

IMPORTANT: This document is important and requires your immediate attention. If you are in any doubt as to the action you should take, you should immediately consult your stockbroker, bank manager, solicitor, accountant or financial adviser. This material is not a promotion material. It is not an invitation to subscribe for units in a Fund nor construed as an offer to buy or sell any financial instruments. Unless otherwise defined, terms in this notice shall have the same meaning as that in the prospectus and the Hong Kong covering document of the Fund (as defined below).

CCB Principal Asset Management Co., Ltd. accepts full responsibility for accuracy of the information contained in this document and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief, there are no other facts the omission of which would make any statement misleading and that opinions expressed in this document have been arrived at after due and careful consideration.

Securities and Futures Commission (“SFC”) authorization is not a recommendation or endorsement of the Fund nor does it guarantee the commercial merits of the Fund or its performance. It does not mean that the Fund is suitable for all investors, nor is it an endorsement of its suitability for any particular investor or class of investors.

CCB Principal Dual Income Bond Fund*

**(*The name of the fund is not indicative of the fund’s performance and return)
 (“the Fund”)**

**Announcement on Amendments to the Fund Contract of the Fund, and
Updated Prospectus (2021, Issue No. 1)**

Dear Investors,

We, CCB Principal Asset Management Co., Ltd., the manager of the Fund have amended certain provisions of the Fund Contract and the custodian agreement of the Fund upon consultation with the Custodian of the Fund, to adopt side pocket mechanism for the Fund. The revised Fund Contract takes effect on 30 July 2021.

Please refer to the attached announcements “*Announcement on Adding the Side Pocket Mechanism to Certain Funds Managed by the Company and Modifying Relevant Provisions of the Fund Contracts and other Legal Documents*” and “*Notice of Announcement on the Fund Contracts and Prospectuses Updates of 35 Funds Managed by the Company*” both dated 30 July 2021. Please note that in the announcements, other than Class H Units of the Fund, other Funds are not authorized by the SFC and are not available to Hong Kong investors.

The revised Fund Contract and custodian agreement of the Fund may be inspected free of charge during usual business hours at the offices of the Hong Kong Representative and copies obtained at a reasonable charge. The Fund Contract is available in simplified Chinese, except for specific information which may be made available in English and Traditional Chinese upon request of investors.

The Prospectus, the Hong Kong Covering Document and the KFS of the Fund (“**the Updated Documents**”) are also updated to reflect such changes.

The Updated Documents are now available on the website of the Hong Kong Representative, Principal Investment & Retirement Services Limited (www.principal.com.hk*). The Updated Documents are available in Traditional Chinese and English, and printed copies of the Updated Documents will be made available on request at the registered office of the Hong Kong Representative (30/F, Millennium

City 6, 392 Kwun Tong Road, Kwun Tong, Kowloon).

Only Class H Units of the Fund are currently available to Hong Kong investors. Certain data as contained in the Updated Documents belong to Class A and Class C Units of the fund, which shall be for reference only. The performance of Class A and Class C Units of the Fund is not indicative of the performance of Class H Units of the Fund. Class A and Class C Units of the Fund are not authorized by the SFC for offering to the public in Hong Kong.

If you have any queries, please direct these to the Hong Kong Representative, Principal Investment & Retirement Services Limited, at 30/F, Millennium City 6, 392 Kwun Tong Road, Kwun Tong, Kowloon (telephone: (852) 2117 8383; Hong Kong website*: www.principal.com.hk).

**This website has not been reviewed by the SFC*

CCB Principal Asset Management Co., Ltd.
30 July 2021

CCB Principal Asset Management Co., Ltd.
Announcement on Adding the Side Pocket Mechanism to Certain Funds
Managed by the Company and Modifying Relevant Provisions of the Fund
Contracts and other Legal Documents

Pursuant to the *Fund Law of the People's Republic of China* 《中华人民共和国基金法》, *Measures for the Administration of the Operations of Publicly Offered Securities Investment Funds* 《公开募集证券投资基金信息披露管理办法》, *Guidelines for the Side Pocket Mechanism of Publicly Offered Securities Investment Funds (Trial)* 《公开募集证券投资基金侧袋机制指引(试行)》 and other laws and regulations, as well as the fund contracts of each fund, upon consultation with the Fund Custodian and submission of filing with the China Securities Regulatory Commission, CCB Principal Asset Management Co, Ltd. (hereinafter referred to as “the Company”) has decided to amend the Fund Contract, Custody Agreement and other Legal Documents of the 35 public funds managed by the Fund Manager, to include side pocket mechanism and other relevant provisions. The amendments have no material adverse impact on the interests of the Fund Unitholders. The amendments are hereby announced as follows:

I. Funds that are involved in the amendments are shown in the following table:

Number	Fund name*
	*Please note, except for Class H units of CCB Principal Dual Income Bond Fund (item 34 of the list), all other funds have not been authorized by the Securities and Futures Commission of Hong Kong and therefore are not available for sale to the public of Hong Kong. The English names of these funds are not included in the English version of this notice.
1	建信润利增强债券型证券投资基金
2	建信周盈安心理财债券型证券投资基金
3	建信稳定鑫利债券型证券投资基金
4	建信恒远一年定期开放债券型证券投资基金
5	建信睿享纯债债券型证券投资基金
6	建信睿怡纯债债券型证券投资基金
7	建信中债 5-10 年国开行债券指数证券投资基金
8	建信中债湖北省地方政府债指数发起式证券投资基金
9	建信睿兴纯债债券型证券投资基金

10	建信睿和纯债定期开放债券型发起式证券投资基金
11	建信睿富纯债债券型证券投资基金
12	建信恒安一年定期开放债券型证券投资基金
13	建信荣禧一年定期开放债券型证券投资基金
14	建信荣元一年定期开放债券型发起式证券投资基金
15	建信荣瑞一年定期开放债券型证券投资基金
16	建信安心回报 6 个月定期开放债券型证券投资基金
17	建信利率债债券型证券投资基金
18	建信安心回报定期开放债券型证券投资基金
19	建信稳定增利债券型证券投资基金
20	建信短债债券型证券投资基金
21	建信稳定得利债券型证券投资基金
22	建信转债增强债券型证券投资基金
23	建信中债 1-3 年农发行债券指数证券投资基金
24	建信中短债纯债债券型证券投资基金
25	建信收益增强债券型证券投资基金
26	建信睿阳一年定期开放债券型发起式证券投资基金
27	建信恒瑞一年定期开放债券型证券投资基金
28	建信稳定丰利债券型证券投资基金
29	建信纯债债券型证券投资基金
30	建信中债 3-5 年国开行债券指数证券投资基金
31	建信睿信三个月定期开放债券型发起式证券投资基金

32	建信睿丰纯债定期开放债券型发起式证券投资基金
33	建信双债增强债券型证券投资基金
34	CCB Principal Dual Income Bond Fund
35	建信中债 1-3 年国开行债券指数证券投资基金

II. Major amendments

1. Pursuant to the Guidelines for the Side Pocket Mechanism of Publicly Offered Securities Investment Funds (Trial) 《公开募集证券投资基金侧袋机制指引（试行）》 and other laws and regulations, the Fund Contracts and Custody Agreements of the 35 funds managed by the Fund Manager are supplemented with relevant provisions with respect to the use of the side pocket mechanism. Please refer to the attachment for the comparison table of amendments made to the Fund Contract and Custody Agreements.
2. The amendments have no material adverse impact on the interests of the Fund Unitholders, and there is no need to convene a general meeting of Fund Unitholders in accordance with the provisions of the Fund Contract. The Fund Manager has fulfilled the prescribed procedures for the amendments, which has complied with the relevant laws and regulations and the provisions of the Fund Contract.
3. The above amendments shall take effect from the date of this announcement. The relevant contents in the prospectus of certain funds will be revised simultaneously.

The Company shall publish the full text of the amended fund contracts and custodian agreements simultaneously on the website of the Company (www.ccbfund.cn) (this website has not been reviewed by the Securities and Futures Commission of Hong Kong) and the China Securities Regulatory Commission's Fund Electronic Disclosure website (<http://eid.csrc.gov.cn/fund>) (this website has not been reviewed by the Securities and Futures Commission of Hong Kong) on the same day as this announcement, the prospectuses (updated) will be revised within the time period specified by relevant regulations.

Investors can log in to the website of CCB Principal Asset Management Co., Ltd. (www.ccbfund.cn) (this website has not been reviewed by the Securities and Futures Commission of Hong Kong), or call the Company's customer service number (400-81-95533) to make inquiries.

The Fund Manager is committed to managing and applying fund assets pursuant to the principles of honesty, good faith, prudence and efficiency, but does not guarantee any profits or minimum returns on the funds. Investors are advised to pay attention to investment risks

We hereby announce the above.

CCB Principal Asset Management Co., Ltd.
30 July 2021

Attachment: Comparison Table of Amendments

1. Comparison table of amendments made to relevant provisions on side pocket mechanism in the Fund Contract, using 建信润利增强债券型证券投资基金 as an example

Chapter	Original clause	Revised clause
Section 1 “Preface”	Nil	7. Where the fund holds specific assets and there are or may have potential massive redemption applications, after fulfilling the prescribed procedures, Fund Manager can activate the side pocket mechanism. For details, see the relevant chapters of the Fund Contract and Prospectus. During the implementation of the side pocket mechanism, the Fund Manager will make special remark to the fund abbreviation, and will not process subscription and redemption with respect to side pocket account. Fund Unitholders are advised to carefully read the relevant contents and pay attention to the specific risks in relation to activating side pocket mechanism.
Section 2 “Definitions”	Nil	61. Side pocket mechanism: refers to the mechanism whereby specific assets in the fund investment portfolio are to be allocated from the original account to a special account for the purpose of liquidation, the purpose of which is to effectively isolate and resolve risks and ensure investors are treated fairly. It is a liquidity risk management tool. During the implementation of the side pocket mechanism, the original account is the main pocket account, and the independent account is the side pocket account.

