

**BOSERA-ABERDEEN STANDARD
EMERGING OPPORTUNITIES BOND FUND**

a sub-fund of

BOSERA INVESTMENT FUNDS

ANNUAL REPORT

For the year ended 31 December 2023

**BOSERA-ABERDEEN STANDARD EMERGING
OPPORTUNITIES BOND FUND**

a sub-fund of
BOSERA INVESTMENT FUNDS

ANNUAL REPORT

For the year ended 31 December 2023

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**ANNUAL REPORT
FOR THE YEAR ENDED 31 DECEMBER 2023**

Contents	Pages
Management and Administration of the Fund	1
Report of the Manager to the Unitholders	2
Report of the Trustee to the Unitholders	3
Independent Auditor's Report	4 – 6
Statement of Financial Position	7
Statement of Comprehensive Income	8
Statement of Changes in Net Assets Attributable to Unitholders	9
Statement of Cash Flows	10
Notes to the Financial Statements	11 – 29
Investment Portfolio (Unaudited)	30
Movements in Investment Portfolio (Unaudited)	31 – 33
Performance Table (Unaudited)	34 – 35

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

MANAGEMENT AND ADMINISTRATION OF THE FUND

Manager

Bosera Asset Management (International) Co., Limited
Suite 4109, Jardine House
One Connaught Place
Central
Hong Kong

Sub-Manger

Abrdn Hong Kong Limited
30th Floor, LHT Tower
31 Queen's Road Central
Hong Kong

Trustee and Registrar

HSBC Institutional Trust Services (Asia) Limited
1 Queen's Road Central
Hong Kong

PRC Custodian

The Hongkong and Shanghai Banking Corporation Limited
1 Queen's Road Central
Hong Kong

PRC Custodian's Delegate

HSBC Bank (China) Company Limited
33/F, HSBC Building
Shanghai IFC
8 Century Avenue
Pudong, Shanghai 200120
China

Auditor

PricewaterhouseCoopers
21/F, Edinburgh Tower
15 Queen's Road
Central
Hong Kong

Legal Adviser

Simmons & Simmons
30th Floor One Taikoo Place
979 King's Road
Hong Kong

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

REPORT OF THE MANAGER TO THE UNITHOLDERS

2023 proved to be a highly volatile year for the USD fixed income market, starting the year with low interest rates, escalating notably, and then retreating sharply to the levels seen at the beginning of the year. The first quarter was characterized by broad fluctuations around low levels, driven by changes in inflation expectations and systemic risks within the banking sector. During the second and third quarters, the market's overall pricing dynamics centered on the robust resilience of the U.S. economy and the Federal Reserve's hawkish policy stance, leading to a substantial rise in interest rates. In the fourth quarter, as the Fed shifted towards a more dovish policy stance, coupled with softer economic data and investors' shifted expectations, interest rates quickly fell from their highs, dropping over 100 basis points in two months. Throughout the year, global credit spreads narrowed, global stock markets generally trended upwards with volatility, while commodities experienced downward fluctuations and gold ended the year higher. In the Chinese equity market, the anticipated stimulus at the beginning of the year did not fully materialize, resulting in a downturn that weighed on the market.

The fund generally focused on investments in short-duration, high-quality credit bonds. This approach significantly reduced our exposure to the more volatile sectors, which helped the fund earn stable returns throughout the year.

Bosera Asset Management (International) Co., Limited
26 April 2024

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

REPORT OF THE TRUSTEE TO THE UNITHOLDERS

We hereby confirm that, in our opinion, the Manager of the Fund has, in all material respects, managed the Fund in accordance with the provisions of the Trust Deed dated 5 January 2012, as amended, for the year ended 31 December 2023.

HSBC Institutional Trust Services (Asia) Limited
26 April 2024

**INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF BOSERA-ABERDEEN STANDARD EMERGING
OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

Report on the Audit of the Financial Statements

Opinion

What we have audited

The financial statements of Bosera-Aberdeen Standards Emerging Opportunities Bond Fund (the "Fund") (a sub-fund of Bosera Investment Funds), which are set out on pages 7 to 29, which comprise:

- the statement of financial position as at 31 December 2023;
- the statement of comprehensive income for the year then ended;
- the statement of changes in net assets attributable to unitholders for the year then ended;
- the statement of cash flows for the year then ended; and
- the notes to the financial statements, comprising material accounting policy information and other explanatory information.

Our opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Fund as at 31 December 2023, and of its financial transactions and its cash flows for the year then ended in accordance with IFRS Accounting Standards.

Basis for Opinion

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

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

Independence

We are independent of the Fund in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

Emphasis of Matter

We draw attention to Notes 1 and 2 to the financial statements which state that the Manager has an intention to liquidate the Fund and has applied to the Securities and Futures Commission of Hong Kong on 15 February 2024 for its approval on the liquidation of the Fund subject to regulatory approval. As a result, the financial statements have been prepared on a non-going concern basis, and are prepared in accordance with the basis set out in Note 2. Our opinion is not modified in respect of this matter.

Other Information

The Trustee and the Manager (the "Management") of the Fund are responsible for the other information. The other information comprises all of 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.

**INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF BOSERA-ABERDEEN STANDARD EMERGING
OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

Responsibilities of the Management for the Financial Statements

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

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

In addition, the Management of the Fund is required to ensure that the financial statements have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed dated 5 January 2012, as amended ("Trust Deed") and Appendix E of the Code on Unit Trusts and Mutual Funds issued by the Hong Kong Securities and Futures Commission (the "SFC Code").

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements. In addition, we are required to assess whether the financial statements of the Fund have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and Appendix E of the SFC Code.

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

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

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

**INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF BOSERA-ABERDEEN STANDARD EMERGING
OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

Report on Matters under the Relevant Disclosure Provisions of the Trust Deed and Appendix E of the SFC Code

In our opinion, the financial statements have been properly prepared, in all material respects, in accordance with the relevant disclosure provisions of the Trust Deed and Appendix E of the SFC Code.

