



Audited Financial Statements

GREATER CHINA SPECIAL VALUE FUND
(formerly Vigor Absolute Return Fund)

(An exempted company incorporated in the Cayman Islands
with limited liability)

For the year ended 31 December 2009

Ernst & Young

 **ERNST & YOUNG**
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GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

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GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

DIRECTORS AND ADMINISTRATION

DIRECTORS

Michael Stockford
Clive Harris
Mark Beames

ADMINISTRATOR

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REGISTERED OFFICE

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EXECUTING BROKER AND CUSTODIAN

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INVESTMENT MANAGER

OP Calypso Capital (Cayman) Limited
PO Box 1034GT
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Cayman Islands

**LEGAL ADVISORS (AS TO MATTERS OF
CAYMAN ISLANDS LAW)**

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Hong Kong

INVESTMENT ADVISOR

OP Calypso Capital Limited
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AUDITORS

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Grand Cayman KY-1106
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Independent Auditors' Report

The Board of Directors
Greater China Special Value Fund (formerly Vigor Absolute Return Fund)
(An exempted company incorporated in the Cayman Islands with limited liability)

We have audited the financial statements of Greater China Special Value Fund (formerly Vigor Absolute Return Fund) (the "Fund") which comprise the statement of financial position as at 31 December 2009 and the statement of comprehensive income, statement of changes in net assets attributable to holders of redeemable participating shares and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our 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.

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.



Independent Auditors' Report (continued)

Auditors' Responsibility (continued)

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Fund as of 31 December 2009, and of its financial performance and its cash flows for the year then ended in accordance with International Financial Reporting Standards.

Ernst & Young Ltd.

18 June 2010

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

STATEMENT OF COMPREHENSIVE INCOME

For the year ended 31 December 2009

	Note	2009 US\$	Period from 5 May to 31 December 2008 US\$
INCOME			
Dividend income		12,268	2,116
Interest income		3	6,619
		<u>12,271</u>	<u>8,735</u>
EXPENSES			
Incentive Fee	5	147,591	-
Investment management fee	5	66,434	12,046
Administration fee	5	60,000	27,000
Directors' fee	5	30,000	17,700
Transaction fees		37,393	14,252
Audit fee	5	26,000	25,000
Interest expense		1,312	1,901
Organisation expenses		-	29,229
Dividend expense on equities sold short		(49)	1,453
Miscellaneous expenses		31,606	14,469
Total operating expenses		<u>400,287</u>	<u>143,050</u>
LOSS BEFORE INVESTMENTS AND EXCHANGE DIFFERENCES		<u>(388,016)</u>	<u>(134,315)</u>
INVESTMENTS AND EXCHANGE DIFFERENCES			
Net realised gains/(losses) on financial assets at fair value through profit or loss		316,102	(38,415)
Net change in unrealised gains on financial assets at fair value through profit or loss		830,088	-
Net exchange (losses)/gain		<u>(12,563)</u>	<u>3,260</u>
		<u>1,133,627</u>	<u>(35,155)</u>
TOTAL COMPREHENSIVE INCOME / (LOSS) FOR THE YEAR/PERIOD		<u>745,611</u>	<u>(169,470)</u>

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

STATEMENT OF FINANCIAL POSITION

31 December 2009

	Note	2009 US\$	2008 US\$
ASSETS			
Cash at bank	6	163,252	129,905
Due from the Executing Broker	7	2,694,284	1,162,853
Due from the Investment Manager	9	100	100
Financial assets at fair value through profit or loss	8	6,237,647	-
Prepayments		6,190	5,572
TOTAL ASSETS		<u><u>9,101,473</u></u>	<u><u>1,298,430</u></u>
SHAREHOLDERS' EQUITY			
Share capital	9	100	100
LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF PARTICIPATING REDEEMABLE SHARES)			
Incentive fee payable		147,591	-
Audit fee payable		26,000	25,000
Investment Management fee payable		15,055	1,980
Administration fee payable		5,000	4,500
Other payables		617	6,320
Due to broker	7	64,816	-
Subscriptions received in advance		-	130,000
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO HOLDERS OF PARTICIPATING REDEEMABLE SHARES)		<u>259,079</u>	<u>167,800</u>
NET ASSETS ATTRIBUTABLE TO HOLDERS OF PARTICIPATING REDEEMABLE SHARES		<u>8,842,294</u>	<u>1,130,530</u>
TOTAL LIABILITIES AND EQUITY		<u><u>9,101,473</u></u>	<u><u>1,298,430</u></u>

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

STATEMENT OF FINANCIAL POSITION (continued)

31 December 2009

	Note	2009	2008
NUMBER OF PARTICIPATING REDEEMABLE SHARES IN ISSUE			
- Lead Series	10	-	13,000
- January 2009 Series	10	1,300	-
- June 2009 Series	10	30,000	-
- October 2009 Series	10	50,000	-
		<u>50,000</u>	<u>-</u>
NET ASSET VALUE PER PARTICIPATING REDEEMABLE SHARES			
- Lead Series	10	-	86.96
- January 2009 Series	10	64.45	-
- June 2009 Series	10	114.37	-
- October 2009 Series	10	106.55	-
		<u>106.55</u>	<u>-</u>

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF
PARTICIPATING REDEEMABLE SHARES

