999,000
% of net assets of the Sub-fund	2.22%
Interest income earned during the period	99,613

7 Interest income

*CMB
International
USD Money
Market Fund
2024
USD*

Interest income from

Bonds	7,586,008
Certificate of deposit	322,186
Time deposit	26,246,654
Bank balance	5,572,901
	<hr/> 39,727,749 <hr/>

8 Cash and cash equivalent

	CMB International USD Money Market Fund 2024 USD
Cash at banks	296,635,649
Fixed deposits with original maturity within three months	619,308,920
	<u>915,944,569</u>

As at 31 December 2024, cash and cash equivalents represents balances held with the CMB Wing Lung Bank Limited and China Construction Bank Limited, which are rated A3 and A1 based on Moody's credit rating respectively, and fixed deposits with original maturity within three months held with banks with investment grade based on Moody's credit rating. The balances are interest-bearing. As at 31 December 2024, no restrictions in the use of cash and cash equivalents exist.

9 Fixed deposits with original maturity more than three months

	CMB International USD Money Market Fund 2024 USD
Fixed deposits with original maturity within three months with connected person	-
Fixed deposits with original maturity within three months with other bank	513,650,165
Less: loss allowance	-
	<u>513,650,165</u>

10 Capital management and shares in issue

There is no share issued by the Company other than the Sub-fund accumulation shares classes during the period and as at the reporting date.

The Sub-fund's capital is represented by "net assets attributable to shareholders" and is classified as financial liabilities as at 31 December 2024 in the statement of financial position. Subscriptions and redemptions of shares during the period are shown in the statement of changes in net assets attributable to shareholders. In order to achieve the investment objectives, the Sub-fund endeavors to invest their capital in accordance with the investment policies as outlined in note 1 and risk management policies as outlined in note 13, whilst maintaining sufficient liquidity to meet redemption requests and other Sub-funds' liabilities. Such liquidity is augmented by the holding of liquid investments.

10 Capital management and shares in issue (continued)

Different classes of shares may be offered for the Sub-fund. Each class of shares may be denominated in a different class currency or may have different charging structure or class specific liabilities with the result that the net asset value attributable to each class of shares of the Sub-fund may differ. In addition, each class of shares may be subject to different minimum initial subscription amount, minimum subsequent subscription amount, minimum holding amount and minimum redemption amount. At the end of the reporting period, the shares in issue and net asset value per share of each class is as follows:

CMB International USD Money Market Fund

As at
31 December
2024

Class A (Accumulation) (USD)

Shares in issue	26,971,687
NAV per share	USD 10.5070

Class C (Accumulation) (USD)

Shares in issue	10,020,297
NAV per share	USD 10.4879

Class I (Accumulation) (USD)

Shares in issue	9,533,529
NAV per share	USD 10.5166

Class M (Accumulation) (USD)

Shares in issue	3,153,091
NAV per share	USD 10.5214

Class R (Accumulation) (USD)

Shares in issue	122,516,184
NAV per share	USD 10.4640

11 Reconciliation of net asset values

The Manager would like to highlight that the principles for calculating the published share price as set out in the Prospectus are different from those required for calculating the net assets attributable to shareholders and hence the corresponding net asset value per unit for financial reporting purposes under HKFRSs. The net assets attributable to shareholders as reported in the financial statements are therefore different from the adjusted total net assets for valuation purposes at the reporting dates. The reconciliation between the net assets attributable to shareholders as reported in the financial statements and the adjusted total net asset value for valuation purposes is shown as follows:

	CMB International USD Money Market Fund 2024 USD
Net assets (valued in accordance with the Prospectus)	1,800,496,432
Adjustment for capital transaction	3,464,282
Adjustment for bank charges	(52)
Adjustment of unamortised establishment costs	(32,278)
	<hr/>
Net assets as reported in the financial statements (valued in accordance with HKFRSs)	<u>1,803,928,384</u>

CMB International Open-ended Fund Company was incorporated on 18 December 2023. Establishment costs for CMB International Open-ended Fund Company and its sub-fund was estimated to be USD 100,000 before deducting the Hong Kong government subsidy under the Grant Scheme.