PricewaterhouseCoopers
Certified Public Accountants

Hong Kong, 26 April 2024

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2023**

	Note	2023 USD	2022 USD
Assets			
Current Assets			
Investments	5(b), 8(c)	-	1,994,600
Interest receivable		35	24,214
Rebate receivable from the manager	8(g)	74,380	84,365
Margin deposits	5(d),9	100	100
Cash and cash equivalents	5(d),8(c)	351,323	356,849
Total Assets		425,838	2,460,128
Liabilities			
Current Liabilities			
Other payables	8(a), (b), (f)	56,916	63,156
Liabilities (excluding net assets attributable to unitholders)		56,916	63,156
Net assets attributable to unitholders	4	368,922	2,396,972

On behalf of
HSBC Institutional Trust Services
(Asia) Limited
as the Trustee

On behalf of
Bosera Asset Management
(International) Co., Limited
as the Manager

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Note	2023 USD	2022 USD
Income			
Interest on bank deposits	8(c)	8,756	3,626
Interest on investments		47,180	430,674
Other income	8(g)	74,401	84,482
Net gains/(losses) on investments	6	48,760	(3,188,863)
Net foreign currency gain		640	5,263
Total investment income/(loss)		179,737	(2,664,818)
Expenses			
Management fee	8(a)	17,516	43,055
Trustee fee	8(b)	66,000	67,019
Audit fee		21,186	32,728
Transaction costs	10	1,879	354
Safe custody fee	8(f)	325	2,301
Other expenses	8(f)	52,144	67,096
Total operating expenses		159,050	212,553
Operating profit/(loss) before tax		20,687	(2,877,371)
Tax expense	7	-	(113)
Increase/(decrease) in net assets attributable to unitholders from operations		20,687	(2,877,484)

The notes on pages 11 to 29 are an integral part of these financial statements

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Note	2023 USD	2022 USD
Net assets attributable to unitholders at the beginning of the year		2,396,972	39,603,465
Issue of units	4	19,080	2,042,679
Redemption of units	4	(2,067,817)	(36,371,688)
Net decrease from unit transactions		(2,048,737)	(34,329,009)
Increase/(decrease) in net assets attributable to unitholders from operations		20,687	(2,877,484)
Net assets attributable to unitholders at the end of the year		368,922	2,396,972
		Units	Units
Class A USD units			
Units in issue at the beginning of the year		7,874	7,300
Issue of units		2,021	4,491
Redemption of units		(264)	(3,917)
Units in issue at the end of the year		9,631	7,874
Class I USD units			
Units in issue at the beginning of the year		236,863	778,275
Issue of units		-	208,588
Redemption of units		(208,588)	(750,000)
Units in issue at the end of the year		28,275	236,863
Class A RMB units			
Units in issue at the beginning of the year		83,317	83,396
Issue of units		-	21
Redemption of units		(76,708)	(100)
Units in issue at the end of the year		6,609	83,317
Class S USD units			
Units in issue at the beginning of the year		-	3,263,844
Redemption of units		-	(3,263,844)
Units in issue at the end of the year		-	-

The notes on pages 11 to 29 are an integral part of these financial statements

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2023**

	2023	2022
	USD	USD
Cash flows from operating activities		
Increase/(decrease) in net assets attributable to unitholders from operations	20,687	(2,877,484)
Adjustment for:		
Interest on investments	(47,180)	(430,674)
Interest on bank deposits	(8,756)	(3,626)
Tax expense	-	113
Operating loss before working capital changes	(35,249)	(3,311,671)
Net decrease in investments	1,994,600	30,369,533
Net decrease in amounts due to brokers	-	(600,000)
Net decrease/(increase) in rebates receivable from the manager	9,985	(84,365)
Net decrease in other receivables	-	954
Net decrease in margin deposits	-	1,749,352
Net decrease in other payables	(6,240)	(1,133)
Cash generated from operations	1,963,096	28,122,670
Interest on investment received	70,747	881,173
Interest on bank deposits received	9,368	2,868
Net cash generated from operating activities	2,043,211	29,006,711
Cash flows from financing activities		
Proceeds from issue of units	19,080	2,042,979
Payments on redemption of units	(2,067,817)	(36,371,688)
Net cash used in financing activities	(2,048,737)	(34,328,709)
Net decrease in cash and cash equivalents	(5,526)	(5,321,998)
Cash and cash equivalents at the beginning of the year	356,849	5,678,847
Cash and cash equivalents at the end of the year	351,323	356,849
Analysis of balance of cash and cash equivalents		
Cash at banks	351,323	356,849

The notes on pages 11 to 29 are an integral part of these financial statements

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

1. The Fund

Bosera Investment Funds (the “Trust”) is an open-ended umbrella unit trust governed by its Trust Deed dated 5 January 2012, as amended, (the “Trust Deed”) made between Bosera Asset Management (International) Co., Limited as Manager (the “Manager”) and HSBC Institutional Trust Services (Asia) Limited as Trustee (the “Trustee”). The terms of the Trust Deed are governed by the laws of Hong Kong.

Bosera-Aberdeen Standard Emerging Opportunities Bond Fund (“the Fund”) is a sub-fund of the Trust. The date of inception of operations of the Fund is 9 May 2016. As at 31 December 2023 and 2022, the Trust has three other Sub-Funds, namely Bosera RMB Bond Fund, Bosera China Opportunities Fund and Bosera Greater China Bond Fund. The Trust and each Sub-Fund are authorised by the Securities and Futures Commission in Hong Kong under Section 104 of the Hong Kong Securities and Futures Ordinance.

The investment objective of the Fund is to achieve income and capital appreciation through primarily investing in global emerging-markets debt securities and emerging market currencies.

The Manager has obtained Renminbi Qualified Foreign Institutional Investor (“RQFII”) status from the China Securities Regulatory Commission (“CSRC”) and has been granted RQFII quota by the State Administration of Foreign Exchange (“SAFE”) of the PRC pursuant to the RQFII Regulations. The Fund utilises RQFII quota granted by SAFE to the Manager.