For the year ended 31 December 2009

	US\$
At 5 May 2008 (date of incorporation)	-
Issue of participating redeemable shares during the period	1,300,000
Change in net assets attributable to holders of participating redeemable shares from operations for the period from 5 May 2008 to 31 December 2008	(169,470)
Net assets attributable to holders of participating redeemable shares at 31 December 2008 and 1 January 2009	<u>1,130,530</u>
Issuance of participating redeemable shares during the year	8,130,000
Redemptions of participating redeemable shares during the year	(1,163,847)
Change in net assets attributable to holders of participating redeemable shares from operations for the year	745,611
Net assets attributable to holders of participating redeemable shares at end 31 December 2009	<u>8,842,294</u>

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

STATEMENT OF CASH FLOWS

For the year ended 31 December 2009

	Note	2009 US\$	For the period from 5 May to 31 December 2008 US\$
CASH FLOWS FROM OPERATING ACTIVITIES			
Change in net assets attributable to holders of participating redeemable shares from operations for the year/period		745,611	(169,470)
Adjustments for:			
Dividend income		(12,268)	(2,116)
Dividend expense		(49)	1,453
Interest income		(3)	(6,619)
Interest expense		1,312	1,901
Purchase of financial assets at fair value through profit or loss		(7,904,773)	(2,114,498)
Proceeds from sale of financial assets at fair value through profit or loss		2,800,753	2,078,936
Net realised losses on financial assets at fair value through profit or loss		(316,102)	38,415
Net exchange gains		<u>(817,525)</u>	<u>(3,260)</u>
		(5,503,044)	(175,258)
Increase in amount of due from the Executing Broker	7	(1,531,431)	(1,162,853)
Increase in amount of due from the Investment Manager	5	-	(100)
Increase in prepaid expenses		(618)	(5,572)
Increase in incentive fee payable	5	147,591	-
Increase in audit fee payable	5	1,000	25,000
Increase in incentive management fee payable	5	13,075	1,980
Increase in administration fee payable	5	500	4,500
Increase in amount of due to the Executing Broker	7	64,816	-
(Decrease)/increase other payables		<u>(5,703)</u>	<u>6,320</u>
		(6,813,814)	(1,305,983)

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

STATEMENT OF CASH FLOWS (continued)

For the year ended 31 December 2009

	Note	2009	For the period from 5 May to 31 December 2008
Dividends received		12,268	2,116
Dividends paid		49	(1,453)
Interest received		3	6,529
Interest paid		(1,312)	(1,304)
Net cash outflow from operating activities		(6,802,806)	(1,300,095)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of participating redeemable shares		8,130,000	1,300,000
Cash paid on redemption of participating redeemable shares		(1,163,847)	-
Subscription proceeds received in advance		(130,000)	130,000
Net cash inflows generated from financing activities		6,836,153	1,430,000
NET INCREASE IN CASH AND CASH EQUIVALENTS		33,347	129,905
Cash and cash equivalents at beginning of year/period	6	129,905	-
CASH AND CASH EQUIVALENTS AT END OF YEAR/PERIOD	6	<u>163,252</u>	<u>129,905</u>

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

1. CORPORATE INFORMATION

Greater China Special Value Fund (formerly Vigor Absolute Return Fund) (the “Fund”) is a company incorporated on 5 May 2008 under the laws of the Cayman Islands as an exempted company with limited liability and is registered with the Cayman Islands Monetary Authority. The registered office of the Fund is at Walker House, 87 Mary Street, George Town, Grand Cayman KY1-9005, Cayman Islands.

The investment objective of the Fund is to achieve absolute returns through pursuing a long only strategy, investing primarily in liquid equities and derivative instruments available in Hong Kong. The Fund commenced operations on 1 July 2008.

2.1 CHANGES IN ACCOUNTING POLICY AND DISCLOSURE

The Fund has adopted the following standards and amendments during the year:

IAS 1 (Revised)	<i>Presentation of Financial Statements</i>
IFRS 7 (Amendment)	<i>Financial Instruments: Disclosure</i>
IAS 32 (Amendment)	<i>Financial Instruments: Presentation</i>
IAS 1 (Amendment)	<i>Presentation of Financial Statements – Puttable Financial Instruments and Obligations Arising on Liquidation</i>

IAS 1 (Revised), *Presentation of Financial Statements*

The standard replaces IAS 1, *Presentation of Financial Statements*, (revised in 2003) as amended in 2005. The revised IAS 1, *Presentation of Financial Statements*, was issued in September 2007 and is effective for accounting periods beginning on or after 1 January 2009.

The standard separates owner and non-owner changes in equity. The statement of changes in equity includes only details of transactions with owners, with all non-owner changes in equity presented as a single line. The Fund has no instruments classified as equity and therefore a statement of changes in equity is not presented. In addition, the standard introduces the statement of comprehensive income: it presents all items of income and expense recognised in profit or loss, together with all other items of recognised income and expense, either in one single statement, or in two linked statements.

Adoption of the revised standard did not have a material effect on the financial performance or position of the Fund as the Fund has no instruments classified as equity and therefore, has neither ‘profit or loss’ nor ‘total comprehensive income’ as defined by the revised standard.

IFRS 7 (Amendment), *Financial Instruments: Disclosure*

The Amendments to IFRS 7 were issued in March 2009 and become effective for annual periods beginning on or after 1 January 2009. The Fund has adopted these amendments with effect from 1 January 2009.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

2.1 CHANGES IN ACCOUNTING POLICY AND DISCLOSURE (continued)

The amendments to IFRS 7 require fair value measurements to be disclosed by the source of inputs, using a three-level hierarchy:

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

In addition, the amendments revise the specified minimum liquidity risk disclosures including: the contractual maturity of non derivative and derivative financial liabilities, and a description of how this is managed.

