

March 29, 2011

HSZ China Fund moves from Falcon to Clariden Leu

Dear Sir/Madam

In our capacity as the sponsor and investment manager of HSZ China Fund ("the Fund") we have promoted a change regarding two service providers to the Fund. The current fund manager (Fondsleitung) is Falcon Fund Management (Schweiz) AG, Zurich. It will be succeeded by Schweizerische Gesellschaft fuer Kapitalanlagen SGK AG, Zurich ("SGK"). The Fund's current custodian bank is Falcon Private Bank AG, Zurich ("Falcon"). It will be succeeded by Clariden Leu Ltd., Zurich ("Clariden Leu"). Both, SGK and Clariden Leu are Credit Suisse Group Companies. Currently, PricewaterhouseCoopers AG, Zurich are the auditors of the Fund. They will be succeeded by KPMG AG, Zurich.

FINMA, the Swiss Financial Market Supervisory Authority, has approved the transfers on March 25, 2011. They will be effective as of April 1, 2011.

The change is motivated by Falcon's decision to de-emphasize its fund administration business. We would like to thank Falcon for rendering an unfailing and good service to the Fund over many years. We are pleased to have found in SGK and Clariden Leu a strong and experienced new home for the Fund.

As of April 1, 2011 your bank will place your orders regarding trading in Fund units at the following address:

Clariden Leu AG
Execution CL Funds
XIED 1
8070 Zurich
Switzerland
Telephone: +4158 205 4540
Telefax: +4158 205 7097

Investment management, investment policy and cost structure of the Fund remain unaffected by this change. In particular, we, HSZ Group, continue to be the Fund's investment manager.

HSZ Group is an independent investment management company based in Hong Kong.

Kind regards

A handwritten signature in black ink, appearing to read 'L. Schmid' with a stylized flourish at the end.

Hansrudolf Schmid