Starting from 12 November 2019, the Fund has been approved by the China Securities Regulatory Commission to register as one of the northbound funds under the Mainland-Hong Kong Mutual Recognition of Funds scheme.

The Manager, with the consent of the Trustee, has an intention to liquidate the Fund and has applied to the Securities and Futures Commission of Hong Kong on 15 February 2024 for its approval on the liquidation of the Fund subject to regulatory approval. As such, the financial statements of the Fund have been prepared on a non-going concern basis.

These financial statements are prepared for the Fund only.

2. Summary of material accounting policies

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

(a) Basis of preparation

The financial statements of the Fund have been prepared in accordance with IFRS Accounting Standards. The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss.

The financial statements are prepared on a non-going concern basis (refer to Note 1). The Manager and the Trustee (the “Management”) assessed that the values of all assets and liabilities at the reporting date approximate their net realisable value, and therefore no changes of accounting policies or adjustments have been made in the financial statements in order to reflect the fact that the Fund will be able to realise its assets or to extinguish its liabilities in the normal course of business.

The preparation of financial statements in conformity with IFRS Accounting Standards requires the use of certain accounting estimates. It also requires the Trustee and Manager (collectively the “Management”) to exercise their judgement in the process of applying the Fund's accounting policies.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

2. Summary of material accounting policies (Continued)

(a) Basis of preparation (Continued)

New and amended standards adopted by the Fund

- Disclosure of Accounting Policies – Amendments to IAS 1 and IFRS Practice Statement 2
- Definition of Accounting Estimates – Amendments to IAS 8

The amendments listed above did not have any impact on the amounts recognised in prior periods and are not expected to significantly affect the current or future periods.

New and amended standards and interpretations not yet adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2023, and have not been early adopted in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Fund.

(b) Financial assets at fair value through profit or loss

(i) Classification

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

The Fund's policy requires the Manager to evaluate the information about these financial assets and liabilities on a fair value basis together with other related financial information.

(ii) Recognition, derecognition and measurement

Regular purchases and sales of investments are recognised on the trade date - the date on which the Fund commits to purchase or sell the investment. Financial assets and financial liabilities at fair value through profit or loss are initially recognised at fair value. Transaction costs are expensed as incurred in the statement of comprehensive income.

Financial assets are derecognised when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

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

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

2. Summary of material accounting policies (Continued)

(b) Financial assets at fair value through profit or loss (Continued)

(iii) Fair value estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted market prices at the close of trading on the reporting date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The Fund utilises the last traded market price for both financial assets and financial liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, management will determine the point within the bid-ask spread that is most representative of fair value.

Debt securities are fair valued based on quoted market prices. The fair value of debt securities not quoted in an active market may be determined by the Fund using reputable pricing sources (such as pricing agencies) or indicative prices from bond/debt market makers. Broker quotes as obtained from the pricing sources may be indicative and not executable or binding. The Fund would exercise judgement and estimates on the quantity and quality of pricing sources used. Where no market data is available, the Fund may value positions using its own models, which are usually based on valuation methods and techniques generally recognized as standard within the industry.

(iv) Transfers between levels of the fair value hierarchy

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

(c) Interest income

Interest income is recognised on a time-proportionate basis using the effective interest method in the statement of comprehensive income for all interest bearing instruments. Other income is accounted for on an accrual basis.

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

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

2. Summary of material accounting policies (Continued)

(d) Translation of foreign currencies

(i) Functional and presentation currencies

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

(ii) Transactions and balance

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign currency assets and liabilities are translated into the functional currency using the exchange rate prevailing at the year-end date.

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

Foreign exchange gains and losses relating to cash and cash equivalents are presented in the statement of comprehensive income within "net foreign currency gain".

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

(e) Expenses

Expenses are accounted for on an accrual basis.

(f) Redeemable units

The Fund issues redeemable units which are redeemable at the holder's option.

Redeemable units can be put back to the Fund at any dealing date for cash equal to a proportionate share of the Fund's net asset value. Units are redeemable on a daily basis.

The redeemable shares are carried at amortised cost which corresponds to the redemption amount that is payable at the statement of financial position date if the holder exercises the right to put the share back to the Fund.

The Fund has three classes of units in issue: Class A USD, Class I USD and Class A RMB which rank pari passu in all material respects but have different terms and conditions as set out in the Fund's Explanatory Memorandum, which include minimum investment amounts and management fees. As the different classes of units do not have identical features, they do not meet the criteria for equity classification and therefore are classified as financial liabilities.

Units are issued and redeemed at the holder's option at prices based on the Fund's net asset value per unit at the time of issue or redemption. The Fund's net asset value per unit is calculated by dividing the net assets attributable to unitholders with the total number of outstanding units of the respective classes.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

2. Summary of material accounting policies (Continued)

(g) Cash and cash equivalents

Cash and cash equivalents includes cash at banks and deposits held with banks with original maturities of three months or less.

(h) Margin accounts

Margin accounts represent margin deposits held in respect of futures contracts.

(i) Taxation

The Fund may incur withholding taxes on investment income. Such income is recorded gross of withholding taxes in the statement of comprehensive income. Withholding taxes are recorded separately and included as taxation in the statement of comprehensive income.

(j) Transaction costs

Transactions costs are costs incurred to acquire financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, brokers and dealers. Transaction costs, when incurred, are immediately recognised in profit or loss as an expense.

3. Critical accounting estimates and judgements

The Manager 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.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

4. Number of units in issue and net assets attributable to unitholders per unit

The Fund's capital is represented by "net assets attributable to unitholders" and is classified as financial liabilities as at 31 December 2023 and 2022 in the statement of financial position. Subscriptions and redemptions of units during the year are shown in the statement of changes in net assets attributable to unitholders. In order to achieve the investment objectives, the Fund endeavours to invest its capital in accordance with the investment policies and risk management policies as outlined in note 5, whilst maintaining sufficient liquidity to meet redemption requests. Such liquidity is augmented by the holding of liquid investments. As at 31 December 2023, the Fund has three classes of units in issue: Class A USD, Class I USD and Class A RMB (2022: three classes of units in issue: Class A USD, Class I USD and Class A RMB).