		62. Specific assets include: (1) assets with no referable active market price, and even applying valuation techniques shall still lead to significant uncertainty in the fair value of which; (2) assets the asset value of which has major uncertainty after being measured at amortized cost and accrual of impairment provision for assets; and (3) other assets the asset value of which has major uncertainty.”
Section 6 “Subscription and Redemption of Fund Units”	Nil	17. Subscription and redemption of the Fund’s units during implementation of the side pocket mechanism If the Fund implements the side pocket mechanism, please refer to the prospectus or related announcements for the Fund’s subscription and redemption arrangement.”
Section 8 “Unitholders meeting”	Nil	9. Special arrangements at the Unitholders Meeting during implementation of Side Pocket Mechanism If the Fund implements the side pocket mechanism, the ratio requirements of relevant fund units or voting rights refers to the fund units or voting rights held or represented by the main pocket account unitholder and the side pocket account unitholder respectively would have to meet those ratio requirements. If the matters to be considered at the relevant meeting of the unitholders do not concern side pocket account, it means that only the fund units or voting rights held by the unitholders of the main pocket account or its representative are required to meet those ratio requirements. 1. Unitholders must individually or collectively represent more than 10% (including 10%) of the relevant fund

		<p>units to exercise the right to propose, convene and nominate.</p> <p>2. The attendees present at the meeting represent no less than one-half (including one half) of the relevant fund units as at the share registration date.</p> <p>3. Unitholders who issue written opinions directly or authorize others to issue written opinions on his/her behalf shall hold no less than one half (including one-half) of the relevant fund units as at the share registration date.</p> <p>4. If the fund units held by the unitholders who attend and vote at the unitholders meeting are less than one-half of the relevant fund units as at the share registration date, the convener reconvening the Unitholders meeting for consideration of the original agenda items three months after (and within six months) the announcement of the original unitholders meeting shall have attendants representing more than one-third (including one-third) of the relevant fund units to attend or authorizing others to attend and vote in the unitholders meeting.</p> <p>5. A unitholder shall be elected by the unitholders or agents who attend and hold more than 50% (including 50%) of the voting rights to be the moderator of the unitholders meeting.</p> <p>6. Ordinary resolutions must be passed by more than one-half (including one-half) of the total votes cast by the voting rights held by the unitholders or their agents attending the meeting.</p> <p>7. Special resolutions shall be passed by more than two-thirds (including two-thirds) of the votes cast by the voting rights held by the unitholders or their agents</p>
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		<p>attending the meeting. Each Unit of the same Main and Side pocket account of the Fund has equal voting rights.”</p>
Section 12 “Fund Investment”	Nil	<p>7. Implementation of side pocket mechanism and investment operations arrangement</p> <p>Where the fund holds specific assets and there are or may have potential massive redemption applications, based on the principle of protecting the interests of the unitholders to the greatest extent, the fund manager may, after reaching an agreement with the fund custodian and seeking professional opinions from the accounting firm, activate and start using the side pocket mechanism in accordance with relevant laws, regulations and provisions as agreed in the fund contract.</p> <p>During the implementation of the side pocket mechanism, the investment portfolio ratios, investment strategies, portfolio restrictions, performance comparison benchmarks, and risk-return characteristics as agreed in this section apply only to the main pocket account.</p> <p>Regarding the side pocket account, the implementation conditions, implementation procedures, operation arrangements, investment arrangements, disposal and realization of specific assets and payment etc. that have significant impact on investors' rights and interests are detailed in the prospectus.</p>

Section 14 “Valuation of Fund Assets”	3. When there are assets amounting to more than 50% of the NAV of the Fund on the preceding valuation day had no referable active market price, and even applying valuation techniques shall still lead to significant uncertainty in the fair value, the Fund Manager reached an agreement with the Fund Custodian after consultation:	6. Conditions of suspension of announcement of valuation 3. when Specific Assets amount to more than 50% of the NAV of the Fund on the preceding valuation date, the Fund Manager, after negotiation with and confirmation from the Fund Custodian, decides to suspend valuation of the Fund.
Section 14 “Valuation of Fund Assets”	Nil	8. Valuation of fund assets during implementation of side pocket mechanism If the Fund implements the side pocket mechanism, it shall value the fund assets of the main pocket account and disclose the net value of the fund in the main pocket account, and suspend the announcement of the net value of the fund units in the side pocket account. ”
Section 15 “Expenses and Taxes of the Fund”	Nil	4. Fund expenses during implementation of the side pocket mechanism If the Fund implements the side pocket mechanism, the fees related to the side pocket account can be paid out of the side pocket account, but the payment shall not be made until the assets of the side pocket account are realized. The relevant fees can be charged or reduced as appropriate, but management fees shall not be charged, please refer to the prospectus for details.

