JF Provident High Growth Fund

Unaudited Semi-Annual Report
31 December 2011

J.P.Morgan
Asset Management

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This report does not constitute an offer of any units in the fund forming the subject matter of this document (the "Fund"). Subscriptions are only valid if made on the basis of the current explanatory memorandum (or equivalent), supplemented by the most recent financial report.

Statement of Financial Position
As at 31 December 2011 *(Unaudited)*

	31.12.2011 HK$	30.6.2011 HK$
Assets		
Cash at banks	40,806,826	41,267,455
Amounts receivable on allotment	5,091,338	3,578,007
Investments	477,002,143	536,424,084
Total assets	522,900,307	581,269,546
Liabilities		
Amounts payable on redemption	3,471	-
Other accounts payable	572,259	678,097
Liabilities (excluding net assets attributable to holders of redeemable units)	575,730	678,097
Net assets attributable to holders of redeemable units [Note 3]	522,324,577	580,591,449

The notes on pages 5 to 6 form part of these financial statements.

Statement of Comprehensive Income
For the period ended 31 December 2011 *(Unaudited)*

	1.7.2011 to 31.12.2011 HK$	1.7.2010 to 31.12.2010 HK$
Income		
Net (losses)/gains on investments [Note 4]	(88,052,877)	93,287,218
Interest on deposits	485	188
Net foreign currency exchange losses	(19,899)	(47,516)
	(88,072,291)	93,239,890
Expenses		
Management fee	2,650,027	2,546,494
Administration fee	236,062	220,688
Auditor's fee	62,421	62,809
Trustee's fee	17,360	24,260
Printing and publication expenses	1,933	2,393
Safe custody and bank charges	1,406	460
Transaction costs	810	933
Other operating expenses	39,919	39,906
	3,009,938	2,897,943
(Decrease)/increase in net assets attributable to holders of redeemable units and total comprehensive (loss)/income	(91,082,229)	90,341,947

The notes on pages 5 to 6 form part of these financial statements.

Statement of Changes in Net Assets Attributable to Holders of Redeemable Units
For the period ended 31 December 2011 *(Unaudited)*

	1.7.2011 to 31.12.2011 HK$	1.7.2010 to 31.12.2010 HK$
Net assets attributable to holders of redeemable units at the beginning of the period	580,591,449	447,454,099
Allotment of redeemable units	63,994,909	59,214,330
Redemption of redeemable units	(31,179,552)	(49,878,699)
Net allotment	32,815,357	9,335,631
	613,406,806	456,789,730
(Decrease)/increase in net assets attributable to holders of redeemable units and total comprehensive (loss)/income	(91,082,229)	90,341,947
Net assets attributable to holders of redeemable units at the end of the period	522,324,577	547,131,677

The notes on pages 5 to 6 form part of these financial statements.

Statement of Cash Flows
For the period ended 31 December 2011 *(Unaudited)*

	1.7.2011 to 31.12.2011 HK$	1.7.2010 to 31.12.2010 HK$
Operating activities		
Purchase of investments	(54,818,200)	(56,484,995)
Proceeds from disposal of investments	26,187,264	7,062,673
Interest received	485	188
Transaction costs paid	(717)	(933)
Trustee's fee paid	(17,669)	(27,872)
Administration fee paid	(240,611)	(212,239)
Management fee paid	(2,689,005)	(2,462,683)
Others	(167,320)	(207,993)
Net cash outflow from operating activities	(31,745,773)	(52,333,854)
Financing activities		
Receipts on allotment of redeemable units	62,481,578	59,294,932
Payments on redemption of redeemable units	(31,176,081)	(50,008,051)
Net cash inflow from financing activities	31,305,497	9,286,881
Decrease in cash and cash equivalents	(440,276)	(43,046,973)
Cash and cash equivalents at the beginning of the period	41,267,455	62,038,729
Exchange losses on cash and cash equivalents	(20,353)	(858)
Cash and cash equivalents at the end of the period	40,806,826	18,990,898
Analysis of balances of cash and cash equivalents:		
Cash at banks	40,806,826	18,990,898

The notes on pages 5 to 6 form part of these financial statements.

Notes to the Financial Statements

1 The Fund

JF Provident High Growth Fund (the "Fund") was established under a Trust Deed dated 8 December 2003, as amended, and is governed by the laws of the Cayman Islands. The Fund is authorized by the Securities and Futures Commission of Hong Kong.

The primary investment objective of the Fund is to maximize its long-term capital appreciation in Hong Kong dollar terms. The secondary objective is to outperform Hong Kong salary inflation over the long-term. The Fund seeks to achieve these investment objectives through a professionally managed portfolio of interests in collective investment schemes managed by the Manager or its Connected Persons.

The Fund offers two classes of units, administration units and investment units. All unitholders' rights with regard to the convening, voting or otherwise acting at any meeting of unitholders are the same.

2 Summary of principal accounting policies

(a) Accounting policies of interim financial statements

The accounting policies and methods of computation used in the preparation of these unaudited condensed interim financial statements are consistent with those used in the annual financial statements for the year ended 30 June 2011.

(b) Investments

Classification

The Fund classifies its investments as financial assets or financial liabilities at fair value through profit or loss. These financial assets or financial liabilities are held-for-trading as they are acquired or incurred principally for the purpose of selling or repurchasing in the near term or short-term profit taking.