Pursuant to the Prospectus of CMB International Open-ended Fund Company, the establishment costs after receipt of the grant are amortised over first 5 accounting period from the date of launch of the Sub-fund from 1 February 2024 by CMB International USD Money Market Fund. As at 31 December 2024, the remaining amortisation year is 4 years for CMB International USD Money Market Fund. The unamortised amounts are USD32,278.

12 Distributions to holders of redeemable shares

According to the Sub-fund's Prospectus, the Sub-fund did not pay any distributions for accumulation shares classes for the period from 18 December 2023 (date of incorporation) to 31 December 2024.

	CMB International USD Money Market Fund 2024 USD
Amount available for distribution at the beginning of the period	-
Subscriptions of shares	4,013,047,926
Redemptions of shares	(2,245,449,162)
Profit before distributions to shareholders	36,329,620
	<hr/>
Amount available for distribution at the end of the period	1,803,928,384
	<hr/>

13 Financial instruments and associated risks

The investment objective of the Sub-fund is to invest in short term deposits and high-quality money market investments.

The Sub-fund's investing activities expose it to various types of risks that are associated with the financial instruments and markets in which it invests. The Directors delegate the investment function of the Sub-fund to the Manager. The Manager has set out below the most important types of financial risks inherent in each type of financial instruments. The Manager would like to highlight that the following list of associated risks only sets out some of the risks but does not purport to constitute an exhaustive list of all the risks inherent in an investment in the Sub-fund. Shareholders should note that additional information in respect of risks associated with financial instruments in the Sub-fund can be found in the Sub-fund's Prospectus.

The nature and extent of the financial instruments outstanding at the end of the reporting period and the risk management policies employed by the Sub-fund is discussed below.

(a) Market risk

Market risk embodies the potential for both losses and gains and includes currency risk, interest rate risk and price risk. The Sub-fund's strategies on the management of market risk are driven by the Sub-fund's investment objectives.

The Sub-fund's market risk is managed on a regular basis by the Manager in accordance with policies and procedures in place. The Sub-fund's overall market position is monitored on a yearly basis by the Custodian. Details of the nature of the Sub-fund's investment portfolios at the reporting date are disclosed in the investment portfolio.

13 Financial instruments and associated risks (continued)

(i) Currency risk

The Sub-fund holds assets and liabilities denominated in currencies other than their functional currencies, being primarily Hong Kong Dollars (HKD) and are therefore exposed to currency risk that the exchange rate of their functional currencies relative to other foreign currencies may change in a manner that has an adverse effect on the fair value of the Sub-fund's assets and liabilities denominated in currencies other than the Sub-fund's functional currencies.

The fluctuations in the rate of exchange between the currency in which the asset or liability is denominated and the functional currency could result in an appreciation or depreciation in the fair value of that asset or liability. The Manager monitors all the Sub-fund's foreign currency positions on a regular basis.

As HKD is pegged to USD, the Sub-fund does not expect significant movements in the USD/HKD exchange rate.

(ii) Interest rate risk

Interest rate risk arises from changes in interest rates which may inversely affect the value of debt instruments and therefore result in potential gain or loss to the Sub-fund. Only CMB International USD Money Market Fund has interest bearing liabilities as at period end and their interest bearing assets were limited to bank deposits and financial assets at fair value through profit or loss. The Sub-fund's interest rate risk is managed on a regular basis by the Manager.

The following tables illustrates the interest rate risk exposure of the Sub-fund. It includes the Sub-fund's interest rate sensitivity gaps and the period in which the interest-bearing assets and liabilities reprice (the earlier of contractual re-pricing or maturity) as at period end.