IAS 32, Financial Instruments: Presentation, and IAS 1, Presentation of Financial Statements – Puttable Financial Instruments and Obligations Arising on Liquidation

Amendments to IAS 32 and IAS 1 were issued by the IASB in February 2008 and become effective for annual periods beginning on or after 1 January 2009 with early application permitted. The amendment to IAS 32 requires certain puttable financial instruments and obligations arising on liquidation to be classified as equity if certain criteria are met. The amendments to IAS 1 require disclosure of certain information relating to puttable instruments classified as equity.

The Fund's participating redeemable shares do not meet the definition of puttable instruments classified as equity instruments under the amendments, as the Fund has issued management shares that has different features from that of the redeemable shares. Hence, the amendments to IAS 32 and IAS 1 had no material impact on the financial performance or position of the Fund.

2.2 ISSUED BUT NOT YET EFFECTIVE INTERNATIONAL FINANCIAL REPORTING STANDARDS

The Fund has not early applied any of the new and revised IFRSs that have been issued but are not yet effective for the accounting period ended 31 December 2009, in these financial statements. The Fund is in the process of making an assessment of the impact of the revised IAS upon initial application. So far, the Fund considers it has considered that the new and revised IFRSs are unlikely to have a significant impact on the Fund's results of operations and financial position.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES

Statement of compliance

The financial statements have been prepared in accordance with International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (“IASB”), and interpretations issued by the International Financial Reporting Interpretations Committee of the IASB.

Basis of preparation

The financial statements have been prepared on a historical cost basis, except for financial assets and liabilities held at fair value through profit or loss, that have been measured at fair value.

Significant accounting judgments and estimates

The preparation of the Fund’s financial statements requires management to make judgments, estimates and assumptions that affect the amounts recognised in the financial statements. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability affected in the future.

Going concern

The Fund’s management has made an assessment of the Fund’s ability to continue as a going concern and is satisfied that the Fund has the resources to continue in business for the foreseeable future. Furthermore, the management is not aware of any material uncertainties that may cast significant doubt upon the Fund’s ability to continue as a going concern. Therefore, the financial statements continue to be prepared on the going concern basis.

Financial instruments

(i) Classification

The fund classifies its financial assets and financial liabilities into the categories in accordance with IAS 39.

Financial assets and liabilities at fair value through profit or loss

Financial instruments designated as at fair value through profit or loss upon initial recognition: These include equity securities and debt instruments that are not held for trading. These financial assets are designated on the basis that they are part of a group of financial assets which are managed and have their performance evaluated on a fair value basis, in accordance with risk management and investment strategies of the Fund, as set out in the Fund’s offering document. The financial information about these financial assets is provided internally on that basis to the Investment Manager and to the Board of Directors.

Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. The Fund includes in this category amounts relating to reverse repurchase agreements, cash collateral on securities borrowed and other short-term receivables.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (continued)

Financial instruments (continued)

(i) **Classification** (continued)

Other financial liabilities

This category includes all financial liabilities, other than those classified as at fair value through profit or loss. The Fund includes in this category amounts relating to repurchase agreements, cash collateral on securities lent and other short-term payables.

(i) **Recognition**

The Fund recognises a financial asset or a financial liability when, and only when, it becomes a party to the contractual provisions of the instrument.

Purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the marketplace are recognised on the trade date, i.e., the date that the Fund commits to purchase or sell the asset.

(ii) **Derecognition**

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognised where:

- The rights to receive cash flows from the asset have expired; or
- The Fund has transferred its rights to receive cash flows from the asset or has assumed an obligation to pay the received cash flows in full without material delay to a third party under a 'pass-through' arrangement; and
- Either (a) the Fund has transferred substantially all the risks and rewards of the asset, or (b) the Fund has neither transferred nor retained substantially all the risks and rewards of the asset, but has transferred control of the asset.

When the Fund has transferred its rights to receive cash flows from an asset (or has entered into a pass-through arrangement), and has neither transferred nor retained substantially all the risks and rewards of the asset nor transferred control of the asset, the asset is recognised to the extent of the Fund's continuing involvement in the asset.

The Fund derecognises a financial liability when the obligation under the liability is discharged, cancelled or expires.

(iii) **Initial measurement**

Financial assets and financial liabilities at fair value through profit or loss are recorded in the statement of financial position at fair value. All transaction costs for such instruments are recognised directly in profit or loss.

Loans and receivables and financial liabilities (other than those classified as at fair value through profit or loss) are measured initially at their fair value plus any directly attributable incremental costs of acquisition or issue.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (continued)

Financial instruments (continued)

(iv) Subsequent measurement

After initial measurement, the Fund measures financial instruments which are classified as at fair value through profit or loss at fair value (see B below). Subsequent changes in the fair value of those financial instruments are recorded in 'Net gain or loss on financial assets and liabilities at fair value through profit or loss'.

Loans and receivables are carried at amortised cost using the effective interest method less any allowance for impairment. Gains and losses are recognised in profit or loss when the loans and receivables are derecognised or impaired, as well as through the amortisation process.

Financial liabilities, other than those classified as at fair value through profit or loss, are measured at amortised cost using the effective interest method. Gains and losses are recognised in profit or loss when the liabilities are derecognised as well as through the amortisation process.