	Class A USD Units	2023 Class I USD Units	Class A RMB Units
Units in issue at the end of the year	<u>9,631</u>	<u>28,275</u>	<u>6,609</u>
	Class A USD Units	2022 Class I USD Units	Class A RMB Units
Units in issue at the end of the year	<u>7,874</u>	<u>236,863</u>	<u>83,317</u>
		2023	2022
Net asset value per unit			
– Class A USD units		USD9.52	USD9.53
– Class I USD units		USD9.77	USD9.76
– Class A RMB units		RMB0.94	RMB0.92

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management

(a) Financial risk factors

The investment objective of the Fund is to achieve income and capital appreciation through primarily investing in global emerging-markets debt securities and emerging market currencies. The Fund seeks to achieve its investment objective by investing in bonds issued by governments, quasi-government entities or corporations in emerging markets countries and emerging market currencies.

The Fund is exposed to market price risk, cash flow and fair value interest rate risk, credit and custody risk, liquidity risk and currency risk.

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

(b) Market price risk

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

All investments present a risk of loss of capital. The Fund's market price risk is managed through deliberate securities selection and diversification of the investment portfolio.

As at 31 December 2023, the Fund did not hold any investment.

At the end of the reporting date of 31 December 2022, the overall market exposures were as follows:

	2022	
	Fair value	Cost
	USD	USD
Bonds	1,994,600	1,994,907
	<u>1,994,600</u>	<u>1,994,907</u>

As the Fund mainly invests in debt securities, the sensitivity analysis of market price risk is disclosed in the interest rate sensitivity analysis in note 5(c) below.

Net market exposures

The following table shows the net market exposure the Fund has to the market, incorporating the underlying market risk through all financial assets and liabilities held by the Fund. Market below represents where the holding company/head office of the issuer predominately domiciles/operates.

	2022 USD equivalents
Markets exposed to Bonds	
China	1,297,933
Qatar	199,845
United Arab Emirates	199,892
United States	296,930
	<u>1,994,600</u>

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management (Continued)

(b) Market price risk (Continued)

Net market exposures (Continued)

The following table shows the net exposures to sectors as at 31 December 2022:

Sector exposed to	As at 31 December 2022 % of net asset value
Banks	21
Capital Goods	9
Diversified Financial Services	8
Electric	8
Engineering & Construction	8
Internet	8
Sovereigns	21
	<hr/>
	83
	<hr/> <hr/>

There were no investments of the same issuer with aggregate market value exceeding 10% of the Fund's net asset value at 31 December 2022.

(c) Cash flow and fair value interest rate risk

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

Interest rate risk arises from the effects of fluctuations in the prevailing levels of markets interest rates on the fair value of interest-bearing assets and liabilities and future cash flow. The Fund holds bonds that expose the Fund to fair value interest rate risk. The Fund also holds cash and cash equivalents that expose the Fund to cash flow interest rate risk.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management (Continued)

(c) Cash flow and fair value interest rate risk (Continued)

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

At 31 December 2023

	Up to 1 year USD	1-5 years USD	Over 5 years USD	Non-interest bearing USD	Total USD
Assets					
Margin deposits	-	-	-	100	100
Other assets	-	-	-	74,415	74,415
Cash and cash equivalents	351,323	-	-	-	351,323
	<u>351,323</u>	<u>-</u>	<u>-</u>	<u>74,515</u>	<u>425,838</u>
	-----	-----	-----	=====	=====
Liabilities					
Other liabilities	-	-	-	56,916	56,916
	<u>-</u>	<u>-</u>	<u>-</u>	<u>56,916</u>	<u>56,916</u>
	-----	-----	-----	=====	=====
Total interest sensitivity gap	<u>351,323</u>	<u>-</u>	<u>-</u>		
	=====	=====	=====		

At 31 December 2022

	Up to 1 year USD	1-5 years USD	Over 5 years USD	Non-interest bearing USD	Total USD
Assets					
Investments	1,994,600	-	-	-	1,994,600
Margin deposits	-	-	-	100	100
Other assets	-	-	-	108,579	108,579
Cash and cash equivalents	356,849	-	-	-	356,849
	<u>2,351,449</u>	<u>-</u>	<u>-</u>	<u>108,679</u>	<u>2,460,128</u>
	-----	-----	-----	=====	=====
Liabilities					
Other liabilities	-	-	-	63,156	63,156
	<u>-</u>	<u>-</u>	<u>-</u>	<u>63,156</u>	<u>63,156</u>
	-----	-----	-----	=====	=====
Total interest sensitivity gap	<u>2,351,449</u>	<u>-</u>	<u>-</u>		
	=====	=====	=====		

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management (Continued)

(c) Cash flow and fair value interest rate risk (Continued)

The majority of the Fund's interest rate exposure on debt instruments are USD denominated. Interest rate exposures are expressed in terms of rate of weighted modified duration. The Manager monitors the interest rate risks by quantifying market exposure in duration terms. Weighted modified duration is the modified duration multiplied by the allocation of net asset value and a sensitivity factor. As at 31 December 2023, the Fund did not hold any investments. As at 31 December 2022, the weighted average modified duration of the Fund is 0.0921.

At 31 December 2022, should interest rates have lowered/risen by 50 basis points with all other variables remaining constant, the increase/decrease in net assets attributable to unitholders for the year would amount to approximately USD0.02 million, arising substantially from the increase/decrease in market values of debt securities.

(d) Credit and custody risk

The Fund is exposed to credit risk which is the risk that an issuer or counterparty will be unable or unwilling to pay amounts in full when due.