13 Financial instruments and associated risks (continued)

CMB International USD Money Market Fund

As at 31 December 2024

	Up to 1 year USD	1 - 5 years USD	Over 5 years USD	Non-interest bearing USD	Total USD
Assets					
Financial assets at fair value through profit or loss	354,926,984	-	-	9,906,700	364,833,684
Interest receivables	-	-	-	10,584,260	10,584,260
Amount due from brokers	-	-	-	-	-
Prepayment and other receivables	-	-	-	-	-
Fixed deposits with original maturity more than three months	513,650,165	-	-	-	513,650,165
Cash and cash equivalents	915,944,569	-	-	-	915,944,569
Total assets	<u>1,784,521,718</u>	<u>-</u>	<u>-</u>	<u>20,490,960</u>	<u>1,805,012,678</u>
Liabilities (excluding net assets attributable to shareholders)					
Management fee payable	-	-	-	704,519	704,519
Performance fee payable	-	-	-	-	-
Fund administration fee payable	-	-	-	332,551	332,551
Audit fee payable	-	-	-	14,499	14,499
Transaction fee payable	-	-	-	28,598	28,598
Other payables and accrued expenses	-	-	-	4,127	4,127
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,084,294</u>	<u>1,084,294</u>
Total interest sensitivity gap	<u>1,784,521,718</u>	<u>-</u>	<u>-</u>		

At the period end, should the relevant market interest rates have been increased by a certain percentage with all other variables held constant, the estimated impact on the net assets attributable to shareholders and the change in net assets attributable to shareholders from operations for the period are shown in the table below:

	CMB International USD Money Market Fund As at 31 December 2024 USD
Estimated decrease if interest rate had increased by 100 basis points	<u>(1,171,434)</u>

13 Financial instruments and associated risks (continued)

(iii) Other price risk

Other price risk is the risk that the fair value of the financial instrument will fluctuate as a result of changes in market prices other than those arising from interest rate risk or currency risk, whether caused by factors specific to an individual investment or its issuer or factors affecting all instruments traded in the market.

The breakdown of investments held by the Sub-fund is shown in the portfolio statements.

Each Sub-fund's market risk is managed through (i) deliberate securities selection and (ii) diversification of the investment portfolio.

As the Sub-fund's net direct exposure to the fair value of the financial instrument at the reporting date is the bonds and certificate of deposit, which are arising from interest rate risk or currency risk, therefore no sensitivity analysis is performed on their estimated impact to the net assets attributable to shareholders and the change in net assets attributable to shareholders from operations for the period had the price of the financial instrument raised by 5%.

(b) Credit risk

Credit risk is the risk that a counterparty will be unable to pay amounts in full when due. All transactions in investments are settled on a delivery versus payment basis using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made when the Custodian has received payments.

For purchase transactions, payments are made once securities have been received by the Custodian. The trade will fail if either party fails to meet their obligation.

The Manager monitors the Sub-fund's credit position on a regular basis. The maximum exposure to credit risk is represented by the carrying amount of each financial asset in the statement of assets and liabilities.

Amounts arising from ECL

Impairment on amounts due from brokers, interest receivables, prepayment and other receivables, fixed deposits with original maturity more than three months, cash and cash equivalents have been measured on a 12-month expected loss basis and reflects the short maturities of the exposures. The Sub-fund considers that these exposures have low credit risk based on the external credit ratings of the counterparties.

The Sub-fund monitors changes in credit risk on these exposures by tracking published external credit ratings of the counterparties. To determine whether published ratings remain up to date and to assess whether there has been a significant increase in credit risk at the reporting date that has not been reflected in the published ratings, the Sub-fund supplements this by reviewing changes in bond yields, where available and regulatory information about counterparties.

13 Financial instruments and associated risks (continued)

The Manager considers the probability of the counterparties not being able to pay is minimal as they have capacity to meet their contractual obligations in the near term and thus there is no impairment allowance recognised on amounts due from brokers, interest receivables, prepayment and other receivables, fixed deposits with original maturity more than three months, cash and cash equivalents.

Credit rating category of debt securities

As at 31 December 2024, CMB International USD Money Market Fund invested in debt securities and certificate of deposits with the following credit ratings equivalent to which provided by Standard & Poor's or Moody's or Fitch's credit rating services expressed as a percentage of debt securities:

	31 December 2024 USD	31 December 2024 % of portfolio
CMB International USD Money Market Fund		
Portfolio by credit rating category of debt securities		
Investment grade	364,833,684	100%
Speculative grade	-	-
Unrated	-	-
	<u>364,833,684</u>	<u>100%</u>

* The rating used is issuer-specific rating. Although some bonds may not have ratings, their issuers usually have ratings. The Manager will consider the credit rating of the banking group to which the issuing bank belongs to if the issuer is not rated. If neither the debt security nor the issuer and the banking group to which the issuing bank is rated, it will be classified as unrated. In cases where an issuer does not have ratings, the issuer's credit risk will be assessed by closely monitoring its operations, reviewing the audited financial statements and keeping abreast of fundamental developments.