The effective interest method is a method of calculating the amortised cost of a financial asset or a financial liability and of allocating the interest income or interest expense over the relevant period. The effective interest rate is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument or, when appropriate, a shorter period to the net carrying amount of the financial asset or financial liability. When calculating the effective interest rate, the Fund estimates cash flows considering all contractual terms of the financial instruments but does not consider future credit losses. The calculation includes all fees paid or received between parties to the contract that are an integral part of the effective interest rate, transaction costs and all other premiums or discounts.

Determination of fair value

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction.

The fair value for financial instruments traded in active markets at the reporting date is based on their quoted price or binding dealer price quotations (bid price for long positions and ask price for short positions), without any deduction for transaction costs.

Where the Fund has assets and liabilities with offsetting market risks, it uses mid-market prices as a basis for establishing fair values for the offsetting risk positions and applies the bid or asking price to the net open position as appropriate.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (continued)

Impairment of financial assets

The Fund assesses at each reporting date whether a financial asset or group of financial assets classified as loans and receivables is impaired. Evidence of impairment may include indications that the debtor or a group of debtors is experiencing significant financial difficulty, default or delinquency in interest or principal payments, the probability that they will enter bankruptcy or other financial reorganisation and where observable data indicate that there is a measurable decrease in the estimated future cash flows, such as changes in arrears or economic conditions that correlate with defaults. If there is objective evidence that an impairment loss has been incurred, the amount of the loss is measured as the difference between the asset's carrying amount and the present value of estimated future cash flows (excluding future expected credit losses that have not yet been incurred) discounted using the asset's original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in profit or loss as 'Credit loss expense'.

Impaired debts together with the associated allowance are written off when there is no realistic prospect of future recovery and all collateral has been realised or has been transferred to the Fund. If, in a subsequent period, the amount of the estimated impairment loss increases or decreases because of an event occurring after the impairment was recognised, the previously recognised impairment loss is increased or reduced by adjusting the allowance account. If a previous write-off is later recovered, the recovery is credited to the 'Credit loss expense'.

Offsetting financial instruments

Financial assets and financial liabilities are offset and the net amount reported in the statement of financial position if, and only if, there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, or to realise the asset and settle the liability simultaneously. This is generally not the case with master-netting agreements, and the related assets and liabilities are presented gross in the statement of financial position.

Interest revenue and expense

Interest revenue and expense are recognised in the statement of comprehensive income for all interest-bearing financial instruments using the effective interest method.

Dividend revenue and expense

Dividend revenue is recognised when the Fund's right to receive the payment is established. Dividend revenue is presented gross of any non-recoverable withholding taxes, which are disclosed separately in the statement of comprehensive income. Dividend expense relating to equity securities sold short is recognised when the shareholders' right to receive the payment is established.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICES (continued)

Participating redeemable shares

Participating redeemable shares are redeemable either at the option of investors or compulsorily redeemed by the Fund and are classified as financial liabilities.

The participating shares can be redeemed on any redemption day. Investors should send a completed redemption request to the Administrator on the Business Day falling at least 30 calendar days, or such lesser period as the Directors may in any particular case determined, before the relevant redemption day.

Foreign currency translation

(i) Functional currency and presentation currency

The Company may invest in assets and enter into transactions denominated in currencies other than its functional currency, the United States dollars. Consequently, the Company is exposed to risks that the exchange rate of its currency relative to other foreign currencies may change in a manner that had an adverse effect on the fair value or future cash flows of that portion of the Fund's financial assets or liabilities denominated in currencies other than the United States dollar. The fund's currency risk is managed on a daily basis by the Investment Manager in accordance with policies and procedures in place. The Fund's financial statements are presented in US\$.

(ii) Foreign currency transactions

Transactions in foreign currencies other than the functional currency are recorded at the rate ruling at the date of transactions. Monetary assets and liabilities denominated in foreign currencies are retranslated at the rate of exchange ruling at the balance sheet date. Realised and unrealised exchanges gains or losses on foreign currency transactions are credited or charged to the income statement as foreign currency gains or losses.

Cash and cash equivalents

Cash and cash equivalents are defined as cash on hand, demand deposits, time deposits with an original maturity of three months or less and short term, highly liquid investments readily convertible to known amounts of cash and subject to an insignificant risk of changes in value. Cash at bank that is denominated in United States Dollars are carried at cost. Those which are denominated in other currencies are translated into United States Dollars at the applicable rates of exchange at the balance sheet date. For the purpose of the statement of cash flows, cash and cash equivalents consist of cash and cash equivalents as defined above.

Related parties

Parties are considered to be related if one party has the ability, directly or indirectly, to control the other party, or exercise significant influence over the other party in making financial and operating decisions. Parties are also considered to be related if they are subject to common control or common significant influence. Related parties may be individuals or corporate entities.

Due from/to Executing Broker

Amount due from/to the Executing Broker include cash deposits with the Executing Broker and amounts receivable/payable for investment transactions that have not settled at the balance sheet date.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

4. RELATED PARTY TRANSACTIONS

The Fund was managed by Vigor Capital Limited ("Investment Manager") from its incorporation on 5 May 2008 to 29 May 2009. Starting 31 May 2009, the Fund has been managed by OP Calypso Capital (Cayman) Limited ("Investment Manager") which is a company incorporated in Cayman Islands.

OP Calypso Capital Limited is a company incorporated in Hong Kong and has been the Investment Advisor of the Fund since incorporation.

The Investment Manager is responsible for managing the investments of the Fund in the interests of the participating redeemable shareholders on behalf of the Fund. Details of the fees, to which the Investment Manager is entitled, are provided in note 4 to the financial statements.

Michael Stockford, one of the directors of the Fund, is also a director of both OP Calypso Capital Limited and OP Calypso Capital (Cayman) Limited.