The Fund's financial assets which are potentially subject to concentrations of credit risk consist principally of bank deposits and assets held with the custodian.

The Fund's financial assets which are potentially subject to concentration of credit risk consist of cash and cash equivalents and assets held with custodian and its delegate. The table below summarises the net exposure to the Fund's counterparties as at 31 December 2023 and 2022:

	2023	2022
	USD	USD
<u>Investments</u>		
The Hongkong and Shanghai Banking Corporation Limited	-	1,994,600
<u>Cash and cash equivalents</u>		
The Hongkong and Shanghai Banking Corporation Limited	351,258	356,783
HSBC Bank (China) Company Limited ("HSBC China")	65	66
<u>Broker</u>		
CITIC Futures International Company Limited	100	100

As at 31 December 2023 and 2022, the credit ratings of the Fund's PRC custodian, PRC custodian's delegate and the counterparties are at or above investment grade with reference to the rating agencies.

As the Fund holds debt securities, it is also exposed to risk that the issuers may not be able to repay the principal amount at maturity and interest. The credit risk is mitigated as the debt securities held are subject to the requirements of (i) maximum holding of 10% of net asset value for any single issuer and/or (ii) maximum holding of 30% of net asset value for Government and other public securities of the same issue.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management (Continued)

(d) Credit and custody risk (Continued)

The table below summarises the credit rating of the investment portfolio categorised by the rating agencies:

	2022
	% of net asset value
Debt securities by rating category	
Investment Grade	83.21
	<hr/>
Total	83.21
	<hr/> <hr/>

The Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management considers both historical analysis and forward looking information in determining any expected credit loss. Applying the requirements of IFRS 9, the expected credit loss is immaterial for the Fund and, as such, no expected credit loss has been recognised within the financial statements.

The maximum exposure to credit risk at year end is the carrying amount of the financial assets as shown on the statement of financial position.

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

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

(e) Liquidity risk

Liquidity risk is the risk that the Fund may not be able to generate sufficient cash resources to settle its obligations as they fall due, including a redemption request.

The Fund is exposed to daily cash redemptions of units in the Fund. The Fund invests the majority of its assets in investments that are traded in an active market and can be readily disposed of.

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

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management (Continued)

(e) Liquidity risk (Continued)

	Less than 1 month USD	1-3 months USD	Over 3 months USD
At 31 December 2023			
Other payables	11,035	-	45,881
Net assets attributable to unitholders	368,922	-	-
	<hr/>	<hr/>	<hr/>
Contractual cash outflow	379,957	-	45,881
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
	Less than 1 month USD	1-3 months USD	Over 3 months USD
At 31 December 2022			
Other payables	9,347	-	53,809
Net assets attributable to unitholders	2,396,972	-	-
	<hr/>	<hr/>	<hr/>
Contractual cash outflow	2,406,319	-	53,809
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

Units are redeemed on demand at the unitholders' option. As at 31 December 2023, there were 2 (2022: 4) unitholders holding more than 10% of the Fund's units totalling 96.7% (2022: 93.8%) of Class A USD units 100% (2022: 100%) of Class I USD units and 100% (2022:100%) of Class A RMB.

The Fund manages its liquidity risk by investing predominantly in debt securities that it expects to be able to liquidate within 7 days or less. The following table illustrates the expected liquidity of the current assets held:

	Less than 7 days USD	7 days to less than 1 month USD	1-12 months USD
At 31 December 2023			
Total current assets	425,803	-	35
	<hr/>	<hr/>	<hr/>
	Less than 7 days USD	7 days to less than 1 month USD	1-12 Months USD
At 31 December 2022			
Total current assets	2,435,914	-	24,214
	<hr/>	<hr/>	<hr/>

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management (Continued)

(f) Currency risk

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

The Fund has liabilities denominated in currency other than USD, the functional and presentation currency. The Fund is therefore exposed to currency risk, as the value of the assets and liabilities denominated in other currencies will fluctuate due to changes in exchange rates.

The table below summarises the Fund's monetary and non-monetary exposures to different major currencies as at 31 December 2023 and 2022:

	2023		2022	
	Monetary USD	Non-monetary USD	Monetary USD	Non-monetary USD
Euro	66	-	8	-
Hong Kong Dollar	(17,671)	-	(26,292)	-
Renminbi	(4,821)	-	(20,868)	-

The Fund holds monetary assets and liabilities which are mainly denominated in USD. The Manager considers that there is no significant exposure to currency risk as Hong Kong Dollar is currently pegged with United States Dollar within a narrow range and hence sensitivity analysis is not presented.

The below table summarizes the impact of increase or decrease of key exchange rates on the exposures tabled above, to which the fund is exposed. The analysis is based on the assumption that the exchange rates had increased/decreased by 3% (2022: 10%) with all other variables held constant.

	2023		2022	
	Monetary USD	Non-monetary USD	Monetary USD	Non-monetary USD
Euro	2	-	1	-
Renminbi	(145)	-	(2,087)	-

The manager has used their view of what would be a "reasonable possible shift" in the exchange rates to estimate the change for use in the currency risk sensitivity analysis above.

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

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management (Continued)

(g) Fair value estimation

The fair value of financial assets and liabilities traded in active markets (such as trading securities) are based on quoted market prices at the close of trading on the period end date. The Fund used the last traded market price as its fair valuation inputs for both financial assets and financial liabilities.

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

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Fund for similar financial instruments.

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly or indirectly (Level 2).
- Inputs for the asset or liability that are unobservable inputs (Level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Fund. The Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management (Continued)

(g) Fair value estimation (Continued)

As at 31 December 2023, the Fund did not hold any investment.

The following table analyses within the fair value hierarchy the Fund's investments (by class) measured at fair value as at 31 December 2022:

At 31 December 2022

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
Assets				
Financial assets at fair value through profit or loss				
– Bonds	296,930	1,697,670	-	1,994,600
	<u>296,930</u>	<u>1,697,670</u>	<u>-</u>	<u>1,994,600</u>
	<u><u>296,930</u></u>	<u><u>1,697,670</u></u>	<u><u>-</u></u>	<u><u>1,994,600</u></u>

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1.