The Sub-fund considers a financial asset to have low credit risk when the credit rating of the counterparty is equivalent to the globally understood definition of 'investment grade'. The Sub-fund considers this to be Baa3 or higher per Moody's, BBB- or higher per Standard & Poor's and BBB- or higher per Fitch's.

The Sub-fund's investments are held by Custodian. Bankruptcy or insolvency of the Custodian may cause to Sub-funds' execution of their rights with respect to the assets held by the Custodian to be delayed or limited. The Manager monitors the credit quality of the Custodian on an on-going basis.

13 Financial instruments and associated risks (continued)

All of the cash held by the Sub-fund is deposited with the Banks. Bankruptcy or insolvency of the Banks may cause the Sub-fund's rights with respect to the cash held by the Banks to be delayed or limited. The Sub-fund monitors the credit rating of the Banks on an ongoing basis. The credit ratings of the Banks and the Custodians as determined by Moody's as at period end are all Baa2 or above.

Other than the outlined above, there were no significant concentrations of credit risk at 31 December 2024.

(c) Liquidity risk

Liquidity risk arises from the risk that the Sub-fund may not be able to convert investments into cash to meet liquidity needs in a timely manner. The Sub-fund's exposure to liquidity risk arises because of the possibility that the Sub-fund could be required to pay its liabilities or redeem its shares earlier than expected. The Sub-fund is exposed to monthly cash redemption of its redeemable shares. Shares are redeemable at the shareholders' option based on the Sub-fund's net asset value per share at the time of redemption.

The Sub-fund's policy is to regularly monitor current and expected liquidity requirements to ensure that it maintains sufficient reserves of cash and readily realisable marketable securities to meet its liquidity requirements in the short and long-term.

The Sub-fund invests the majority of assets in investments that are traded in an active market and short-term, highly liquid investments that are readily convertible into known amounts of cash or can be readily disposed of. The Manager monitors the Sub-fund's liquidity position on a regular basis.

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the statement of financial position date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

CMB International USD Money Market Fund

	2024			Total US\$
	Within 3 months or on demand US\$	More than 3 months but less than 1 year US\$	No specified maturity US\$	
Non-derivative liabilities				
Management fee payable	704,519	-	-	704,519
Fund administration fee payable	-	332,551	-	332,551
Audit fee payable	14,499	-	-	14,499
Transaction fee payable	28,598	-	-	28,598
Other payables and accrued expenses	4,127	-	-	4,127
Net assets attributable to shareholders*	-	-	1,803,928,384	1,803,928,384
Total	751,743	332,551	1,803,928,384	1,805,012,678

* Subject to the liquidity terms of the Company as outlined by the Prospectus.

14 Fair value information

The Sub-fund's financial instruments are measured at fair value at the reporting date. Fair value estimates are made at a specified point in time, based on market conditions and information about the financial instruments. Usually, fair values can be reliably determined within a reasonable range of estimates. For certain other financial instruments including interest receivable and other payables, the carrying amounts approximate fair values due to the immediate or short term nature of these financial instruments.

Valuation of financial instruments

The Sub-fund's accounting policy on fair value measurements is detailed in significant accounting policy in note 2(d)(v).

The Sub-fund measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements.

- Level 1: Inputs that are quoted market prices (unadjusted) in active markets for identical instruments.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable either directly (i.e. as prices) or indirectly (i.e. derived from prices). This category includes instruments valued using: quoted market prices in active markets for similar instruments; quoted prices for identical or similar instruments in markets that are considered less than active; or other valuation techniques in which all significant inputs are directly or indirectly observable from market data.
- Level 3: Inputs that are unobservable. This category includes all instruments for which the valuation technique includes inputs not based on observable data and the unobservable inputs have a significant effect on the instrument's valuation. This category includes instruments that are valued based on quoted prices for similar instruments but for which significant unobservable adjustments or assumptions are required to reflect differences between the instruments.