5. FEES

Administration fee

Custom House Global Fund Services Limited (the "Administrator") is entitled to receive an administration fee charged monthly at each valuation day at the following rates:

- 0.125% per annum of Net Assets up to US\$100 million
- 0.10% per annum of Net Assets between US\$100 million and US\$200 million
- 0.075% per annum of Net Assets between US\$200 million and US\$300 million
- 0.05% per annum of Net Assets between US\$300 million and US\$500 million
- 0.04% per annum of Net Assets in excess of US\$500 million.

The administration fee is subject to a monthly minimum fee of US\$4,500 for the first six months of operation and thereafter a minimum monthly fee of US\$5,000.

The administration fee to Custom House Global Fund Services Limited for the year was US\$60,000 (2008: US\$27,000). As at 31 December 2009, an administration fee of US\$5,000 (2008: US\$4,500) was payable to the Administrator.

Investment management fee

The Investment Manager of the Fund is entitled to receive an investment management fee calculated on the basis of 2% per annum of the net asset value of the Fund accrued daily and calculated on the net asset value of the Fund as at each valuation date, payable monthly in arrears.

The investment management fee to OP Calypso Capital (Cayman) Limited was US\$66,434 (2008: US\$12,046) for the current year. As at 31 December 2009, an investment management fee of US\$15,055 (2008: US\$1,980) was payable to the Investment Manager.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

5. FEES (continued)

Incentive fee

The Investment Manager of the Fund is also entitled to receive an incentive fee which shall be equal to 20% of the increase in the net asset value per Share of the relevant series as at the last valuation point of the relevant financial year over the performance benchmark applicable to such series.

The incentive fee to OP Calypso Capital (Cayman) Limited was US\$147,591 (2008: US\$Nil) for the current year, which was outstanding as at 31 December 2009.

Directors' fee

The aggregated Directors' fee (not including incidental expenses) should not exceed US\$30,000. During the year, Directors' fee of US\$30,000 (2008: US\$17,700) was paid. No other emoluments or benefits were paid or payable in respect of the Directors' services during the year. Michael Stockford, who is also a Director of the Investment Manager, has waived his entitlement to the remuneration in current year.

Audit fee

The audit fee was US\$26,000 (2008 - US\$25,000) for the current period. As at 31 December 2009, audit fee of US\$26,000 (2008 - US\$25,000) was payable to the auditor.

6. CASH AND CASH EQUIVALENTS

	2009	2008
	US\$	US\$
Cash at bank	<u>163,252</u>	<u>129,905</u>

For the purpose of the statement of cash flows, cash and cash equivalents comprise cash at bank as at 31 December, which was held with JP Morgan Chase Bank.

7. DUE FROM THE EXECUTING BROKER

	2009	2008
	US\$	US\$
Amount due from the Executing Broker	<u>2,694,284</u>	<u>1,162,853</u>
Amount due to broker	<u>64,816</u>	<u>-</u>

As at 31 December 2009 and 2008, the amount due from the Executing Broker was held with Oriental Patron Securities Limited, whilst the amount due to broker was with Gouyuan Securities Brokerage (Hong Kong) Limited.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

8. FINANCIAL ASSETS AND LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS

The Fund's equity investments of long positions were classified as financial assets at fair value through profit or loss. The carrying amount and net gains and losses on each category of financial instruments are listed below:

	2009	2008
	US\$	US\$
Financial assets at fair value through profit or loss		
Listed equities, at cost	5,407,559	-
Unrealised gains	830,088	-
	<u>6,237,647</u>	<u>-</u>

A detailed portfolio listing is set out on pages 27-28.

Fair value hierarchy

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

- Quoted prices in active markets for identical assets or liabilities (Level 1);
- Those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices) (Level 2); and
- Those with inputs for the asset or liability that are not based on observable market data (unobservable inputs) (Level 3).

Financial assets at fair value through profit or loss

	Level 1	Level 2	Level 3	Total
31 December 2009	USD	USD	USD	USD
Listed equity securities	6,237,647	-	-	6,237,647

During the reporting year ended 31 December 2009, there were no transfers between Level 1 and Level 2 fair value measurements, and no transfers into and out of Level 3 fair value measurements.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

9. SHARE CAPITAL AND PARTICIPATING REDEEMABLE SHARES

	2009	2008
	US\$	US\$
Authorised:		
100 management shares of US\$1.00 each	100	100
4,990,000 participating redeemable shares of US\$0.01 each	49,900	49,900
	<u>50,000</u>	<u>50,000</u>
Issued:		
100 management shares of US\$1.00 each *	100	100
81,300 (2008: 13,000) participating redeemable shares of US\$0.01 each	813	130
	<u>913</u>	<u>230</u>

* As at 31 December 2009, all of the management shares were unpaid.

	2009	2008
	Number of shares	Number of shares
At beginning of the year/period	13,000	-
Issued during the year/period	81,300	13,000
Redeemed during the year/period	(13,000)	-
At end of the year/period	<u>81,300</u>	<u>13,000</u>

The capital of the Fund is divided into two classes of shares, being management shares and participating redeemable shares. The 100 management shares are held by the Investment Manager and are issued for the purposes of enabling all the participating shares to be redeemed without liquidating the Fund. The management shares carries the right to return of the nominal amount paid up thereon on the winding up of the Fund and the right to vote.

The participating redeemable shares carry no voting rights but are entitled to dividends and carry an exclusive right to receive any surplus assets remaining after the return of the nominal amount paid up on the participating redeemable shares and the management shares. The participating redeemable shares may be issued and redeemed on any subscription day or redemption day, as defined in the Offering Memorandum.

