



# CAYMAN ISLANDS MONETARY AUTHORITY

28 November 2018

Mr. Shihong Zhu  
Ms. Fengzhen Jia  
Directors  
China Commonwealth Fund  
c/o Estera Trust (Cayman) Limited  
P.O. Box 1350  
Grand Cayman KY1-1108  
Cayman Islands

## **By Post and Email**

Dear Sirs,

### **Re: Decision Notice – China Commonwealth Fund (Reg. #1129564) (“the Fund”)**

We write to you in your capacity as Directors of the Fund. We refer to the Warning Notice dated 8 October 2018.

The Fund remains in breach of the Mutual Funds Law (2015 Revision) ("the Law") as follows:

- Sections 8(1) and 8(2) of the Law for failing to prepare and submit audited accounts to the Authority for the years ended 31 December 2014 to 31 December 2017.

Furthermore, the Directors of the Fund are in breach of the Directors Registration and Licensing Law, 2014 for failing to fulfil their registration requirements for the years 2015 to 2018.

#### **TAKE NOTICE:**

The Cayman Islands Monetary Authority of 80 Shedden Road, Elizabethan Square, P.O. Box 10052, Grand Cayman KY1-1001, Cayman Islands, has taken the following action:

#### **ACTION:**

The Authority has cancelled the Fund's mutual fund registration pursuant to section 30(3)(a) of the Law.

#### **REASONS:**

The Authority is, pursuant to sections 30(1)(a) and (d) of the Law, satisfied that (i) the Fund is or is likely to become unable to meet its obligations as they fall due; and (ii) the direction and management of the Fund has not been conducted in a fit and proper manner.

#### **EFFECTIVE DATE OF DECISION:**

The Authority's decision regarding the above action is effective **28 November 2018**.



Yours faithfully,

**Patrick Bodden**  
**Deputy Managing Director - Operations**

28 November 2018  
Mr. Patrick Bodden  
Deputy Managing Director  
China Commonwealth Fund  
c/o Estera Trust (Cayman) Limited  
P.O. Box 10052  
Grand Cayman KY1-1001  
Cayman Islands

By Post and Email

Dear Sir,

Re: Patrick Bodden - China Commonwealth Fund (Licence Renewal) (The Fund)

We refer to your request as Director of the Fund. We refer to the Monetary Authority as the Authority.

The Fund remains in breach of the Mutual Funds Law (MFL) (Chapter 107A) as follows:

• Section 2(1) and 2(2) of the Law for Failure to Prepare and Submit Audited Accounts in the Authority for the year ended 31 December 2014 to 31 December 2017.

Furthermore, the Director of the Fund has in breach of the Oversight Regulations and Oversight Law, 2004 for failing to fulfil their registration requirements for the years 2015 to 2017.

**TAKE NOTICE**

The Cayman Islands Monetary Authority of 80 Shedden Road, Elizabethan Square, P.O. Box 10052, Grand Cayman KY1-1001, Cayman Islands, has taken the following action:

**ACTION:**

The Authority has amended the Fund's licence and approved amendments to section 2(1) of the Law.

**REASON:**

The Authority is pleased to advise that the Fund has complied with the Law, and the Fund is now in full compliance with the Law. The Authority has also advised the Fund of the reasons for the amendments to the Law and the Fund's licence.

**EFFECTIVE DATE OF DECISION:**

The Authority's decision regarding the Fund's licence is effective 28 November 2018.