When fair values of listed and quoted investments at the reporting date are based on quoted market prices or binding dealer price quotations in an active market, without any deduction for transaction costs, the instruments are included within Level 1 of the hierarchy. When fair values of fixed income instruments at the reporting date represent quoted prices on markets that are considered less than active, those fixed income instruments are included within Level 2 of the hierarchy.

14 Fair value information (continued)

The following analyses financial instruments at fair value the end of the reporting period, by the level in the fair value hierarchy into which the fair value measurement is categorised.

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
<i>CMB International USD Money Market Fund</i>				
As at 31 December 2024				
Financial assets at fair value through profit or loss				
Bonds	6,014,584	329,001,900	-	335,016,484
Certificate of deposits	-	29,817,200	-	29,817,200
	<u>6,014,584</u>	<u>358,819,100</u>	<u>-</u>	<u>364,833,684</u>

During the period from 18 December 2023 (date of incorporation) to 31 December 2024, there were no transfers between Level 1 and Level 2, or transfers into or out of Level 3.

15 Critical accounting estimates and assumptions

The Custodian makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below.

Fair value of investments

The Sub-fund holds a number of unlisted debt securities that are valued by reference to broker quotes. In determining the fair value of such investments, the Custodian exercises judgments and estimates on the sources of brokers and the quantity and quality of quotes used. Such quotes adopted to fairly value the investments may be indicative only and not executable or legally binding. As such, broker quotes do not necessarily indicate the price at which the security could actually be traded as of 31 December 2024. Actual transacted prices may differ from the quotes provided by the brokers. The Custodian considers that in the absence of any other reliable market sources, the broker quotes available to them reflect the best estimate of fair value.

16 Soft dollar commission

As regards to the Sub-funds, the Manager has not entered into any soft dollar commission arrangements during the period from 18 December 2023 (date of incorporation) to 31 December 2024.

17 Possible impact of amendments, new standards and interpretations issued but not yet effective for the period from 18 December 2023 (date of incorporation) to 31 December 2024

Up to the date of issue of these financial statements, the HKICPA has issued a number of new or amended standards, which are not yet effective for the period from 18 December 2023 (date of incorporation) to 31 December 2024 and which have not been adopted in these financial statements. These developments include the following which may be relevant to the Company and its Sub-fund.

*Effective for
accounting years
beginning on or after*

Amendments to HKAS 21, <i>The effects of changes in foreign exchange rates - Lack of exchangeability</i>	1 January 2025
Amendments to HKFRS 9, <i>Financial instruments</i> and HKFRS 7, <i>Financial instruments: disclosures – Amendments to the classification and measurement of financial instruments</i>	1 January 2026
Annual improvements to HKFRS Accounting Standards – Volume 11	1 January 2026
HKFRS 18, <i>Presentation and disclosure in financial statements</i>	1 January 2027
HKFRS 19, <i>Subsidiaries without public accountability: disclosures</i>	1 January 2027

The Company and its Sub-fund are in the process of making an assessment of what the impact of these developments is expected to be in the period of initial application. So far it has concluded that the adoption of them is unlikely to have a significant impact on the financial statements.

18 Subsequent events

The Manager has evaluated the possibility of subsequent events in the Company and its Sub-funds' financial statements through the date the financial statements were available to be issued. There were no other material events after the reporting date, which necessitate revision of the figures or disclosures included in these financial statements.

Subsequent to the financial period end, CMB International HKD Money Market Fund is expected to launch on 6 January 2025.

Investment portfolio as at 31 December 2024 (Unaudited) (Expressed in USD)