The participating redeemable shares are offered on the last business day of each month. Shareholders may redeem their participating redeemable shares on the first business day of each month. Requests for redemption may be made to the Administrator at least 30 days prior to the Redemption Date.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

10. NET ASSET VALUE PER PARTICIPATING REDEEMABLE SHARE

The calculation of the net asset value per participating redeemable share is based on the net asset value attributable to the participating redeemable shareholders and on the total number of participating redeemable shares issued as at the reporting date as follows:

	Number of outstanding participating redeemable shares	Net asset value attributable to participating redeemable shareholders US\$	Net asset value per participating redeemable share US\$
<u>2009</u>			
- Jan 2009 Series	1,300	83,791	64.45
- June 2009 Series	30,000	3,431,131	114.37
- Oct 2009 Series	50,000	5,327,372	106.55
<u>2008</u>			
- Lead Series	13,000	1,130,530	86.96

11. TAXATION

The Fund received an undertaking dated 13 May 2008 from the Governor-in-Cabinet of the Cayman Islands, that in accordance with Section 6 of the Tax Concessions Law (1999 Revision), for a period of 20 years from the date of that undertaking, no laws of the Cayman Islands enacted thereafter imposing any tax on profits, income, gains or appreciations shall apply to the Fund and that no tax in the nature of estate duty or inheritance tax shall be payable on the shares of the Fund.

Under the current Cayman Islands law, no tax will be charged in the Cayman Islands on the profits or gains of the Fund, and dividends of the Fund will be payable to shareholders resident in or outside the Cayman Islands without deduction of tax. No stamp duty is levied in the Cayman Islands on the transfer or redemption of shares in the Fund.

12. DISTRIBUTION

No distribution was paid or payable during the year ended 31 December 2009.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

13. RECONCILIATION BETWEEN NET ASSET VALUE PER THE FINANCIAL STATEMENTS AND PUBLISHED NET ASSET VALUE

	2009	2008
	US\$	US\$
Net asset value used for calculating published net asset value per unit	8,835,950	1,163,847
Adjustment to valuation of investment	(15,818)	(5,916)
Adjustment to audit fee	3,000	-
Adjustment to incentive fee	40,474	-
Adjustment to capitalisation of preliminary expenses	<u>(21,312)</u>	<u>(27,401)</u>
Net asset value per the financial statements	<u>8,842,294</u>	<u>1,130,530</u>

14. FINANCIAL INSTRUMENTS, ASSETS AND LIABILITIES AND RISK MANAGEMENT POLICY OF THE FUND

The Fund is subject to various risks as the Fund holds a number of financial instruments, including equity securities and derivative financial instruments. The main risks associated with the financial instruments, assets and liabilities of the Fund are set out below:

(a) Market risk

Market risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices whether those changes are caused by factors specific to the individual assets or factors affecting all assets in the market. The Fund's overall market positions are monitored on a daily basis by the Fund's Investment Manager and are reviewed periodically by the Board of Directors.

The Fund's equity securities and trading derivative financial instruments are susceptible to market price risk arising from uncertainties about future prices of the instruments. The Fund's market price risk is managed through diversification of the investment portfolio by exposure. As at 31 December 2009, the overall market exposure was 100% long.

The Fund minimises its exposure to market risk by holding a diverse portfolio of stocks spread across numerous countries and sectors. As of the 31 December 2009 the largest single investment exposure accounted for only 10% of the total net asset value. The largest country exposure was at 58%.

The Investment Manager monitors the Value at Risk ("VaR") on a monthly basis to assess the market risk of the positions held and to estimate the potential economic loss based upon a number of parameters and assumptions for various changes in market conditions.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

14. FINANCIAL INSTRUMENTS, ASSETS AND LIABILITIES AND RISK MANAGEMENT POLICY OF THE FUND (continued)

(a) Market risk (continued)

Objectives and limitations of the VaR Methodology

The VaR models are designed to measure market risk in a normal market environment. The models assume that any changes occurring in the risk factors affecting the normal market environment will follow the distribution that occurs from the Monte Carlo simulation. The distribution is calculated by using exponentially weighted historical data. The use of VaR has limitations because it is based on historical correlations and volatilities in market prices and assumes that future price movements will follow a statistical distribution. Due to the fact that VaR relies significantly on historical data to provide information and may not clearly predict the future changes and modifications of the risk factors, the probability of large market moves may be underestimated if changes in risk factors fail to align with the normal distribution assumption. VaR may also be under- or over-estimated due to the assumptions placed on risk factors and the relationship between such factors for specific instruments. The position level data is supplied to the Investment Manager's risk monitoring service provider monthly and as a result positions may change throughout the course of a month. The VaR only represents the risk of the portfolios at the close of each business month, and it does not account for any losses that may occur beyond the 95% confidence level. In practice, the actual trading results will differ from the VaR calculation and, in particular, the calculation does not provide a meaningful indication of profits and losses in stressed market conditions. Market risk positions are also subject to regular stress tests to ensure that the Fund would withstand an extreme market event.

Foreign currency risk

Foreign currency risk is the risk that the value of financial assets and liabilities will fluctuate due to changes in foreign exchange rates. The Fund's assets and liabilities are denominated in US\$ and the Investment Manager consistently monitors the Fund's exposure to other currencies and utilises forward foreign exchange contracts as appropriate. As at 31 December 2009, all the Fund's assets and liabilities are denominated in US\$ and Hong Kong Dollars ("HK\$") and management considers the Company's exposure to foreign currency risk is minimal as the value of the HK\$ is pegged to the US\$.

