JF Provident HK$ Money 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	1,818,841	2,312,728
Amounts receivable on allotment	1,030,731	1,044,097
Investments	206,131,435	195,507,558
Total assets	208,981,007	198,864,383
Liabilities		
Amounts payable on redemption	240,033	275,819
Other accounts payable	160,405	209,999
Liabilities (excluding net assets attributable to holders of redeemable units)	400,438	485,818
Net assets attributable to holders of redeemable units [Note 3]	208,580,569	198,378,565

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 gains on investments [Note 4]	123,876	113,862
Interest on deposits	35	-
Net foreign currency exchange (losses)/gains	(212)	4
	123,699	113,866
Expenses		
Administration fee	474,614	496,089
Auditor's fee	54,618	54,958
Trustee's fee	20,034	20,572
Printing and publication expenses	3,093	2,863
Safe custody and bank charges	1,050	452
Transaction costs	140	777
Other operating expenses	35,179	35,125
	588,728	610,836
Decrease in net assets attributable to holders of redeemable units and total comprehensive loss	(465,029)	(496,970)

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	198,378,565	209,004,062
Allotment of redeemable units	36,139,578	26,904,319
Redemption of redeemable units	(25,472,545)	(33,031,175)
Net allotment/(redemption)	10,667,033	(6,126,856)
	209,045,598	202,877,206
Decrease in net assets attributable to holders of redeemable units and total comprehensive loss	(465,029)	(496,970)
Net assets attributable to holders of redeemable units at the end of the period	208,580,569	202,380,236

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	(12,000,001)	(2,499,999)
Proceeds from disposal of investments	1,500,000	7,600,000
Interest received	35	-
Transaction costs paid	(186)	(933)
Trustee's fee paid	(19,908)	(20,701)
Administration fee paid	(471,201)	(497,011)
Others	(147,138)	(141,751)
Net cash (outflow)/inflow from operating activities	(11,138,399)	4,439,605
Financing activities		
Receipts on allotment of redeemable units	36,152,944	27,047,929
Payments on redemption of redeemable units	(25,508,331)	(32,338,374)
Net cash inflow/(outflow) from financing activities	10,644,613	(5,290,445)
Decrease in cash and cash equivalents	(493,786)	(850,840)
Cash and cash equivalents at the beginning of the period	2,312,728	2,029,925
Exchange losses on cash and cash equivalents	(101)	(66)
Cash and cash equivalents at the end of the period	1,818,841	1,179,019
Analysis of balances of cash and cash equivalents:		
Cash at banks	1,818,841	1,179,019

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

Notes to the Financial Statements

1 The Fund

JF Provident HK$ Money Fund (the "Fund") was established under a Trust Deed dated 7 December 1998, 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 Fund is a feeder fund investing solely in the units of JF Money Fund - HK$ (the "Master Fund") which is also managed by the Fund's Manager, JPMorgan Funds (Asia) Limited. The investment objective of the Fund is to provide investors with the opportunity to invest in short-term deposits and debt securities.

The investment objective of the Master Fund is to provide an efficient vehicle for holding liquid assets currently denominated in the currency of Hong Kong.

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 7 December 1998, 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	1,349,715.254	1,277,624.616
Investment Units	332,689.054	318,553.299
	HK$	HK$
Net assets attributable to holders of redeemable units		
Administration Units	164,685,347	156,349,832
Investment Units	43,895,222	42,028,733
	208,580,569	198,378,565
Net assets attributable to holders of redeemable units (per unit)		
Administration Units	122.01	122.38
Investment Units	131.94	131.94

4 Net 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	(22,789)	(630,143)
Realized gains on sale of investments	146,665	744,005
	123,876	113,862

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 (98.8%)				
Collective Investment Schemes (98.8%)				
Hong Kong (98.8%)				
JF Money Fund - HK$ *	Hong Kong	1,290,418	206,131,435	98.8
Total Listed/Quoted Investments			206,131,435	98.8
Other net assets			2,449,134	1.2
Net assets attributable to holders of redeemable units at 31 December 2011			208,580,569	100.0
Total investments, at cost			187,049,160	

* Issued and managed by the Manager

Note: Collective Investment Scheme listed above is quoted investment.

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	98.8	98.6
Total Listed/Quoted Investments	98.8	98.6
Other net assets	1.2	1.4
Net assets attributable to holders of redeemable units	100.0	100.0

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