CMB International USD Money Market Fund

Securities name	Number of holdings	Fair value as of 31 December 2024 USD	% of Net asset value
Bonds - long positions			
GFGCHK 5.3% 28022025	14,000,000	14,000,000	0.78%
GFGCHK 5.06% 15012025	15,000,000	15,000,000	0.83%
GFGCHK 6.1% 30042025	10,000,000	10,000,000	0.55%
GFGCHK 6.05% 10022025	10,000,000	10,000,000	0.55%
GFGCHK 5.71% 23012025	10,000,000	10,002,900	0.55%
GFGCHK 5.03% 06012025	30,000,000	30,000,000	1.66%
CSCIF 5% 16012025	20,000,000	20,000,000	1.11%
GFGCHK 4.95% 30042025	10,000,000	10,000,000	0.55%
GUOTJU 4.95% 08052025	20,000,000	20,000,000	1.11%
GFGCHK 4.945% 14052025	20,000,000	20,000,000	1.11%
GUOTJU 4.95% 15052025	25,000,000	25,000,000	1.39%
CICCHK 4.89% 22012025	20,000,000	20,000,000	1.11%
CICCHK 4.9% 28012025	20,000,000	20,000,000	1.11%
CSCIF 4.95% 03092025	20,000,000	20,000,000	1.11%
CSCIF 4.95% 04092025	10,000,000	10,000,000	0.55%
GFGCHK 4.83% 05062025	15,000,000	15,000,000	0.83%
GUOTJU 4.85% 10072025	20,000,000	20,000,000	1.11%
BCLMHK FLOAT 02032025	3,200,000	3,204,448	0.18%
BOCOM FLOAT 20072025	2,800,000	2,810,136	0.16%
CMINLE FLOAT 26112025	10,000,000	9,999,000	0.55%
CMINLE FLOAT 16122025	30,000,000	30,000,000	1.66%
Total bonds - long positions		335,016,484	18.56%
Certificate of deposit - long positions			
ICBCAS 0 03/11/25	10,000,000	9,906,700	0.55%
BCHINA 0% 10032025	10,000,000	9,910,500	0.55%
BOSHA1 5.69% 11042025	10,000,000	10,000,000	0.55%
Total certificate of deposit - long positions		29,817,200	1.65%
Total financial assets at fair value through profit or loss			
(Total cost of investments – USD 364,771,820)		364,833,684	20.21%
Other net assets		1,439,094,700	79.79%
Total net assets		1,803,928,384	100.00%

Investment portfolio as at 31 December 2024 (Unaudited)(continued) (Expressed in USD)

CMB International USD Money Market Fund

As at 31 December 2024

Weighted average maturity		39.25 days
Weighted average life		47.84 days
	Fair Value	% of Net assets
	USD	
Daily liquid assets	30,203,655,332	16.8%
Weekly liquid assets	70,353,285,361	39.1%

Statement of movements in portfolio holdings for the period
from 18 December 2023 (date of incorporation) to 31
December 2024 (Unaudited)
(Expressed in USD)

CMB International USD Money Market Fund

As at 31 December 2024

% of net assets
At 31 December 2024

Bonds	18.56%
Certificate of deposits	1.65%
Other net assets	79.79%
	<hr/>
Total net assets	100%

Performance record (Unaudited) (Expressed in USD)

(a) Total net asset value

	USD
CMB International USD Money Market Fund	1,800,496,432

(b) Net asset value per share

	<i>Denomination currency</i>	<i>2024</i>
CMB International USD Money Market Fund		
Class – A USD	USD	10.5072
Class – C USD	USD	10.4881
Class – I USD	USD	10.5168
Class – M USD	USD	10.5216
Class – R USD	USD	10.4642

* The net asset value per share was calculated in accordance with the Prospectus.

(c) Highest and lowest price record (dealing net asset value per share)

	<i>Denomination currency</i>	<i>Highest net asset value per share</i>	<i>Lowest net asset value per share</i>
CMB International USD Money Market Fund			
Class – A USD	USD	10.5072	10.0000
Class – C USD	USD	10.4881	10.0000
Class – I USD	USD	10.5168	10.0000
Class – M USD	USD	10.5216	10.0000
Class – R USD	USD	10.4642	10.0000

* The highest and lowest net asset value per share was calculated in accordance with the Prospectus.

Administration

Manager

CMB International Asset Management Limited
39/F, Champion Tower,
3 Garden Road,
Central, Hong Kong

Directors of the Company

BAI Haifeng (Appointed on 18 December 2023)
JIANG Rongfeng (Appointed on 18 December 2023)

Directors of the Manager

JIANG Rongfeng
BAI Haifeng
GAO Yiwen
ZHOU Kexiang
HAN Gang

Custodian, Administrator, Registrar

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