Interest rate risk

Interest rate risk is the risk that the values of financial instruments and future cash flows will fluctuate due to changes in market interest rates. The Fund's assets are equity and equity derivatives and are non-interest bearing. Furthermore, the cash at bank and balance with the Executing Broker which are interest bearing are short-term in nature, changes in their fair values in the event of a change in interest rate would be immaterial. Management considers the Fund's exposure to interest rate risk is minimal.

Equity price risk

Equity price risk is the risk that the fair values of equities decrease as the result of changes in equity indices and the value of individual stocks. The trading equity price risk exposure arises from the Fund's investment portfolio.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

14. FINANCIAL INSTRUMENTS, ASSETS AND LIABILITIES AND RISK MANAGEMENT POLICY OF THE FUND (continued)

(a) Market risk (continued)

Equity price risk (continued)

The Fund trades in financial instruments, taking positions in traded and over the counter instruments, including derivatives, to take advantage of short term market movements in the equity markets. The Fund may therefore buy or sell derivative financial instruments, including options, swaps and futures. The Fund is allowed to trade in any derivative products so that the total value of all derivative products of the Fund with a non hedging position does not exceed 15% of the Net Asset Value of the Fund.

All securities investments present a risk of loss of capital. The Investment Manager moderates this risk through a careful selection of securities and other financial instruments within specified limits. Except for written options and equities sold short, the maximum risk resulting from financial instruments is determined by the fair value of the financial instruments. Possible losses from written options and equities sold short can be unlimited. The Fund's overall market positions are monitored by the Investment Manager and are reviewed by the directors on a monthly basis.

As at 31 December 2009, the Fund did not hold any financial derivatives instruments.

An increase of 5% in the underlying investments would increase the Net Asset Value by US\$537,040 or 3.3% (2008: US\$126,868 or 0.9%). A decrease of 5% in the underlying investments would have an equal but opposite effect.

(b) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in raising funds to meet commitments associated with financial assets and liabilities. Liquidity risk may result from an inability to sell a financial asset quickly at an amount close to its fair value.

The Fund is exposed to liquidity risk as the investments held within the Fund may not be readily closed out due to a lack of liquidity for the investments. It is the Investment Manager's policy to monitor the liquidity of each investment position on a daily basis.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

14. FINANCIAL INSTRUMENTS, ASSETS AND LIABILITIES AND RISK MANAGEMENT
POLICY OF THE FUND (continued)

(b) Liquidity risk (continued)

The table below analyses the Fund's financial assets and liabilities based on relevant contractual maturities based on remaining period at the end of the reporting period:

31 December 2009

	Less than 1 On demand US\$	month US\$	More than 1 month US\$	Total US\$
Assets				
Financial assets at fair value through profit or loss	6,237,647			6,237,647
Cash at bank	163,252	-	-	163,252
Due from the executing broker	2,694,284	-	-	2,694,284
Due from the investment manager	100	-	-	100
Prepaid expenses	-	6,190	-	6,190
	<hr/>			
Total financial assets	9,095,283	6,190	-	9,101,473
	<hr/>			
Liabilities				
Incentive fee payable	-	147,591	-	147,591
Audit fee payable	-	26,000	-	26,000
Investment management fee payable	-	15,055	-	15,055
Administration fee payable	-	5,000	-	5,000
Other payables	-	617	-	617
Due to broker	64,816	-	-	64,816
Net assets attributable to holders of participating redeemable shares	-	-	8,842,294	8,842,294
	<hr/>			
Total financial liabilities	64,816	194,263	8,842,294	9,101,373
	<hr/>			

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

14. FINANCIAL INSTRUMENTS, ASSETS AND LIABILITIES AND RISK MANAGEMENT
POLICY OF THE FUND (continued)

(b) Liquidity risk (continued)

31 December 2008

	On demand US\$	Less than 1 month US\$	More than 1 month US\$	Total US\$
Assets				
Cash at bank	129,905	-	-	129,905
Due from the Executing Broker	1,162,853	-	-	1,162,853
Due from the Investment Manager	100	-	-	100
Prepaid expenses	-	5,572	-	5,572
Total financial assets	<u>1,292,858</u>	<u>5,572</u>	<u>-</u>	<u>1,298,430</u>
Liabilities				
Audit fee payable	-	25,000	-	25,000
Investment management fee payable	-	1,980	-	1,980
Administration fee payable	-	4,500	-	4,500
Other payables	-	6,320	-	6,320
Subscriptions received in advance	-	130,000	-	130,000
Net assets attributable to holders of participating redeemable shares	<u>-</u>	<u>-</u>	<u>1,130,530</u>	<u>1,130,530</u>
Total financial liabilities	<u>-</u>	<u>167,800</u>	<u>1,130,530</u>	<u>1,298,330</u>

(c) Credit risk

Credit risk relates to the extent to which failures by counterparties to discharge their obligations could reduce the amount of future cash flows from financial assets on hand as at the balance sheet date. The Fund minimizes exposure to credit risk by only dealing with reputable counterparties and the Investment Manager continuously monitors trade settlement to reduce the associated risk. The Fund has never had a failed trade due to a counterparty failing to be able to deliver securities.

The Fund is exposed to a concentration of credit risk on its investments placed with the Executing Broker. In addition, substantially all of the cash and cash equivalents of the Fund are placed with the Executing Broker and a single financial institution located in Hong Kong. The Fund seeks to minimise its exposure to credit risk by only dealing with reputable counterparties.