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

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently. As of 31 December 2022, the Fund did not hold any investments classified in level 3.

There were no transfers between levels of investments for the years ended 31 December 2022.

Assets and liabilities included in the statement of financial position, except for investments and derivative financial instrument, are carried at amortised cost; their carrying values are a reasonable approximation of fair value.

(h) Financial instruments by category

Apart from investments and derivative financial instrument as disclosed in the statement of financial position which are classified as financial assets at fair value through profit or loss, all other financial assets as disclosed in the statement of financial position, including interest receivable, margin deposits and cash and cash equivalents, are categorised as “financial assets at amortised cost”.

All liabilities as disclosed in the statement of financial position, excluding provision for taxation, is categorised as “other financial liabilities at amortised cost”.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

5. Financial risk management (Continued)

(i) Capital risk management

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

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

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

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

The Fund did not make any distributions during the years ended 31 December 2023 and 2022.

6. Net gains/(losses) on investments

	31 December 2023	31 December 2022
	USD	USD
Change in unrealised (losses)/gains on investments	(852)	703,410
Realised gains/(losses) on investments	49,612	(3,892,273)
	<u>48,760</u>	<u>(3,188,863)</u>

7. Taxation

Hong Kong Tax

No provision for Hong Kong profits tax has been made for the Fund as it is authorised as a collective investment scheme under Section 104 of the Hong Kong Securities and Futures Ordinance and is therefore exempt from profits tax under Section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

PRC Tax

On 7 November 2018, the MOF and the STA jointly issued a notice Caishui [2018] No.108 ("Circular 108") which stipulates that foreign institutional investors are temporarily exempted from PRC WIT and VAT in respect of bond interest income received from 7 November 2018 to 6 November 2021. On 22 November 2021, the MOF and the STA officially issued Public Notice [2022] No.34 to extend the CIT and VAT exemption treatment on the bond interest income for the foreign institutional investors investing in the domestic bond market from 6 November 2021 to 31 December 2025.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

7. Taxation (Continued)

PRC Tax (Continued)

During the years ended 31 December 2023 and 2022, the Fund invests in PRC debt securities in PRC through the RQFII program. The Manager considers that the enforcement of PRC tax on gains derived from the PRC debt securities is uncertain as at the date of approval of these financial statements and has exercised its judgment when assessing whether the Fund may be liable for PRC taxation on its gains, the amount of potential liability and the probability of such tax being levied up to the reporting date. The Manager considered that the WIT policy for QFIIs/RQFII's investment in debt securities has not been clarified in the "Notice on temporary exemption of Corporate Income Tax on capital gains derived from the transfer of equity investment assets such as PRC domestic stocks by QFII and RQFII" (the "Notice"). The Manager has reassessed the provisioning approach and has continued not making PRC WIT provision on gains derived from the PRC debt securities of the Fund. However, significant uncertainties exist and estimation of the Manager may substantially differ from the actual events.

The withholding tax of the Fund for the years ended 31 December 2023 and 2022 represents:

	2023	2022
	USD	USD
Withholding tax	-	113
Tax expense	-	113

8. Transactions with related parties including the Trustee, the Manager and their Connected Persons

The following is a summary of significant related party transactions entered into during the year between the Fund and the Trustee, the Manager and their connected persons. Connected persons are those as defined in the Code on Unit Trusts and Mutual Funds issued by the Securities and Futures Commission of Hong Kong. All transactions entered into during the years ended 31 December 2023 and 2022 between the Fund and the Trustee, the Manager and their connected persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager's knowledge, the Fund does not have any other significant transactions with connected persons except for those disclosed below.

(a) Management fee

The Manager, is entitled to receive a management fee, currently at the rate of 1% per annum of the net asset value of Class A and 0.75% per annum of the net asset value of Class I, accrued at each valuation day and payable monthly in arrears.

For the year ended 31 December 2023, the Manager was entitled to a management fee of USD17,516 (2022: USD43,055). At 31 December 2023, a management fee of USD2,472 (2022: USD1,546) was payable to the Manager.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

**8. Transactions with related parties including Trustee, Manager and their Connected Persons
(Continued)**

(b) Trustee fee

The Trustee, is entitled to receive a trustee fee.

The Trustee, is entitled to receive a trustee fee which represents a variable fee of (i) 0.12% per annum on the first USD100 million of the net asset value of the Fund and (ii) 0.10% per annum thereafter, subject to a minimum of USD5,000 per month. The trustee fee is charged as a percentage of the net asset value of the Fund as each valuation day. This fee is accrued and payable monthly in arrears.

The Trustee fee is inclusive of fees payable to The Hongkong and Shanghai Banking Corporation Limited, the PRC Custodian.

For the year ended 31 December 2023, the Trustee was entitled to a trustee fee of USD66,000 (2022: USD67,019), At 31 December 2023, a trustee fee of USD5,605 (2022: USD5,605) was payable to the Trustee by the fund.

(c) Bank balances and investment balances

The following bank and investment balances of the Fund were held with the PRC Custodian and its delegate which are related parties of the Trustee. For the year ended 31 December 2023, interest income derived from bank balances is USD8,756 (2022: USD3,626). At 31 December 2023, an interest income of USD35 (2022: USD646) was receivable from the PRC Custodian.

	31 December 2023	31 December 2022
	USD	USD
Bank balances	351,323	356,849
Investment balances	-	1,994,600

(d) Holdings in the Fund

As at 31 December 2023, no (2022: 208,588) units of Class I USD were held by Bamco Global Limited, a subsidiary company of the Manager.

For the year ended 31 December 2022, for Class I USD, the net realised losses and the net unrealised gains of the Standard Life Portfolio Investments Limited amounted to USD308,775 and USDNil respectively and the net unrealised gains of the Bamco Global Limited amounted to USD35,606.