Recognition, derecognition and measurement

Purchases and sales of investments are accounted for on the trade date basis. Investments are initially recognized at fair value and are subsequently re-measured at fair value. Realized and unrealized gains and losses on investments are recognized in the Statement of Comprehensive Income. Investments are derecognized when the rights to receive cash flows from the investments have expired or the Fund has transferred substantially all risks and rewards of ownership.

Fair value estimation

Investments in collective investment schemes are stated at fair value based on the net asset value per unit of the respective funds as determined by the administrators of the relevant funds.

(c) Foreign currency translation

Functional and presentation currency

The Fund has adopted Hong Kong dollar as its functional and presentation currency.

Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions.

Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of assets and liabilities denominated in foreign currencies at period/year end exchange rates are recognized 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 exchange gains/losses". Foreign exchange gains and losses relating to the financial assets and liabilities carried at fair value through profit or loss are presented in the Statement of Comprehensive Income within "Net gains/losses on investments".

(d) Proceeds and payments on allotment and redemption of units

The net asset value per unit is computed for each dealing day. The price at which units are allotted or redeemed is calculated by reference to the net asset value per unit as at the close of business on the relevant dealing day in accordance with the provisions of the Fund's Trust Deed dated 8 December 2003, as amended, which may be different from the accounting policies stated in the financial statements.

Units of the Fund are redeemable at the option of the holders of redeemable units and are classified as a financial liability in the Statement of Financial Position which represents the net assets attributable to holders of redeemable units (or "net asset value" or "net assets" or "NAV") and is carried at the redemption amount that would be payable at the Statement of Financial Position date if the holders of redeemable units exercised the right to redeem units of the Fund.

3 Number of units in issue and net assets attributable to holders of redeemable units (per unit)

	31.12.2011 Units	30.6.2011 Units
Number of units in issue		
Administration Units	514,165.330	498,647.559
Investment Units	2,844,717.845	2,666,028.323
	HK$	HK$
Net assets attributable to holders of redeemable units		
Administration Units	76,766,353	88,074,273
Investment Units	445,558,224	492,517,176
	522,324,577	580,591,449
Net assets attributable to holders of redeemable units (per unit)		
Administration Units	149.30	176.63
Investment Units	156.63	184.74

4 Net (losses)/gains on investments

	1.7.2011 to 31.12.2011 HK$	1.7.2010 to 31.12.2010 HK$
Change in unrealized gains/losses in value of investments	(91,323,105)	92,035,976
Realized gains on sale of investments	3,270,228	1,251,242
	(88,052,877)	93,287,218

5 Soft commission arrangements

During the period, the Investment Manager and its associates did not enter into any soft commission arrangements in connection with directing transactions of the Fund through a broker or dealer (31 December 2010: nil).

6 Distribution

No distribution was made during the period (31 December 2010: nil).

Investment Portfolio
As at 31 December 2011 *(Unaudited)*

	Place of establishment	Holding	Fair value HK$	% of net assets
Listed/Quoted Investments (91.3%)				
Collective Investment Schemes (91.3%)				
Asia Pacific Region (12.3%)				
JF SAR Asian Fund 'B'*	Hong Kong	175,131	64,064,261	12.3
Europe (13.2%)				
JF SAR European Fund 'B'*	Hong Kong	545,217	68,979,737	13.2
Greater China (4.6%)				
JF SAR Greater China Fund 'B'*	Hong Kong	309,392	23,832,481	4.6
Hong Kong (25.3%)				
JF SAR HK$ Bond Fund 'B'*	Hong Kong	261,135	5,350,646	1.0
JF SAR Hong Kong Fund 'B'*	Hong Kong	3,263,496	126,949,986	24.3
International (5.1%)				
JF SAR Global Bond Fund 'B'*	Hong Kong	74,161	11,744,281	2.2
JF SAR Global Emerging Markets Fund 'B'*	Hong Kong	1,165,774	14,968,540	2.9
Japan (9.5%)				
JF SAR Japan Fund 'B'*	Hong Kong	379,069	49,725,521	9.5
United States (21.3%)				
JF SAR American Fund 'B'*	Hong Kong	1,020,040	111,386,690	21.3
Total Listed/Quoted Investments			477,002,143	91.3
Other net assets			45,322,434	8.7
Net assets attributable to holders of redeemable units at 31 December 2011			522,324,577	100.0
Total investments, at cost			448,544,034	

* Issued and managed by a Connected Person of the Manager

Note: Collective Investment Schemes listed above are quoted investments.

Statement of Movements in Portfolio Holdings
For the period ended 31 December 2011 *(Unaudited)*

	% holdings of net assets	
	31.12.2011	30.6.2011
Listed/Quoted Investments		
Collective Investment Schemes		
Hong Kong	25.3	24.3
United States	21.3	18.3
Europe	13.2	14.9
Asia Pacific Region	12.3	14.7
Japan	9.5	9.4
International	5.1	5.0
Greater China	4.6	5.8
Total Listed/Quoted Investments	91.3	92.4
Other net assets	8.7	7.6
Net assets attributable to holders of redeemable units	100.0	100.0

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