Credit risk relates to the extent to which failures by counterparties to discharge their obligations could reduce the amount of future cash flows from financial instruments on hand as at the end of the reporting period.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

NOTES TO FINANCIAL STATEMENTS

31 December 2009

14. FINANCIAL INSTRUMENTS, ASSETS AND LIABILITIES AND RISK MANAGEMENT POLICY OF THE FUND (continued)

(c) Credit risk (continued)

The Fund is exposed to credit risk on its amounts due from the Executing Broker, its investments placed with the Executing Broker, in addition, substantially all of the cash and cash equivalents of the Fund are placed with the Executing Broker and a single financial institution.

The Fund's maximum exposure to credit risk in the event the counterparties fail to perform their obligations without taking account of any collateral held as of 31 December 2009 in relation to each class of recognised financial assets is the carrying amount of those assets as disclosed in the statement of financial position.

The table below summarises the net assets subject to credit risk placed with the Executing Broker at 31 December 2009:

	US\$
Executing Broker	2,629,284

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

The Fund limits its exposure to credit risk by transacting the majority of its securities and contractual commitment activities with reputable broker-dealers, banks and regulated exchanges and that the directors of the Fund considers to be well established.

(d) Capital management

Capital of the Fund is deemed to be the net assets attributable to holders of its participating redeemable shares ("Net Assets"). The Fund invests its Net Assets for the purpose of delivering consistent positive returns in accordance with the investment strategy set forth in the Fund's Offering Memorandum.

The Fund through its Investment Manager has policies and processes for the selection and on-going monitoring of its investments and cash positions. These policies and processes are carried out by the Investment Managers' investment team and internal control function.

15. APPROVAL OF THE FINANCIAL STATEMENTS

The financial statements were approved and authorized for issue by the directors on 18 June 2010.

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

PORTFOLIO LISTING

31 December 2009

	<u>Holdings</u>	<u>Market US\$</u>	<u>% of NAV</u>
Hong Kong			
ANHUI TIANDA OIL PIPE CO - H	87,000	45,669	0.52%
AV CONCEPT HOLDINGS LTD	1,030,000	118,232	1.34%
AVICHINA INDUSTRY & TECH-H	252,000	103,356	1.17%
BRIGHTOIL PETROLEUM HOLDINGS	96,000	117,750	1.33%
CENTRON TELECOM INTERNATIONAL	660,000	196,636	2.22%
CHINA AOYUAN	100,000	17,670	0.20%
CHINA AUTOMATION GROUP LIMITED	76,000	62,734	0.71%
CHINA COAL ENERGY CO – H	74,000	135,528	1.53%
CHINA DONGXIANG GROUP CO	97,000	74,563	0.84%
CHINA EVERBRIGHT INTL LTD	564,000	290,969	3.29%
CHINA NATIONAL MATERIAL - H	190,000	141,151	1.60%
CHINA PETROLUEM & CHEMICAL CORPORATION	200,000	178,502	2.02%
CHINA PHARMACEUTICAL GROUP LIMITED	150,000	83,189	0.94%
CHINA SHIPPING CONTAINER-H	350,000	125,945	1.42%
CHINA SINGYES SOLAR TECH	384,000	187,706	2.12%
CHINA TELECOM CORP LTD-H	350,000	145,807	1.65%
CNPC HONG KONG LIMITED	50,000	66,551	0.75%
FUFENG GROUP LTD	240,000	172,415	1.95%
GEELY AUTOMOBILE HOLDINGS LTD HKD 0.02	280,000	153,842	1.74%
HAIER ELECTRONICS GROUP CO	350,000	227,964	2.58%
HI SUN TECH CHINA LTD	105,000	59,316	0.67%
HUNAN NON-FERROUS METALS-H	350,000	136,327	1.54%
INDUSTRIAL & COMMERCIAL BANK OF CHINA	150,000	124,397	1.41%
JINHUI HOLDINGS LTD	100,000	34,308	0.39%
JU TENG INTERNATIONAL HLDGS	180,000	178,296	2.02%
KINGWAY BREWERY HOLDINGS LTD	250,000	57,717	0.65%
LUMENA RESOURCES CORP	330,000	105,128	1.19%
MINMETALS LAND LTD	934,000	273,452	3.09%
MOBI DEVELOPMENT CO LTD	700,000	293,420	3.32%
POLY HONG KONG INVESTMENT - LT	530,000	662,380	7.40%
SHENZHEN INVESTMENT LTD.	550,000	233,381	2.64%
SILVER GRANT INTL LTD	100,000	37,403	0.42%
TIANNENG POWER INTL LTD	150,000	69,453	0.79%
WAI SON GROUP HOLDINGS LTD	182,000	190,136	2.15%
ZHEJIANG GLASS CO LTD-H	100,000	37,919	0.43%
		<u>5,139,212</u>	<u>58.12%</u>

GREATER CHINA SPECIAL VALUE FUND (FORMERLY VIGOR ABSOLUTE RETURN FUND)

PORTFOLIO LISTING

31 December 2009

United States

INNER MONGOLIA YITAI COAL-B	105,000	907,305	10.26%
JIANGSU FUTURE LAND CO LTD-B	230,000	191,130	2.16%
		<u>1,098,435</u>	<u>12.42%</u>

**TOTAL FINANCIAL ASSETS AT
FAIR VALUE THROUGH PROFIT OR LOSS**

6,237,647 70.54%