(e) Investment transactions and brokerage commission

The Fund engaged China Merchants Securities Co., Ltd, a substantial shareholder of the Manager, as the broker of the Fund to provide brokerage services for a fee during the year ended 31 December 2022. During the year ended 31 December 2023, there was no such brokerage service fee charges by China Merchants Securities Co., Ltd. The details of the transactions are summarised below.

	Total broker transaction amount USD	% of total transactions during the period %	Total commission paid USD	Average commission rate %
31 December 2022	728,809	1.5%	-	-

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2023**

8. Transactions with related parties including Trustee, Manager and their Connected Persons (Continued)

(e) Investment transactions and brokerage commission (Continued)

The Fund received the brokerage services provided by Hongkong and Shanghai Banking Corporation Limited, the PRC Custodian, for the purchases and sales of investments during the year ended 31 December 2023 and 2022. The details of the transactions are summarised below.

	Aggregate value of purchases and sales of securities USD	% of total transactions during the period %	Total commission paid USD	Average commission rate %
31 December 2023	199,144	1.86%	-	-
31 December 2022	4,982,037	10.25%	-	-

(f) Other fees

For the year ended 31 December 2023, transaction handling fees on purchases and sales of investments, safe custody fees, account opening fees and out of pocket expenses were charged by the Trustee, amounting to USD38,155 (2022: USD46,189), of which USD6,241 (2022: USD1,182) was outstanding at year end.

(g) Rebate receivable from the Manager

With effect from 18 April 2017, the ongoing charges in respect of the Fund would be capped at 3% of the average net asset value of the Fund. Any excess of ongoing expenses of the Fund would be borne by the Manager and paid to the Fund as rebates. During the year ended 31 December 2023, rebates to the Fund from the Manager amounted to USD74,380 (2022: USD84,365). At 31 December 2023, the total outstanding rebates amounted to USD74,380 (2022: USD84,365).

9. Margin deposits

The Fund has Margin deposits which held in respect of futures contracts. As at 31 December 2023, the Fund held margin deposits of USD100 (2022: USD100).

10. Transaction costs

Transaction costs are costs incurred to acquire/dispose financial assets or liabilities at fair value through profit or loss. They include fees and commissions paid to agents, advisers, brokers and dealers.

11. Soft commission arrangements

The Manager confirms that there were no soft commission arrangements existing during the years ended 31 December 2023 and 2022 in relation to directing transactions of the Fund through a broker or dealer.

12. Distribution

The Fund did not make any distributions during the years ended 31 December 2023 and 2022.

13. Approval of financial statements

The financial statements were approved by the Trustee and the Manager on 26 April 2024.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**INVESTMENT PORTFOLIO (UNAUDITED)
AS AT 31 DECEMBER 2023**

As at 31 December 2023, the Fund did not hold any investment.

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Nominal Value (USD)			31 December 2023
	1 January 2023	Additions	Deductions	
QUOTED BONDS				
CANADA				
CNOOC FINANCE 2014 ULC 4.25% 30APR2024	-	200,000	200,000	-
CHINA				
AGRICULTURAL BK CN/SEOUL SER CD (REG S) 0% CD 07FEB2023	100,000	-	100,000	-
AZURE ORBIT IV INTL FIN SER EMTN (REG) (REG S) 3.75% 25JAN2023	200,000	-	200,000	-
BAIDU INC (REG) 3.875% 29SEP2023	-	200,000	200,000	-
BANK OF CHINA/SYDNEY SER FXCD (REG S) 3.78% CD 03JAN2023	200,000	-	200,000	-
BOCOM LEASING MGMT SER EMTN (REG) (REG S) 4.375% 22JAN2024	-	200,000	200,000	-
CCBL CAYMAN 1 CORP SER EMTN (REG) (REG S) 3.5% 16MAY2024	-	200,000	200,000	-
CDBL FUNDING 1 SER EMTN (REG) (REG S) 3% 24APR2023	-	200,000	200,000	-
CDBL FUNDING TWO SER EMTN (REG) (REG S) 1.375% 04MAR2024	-	200,000	200,000	-
CHINA CINDA 2020 I MNGMN SER EMTN (REG) (REG S) 1.25% 20JAN2024	-	200,000	200,000	-
CHINA RAILWAY RESOURCES (REGS) 3.85% 05FEB2023	200,000	-	200,000	-
CITIC LTD SER REGS 6.8% 17JAN2023	200,000	-	200,000	-
CNOOC CURTIS FUNDING NO.1 SER REGS 4.5% 03OCT2023	-	200,000	200,000	-
CRCC YUXIANG LTD SER REGS 3.5% 16MAY2023	-	200,000	200,000	-
HERO ASIA INVESTMENT LTD (REG) (REG S) 1.5% 18NOV2023	-	200,000	200,000	-
IND & COMM BK CHINA/HK SER GMTN (REG) (REG S) 1% 20JUL2023	-	200,000	200,000	-
IND & COMM BK CHN/LONDON SER Cd (REG S) 0% CD 09FEB2023	200,000	-	200,000	-
PROSPEROUS RAY LTD (REG S) 4.625% 12NOV2023	-	200,000	200,000	-
SINOPEC CAPITAL 2013 LTD SER REGS 3.125% 24APR2023	-	200,000	200,000	-
SINOPEC GRP OVERSEA 2013 (SER REGS) 4.375% 17OCT2023	-	200,000	200,000	-

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Nominal Value (USD)			31 December 2023
	1 January 2023	Additions	Deductions	
QUOTED BONDS (CONTINUED)				
CHINA (CONTINUED)				
SINOPEC GRP OVERSEA 2014 SER REGS 4.375% 10APR2024	-	200,000	200,000	-
SPIC LUX LATAM RE ENER SER 5YR (REG S) 4.65% 30OCT2023	-	200,000	200,000	-
TENCENT HOLDINGS LTD SER REGS (REG) (REG S) 2.985% 19JAN2023	200,000	-	200,000	-
HONG KONG				
CGNPC INTERNATIONAL LTD (REG) (REG S) 3.875% 11SEP2023	-	200,000	200,000	-
CITIC SER EMTN (REG) (REGS) 3.5% 11JUL2023	-	200,000	200,000	-
INDONESIA				
INDONESIA (REP OF) (SER REGS) 5.875% 15JAN2024	-	200,000	200,000	-
KOREA				
EXPORT-IMPORT BANK KOREA (REG) FRN 01JUN2023	-	200,000	200,000	-
QATAR				
SOQ SUKUK A Q.S.C SER REGS (REG) (BR) 3.241% 18/01/2023	200,000	-	200,000	-
STATE OF QATAR SER REGS (REG) (REG S) 3.375% 14MAR2024	-	200,000	200,000	-
STATE OF QATAR SER REGS (REG) (REG S) 3.875% 23APR2023	-	200,000	200,000	-
SAUDI ARABIA				
SAUDI INTERNATIONAL BOND SER REGS (REG) (REG S) 2.875% 04MAR2023	-	200,000	200,000	-
SINGAPORE				
BOC AVIATION USA CORP SER REGS (REG S) 1.625% 29APR2024	-	200,000	200,000	-
UNITED ARAB EMIRATES				
ABU DHABI GOVT INT'L SER REGS (REG S) 0.75% 02SEP2023	-	200,000	200,000	-
ABU DHABI NATL ENGY CO SER REGS 3.625% 12JAN2023	200,000	-	200,000	-
UNITED STATES				
US TREASURY BILL 0% 30MAR2023	300,000	160,000	460,000	-

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**MOVEMENTS IN INVESTMENT PORTFOLIO (UNAUDITED) (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

	Nominal Value (USD)			31 December 2023
	1 January 2023	Additions	Deductions	
QUOTED BONDS (CONTINUED)				
UNITED STATES (CONTINUED)				
US TREASURY BILL 0%				
30MAY2023	-	550,000	550,000	-
US TREASURY BILL 0%				
31AUG2023	-	450,000	450,000	-
US TREASURY BILL 0%				
31AUG2023	-	450,000	450,000	-
US TREASURY BILL 0%				
31OCT2023	-	700,000	700,000	-
US TREASURY BILL 0%				
02JAN2024	-	500,000	500,000	-
VIRGIN ISLANDS				
CNOOC FINANCE 2013 LTD (REG)				
3% 09MAY2023	-	200,000	200,000	-
CNPC GENERAL CAPITAL SER				
REGS 3.4% 16APR2023	-	200,000	200,000	-
INVENTIVE GLOBAL INV LTD SER				
EMTN (REG) (REG S) 1.5%				
15JUL2023	-	200,000	200,000	-
STATE GRID OVERSEAS INV SER				
REG S 3.75% 02MAY2023	-	200,000	200,000	-

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**PERFORMANCE TABLE (UNAUDITED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

Net asset value*

	Total dealing asset value USD	Dealing net value per unit
At the end of financial year		
31 December 2023 - Class A USD	91,705	USD9.52
31 December 2023 - Class I USD	276,349	USD9.77
31 December 2023 - Class A RMB	868	RMB0.94
31 December 2022 - Class A USD	75,028	USD9.53
31 December 2022 - Class I USD	2,310,991	USD9.76
31 December 2022 - Class A RMB	10,953	RMB0.92
31 December 2021 - Class A USD	79,652	USD10.91
31 December 2021 - Class I USD	8,673,711	USD11.14
31 December 2021 - Class A RMB	30,837,548	RMB9.45
31 December 2021 - Class I RMB	12,554	RMB0.96

Highest and lowest net asset value* per unit since inception

	Highest issue price per unit	Lowest redemption price per unit
Financial year/period ended		
31 December 2023 - Class A USD	USD9.60	USD9.31
31 December 2023 - Class I USD	USD9.85	USD9.55
31 December 2023 - Class A RMB	RMB0.95	RMB0.88
31 December 2022 - Class A USD	USD10.88	USD9.18
31 December 2022 - Class I USD	USD11.11	USD9.39
31 December 2022 - Class S USD	USD9.42	USD8.90
31 December 2022 - Class A RMB	RMB0.96	RMB0.85
31 December 2021 - Class A USD	USD11.78	USD10.86
31 December 2021 - Class I USD	USD12.00	USD11.09
31 December 2021 - Class S USD	USD10.05	USD9.40
31 December 2021 - Class A RMB	RMB1.05	RMB0.96
31 December 2021 - Class I RMB	RMB1.05	RMB1.02
31 December 2020 - Class A USD	USD11.99	USD10.08
31 December 2020 - Class I USD	USD12.19	USD10.25

**BOSERA-ABERDEEN STANDARD EMERGING OPPORTUNITIES BOND FUND
(A SUB-FUND OF BOSERA INVESTMENT FUNDS)**

**PERFORMANCE TABLE (UNAUDITED) (CONTINUED)
FOR THE YEAR ENDED 31 DECEMBER 2023**

Highest and lowest net asset value* per unit since inception (Continued)

Financial year/period ended	Highest issue price per unit	Lowest redemption price per unit
31 December 2020 - Class A RMB	RMB1.06	RMB1.00
31 December 2020 - Class I RMB	RMB1.06	RMB1.00
31 December 2019 - Class A USD	USD11.80	USD10.77
31 December 2019 - Class I USD	USD11.99	USD10.86
31 December 2018 - Class A USD	USD11.06	USD10.66
31 December 2018 - Class I USD	USD11.08	USD10.75
31 December 2017 - Class A USD	USD11.02	USD9.87
31 December 2017 - Class I USD	USD11.03	USD10.31
31 December 2016 - Class A USD	USD10.03	USD9.78
31 December 2016 - Class I USD	USD10.47	USD10.00

* Represents net asset value in accordance with the Fund's Explanatory Memorandum