Section 16 “Fund Income and Distribution”	Nil	7. Income distribution during implementation of the side pocket mechanism If the fund implements the side pocket mechanism, there are no distribution of income for the side pocket account. Please refer to the prospectus for details.
Section 18 “Information Disclosure of the Fund”	Nil	13. Information Disclosure during implementation of side pocket mechanism Where the Fund implements the side pocket mechanism, the relevant information disclosure obligors shall disclose information in accordance with laws and regulations, the fund contract and the prospectus. For details, please refer to the prospectus.

2. Comparison table of amendments made to relevant provisions on side pocket mechanism in the Custody Agreement, using 建信润利增强债券型证券投资基金 as an example

Chapter	Original clause	Revised clause
Preface	Nil	If the fund implements the side pocket mechanism, please refer to the fund contract and prospectus for relevant arrangements during the implementation of the side pocket mechanism.
3. Fund Custodian’s duty to supervise and verify Fund Manager’s business	Nil	4. If the side pocket mechanism is activated, during the implementation of the side pocket mechanism, the investment portfolio ratios and portfolio restrictions and other provisions in this section apply only to the main pocket account.

CCB Principal Asset Management Co., Ltd.

Notice of Announcement on the Fund Contracts and Prospectuses Updates of 35 Funds Managed by the Company

The full texts of the fund contracts and prospectuses updates of the 35 funds under the management of CCB Principal Fund Management Co., Ltd. was published on the Company's website (<http://www.ccbfund.cn/>) (this website has not been reviewed by the Securities and Futures Commission of Hong Kong) and the China Securities Regulatory Commission's Fund Electronic Disclosure website (<http://eid.csrc.gov.cn/fund/>) (this website has not been reviewed by the Securities and Futures Commission of Hong Kong) on 30 July 2021, for investors' reference. The details of the funds are as follows:

Number	Fund name*
	*Please note, except for Class H units of CCB Principal Dual Income Bond Fund (item 34 of the list), all other funds have not been authorized by the Securities and Futures Commission of Hong Kong and therefore are not available for sale to the public of Hong Kong. The English names of these funds are not included in the English version of this notice.
1	建信润利增强债券型证券投资基金
2	建信周盈安心理财债券型证券投资基金
3	建信稳定鑫利债券型证券投资基金
4	建信恒远一年定期开放债券型证券投资基金
5	建信睿享纯债债券型证券投资基金
6	建信睿怡纯债债券型证券投资基金
7	建信中债 5-10 年国开行债券指数证券投资基金
8	建信中债湖北省地方政府债指数发起式证券投资基金
9	建信睿兴纯债债券型证券投资基金
10	建信睿和纯债定期开放债券型发起式证券投资基金
11	建信睿富纯债债券型证券投资基金
12	建信恒安一年定期开放债券型证券投资基金

13	建信荣禧一年定期开放债券型证券投资基金
14	建信荣元一年定期开放债券型发起式证券投资基金
15	建信荣瑞一年定期开放债券型证券投资基金
16	建信安心回报 6 个月定期开放债券型证券投资基金
17	建信利率债债券型证券投资基金
18	建信安心回报定期开放债券型证券投资基金
19	建信稳定增利债券型证券投资基金
20	建信短债债券型证券投资基金
21	建信稳定得利债券型证券投资基金
22	建信转债增强债券型证券投资基金
23	建信中债 1-3 年农发行债券指数证券投资基金
24	建信中短债纯债债券型证券投资基金
25	建信收益增强债券型证券投资基金
26	建信睿阳一年定期开放债券型发起式证券投资基金
27	建信恒瑞一年定期开放债券型证券投资基金
28	建信稳定丰利债券型证券投资基金
29	建信纯债债券型证券投资基金
30	建信中债 3-5 年国开行债券指数证券投资基金
31	建信睿信三个月定期开放债券型发起式证券投资基金
32	建信睿丰纯债定期开放债券型发起式证券投资基金
33	建信双债增强债券型证券投资基金
34	CCB Principal Dual Income Bond Fund

If you have any questions, please call the Company's customer service number (400-81-95533) to make inquiries.

The fund manager is committed to managing and applying fund assets pursuant to the principles of honesty, good faith, prudence and efficiency, but does not guarantee any profits or minimum returns on the funds. Please fully understand the risk and return characteristics of the funds and make investment decisions prudently.

We hereby announce the above.

CCB Principal Asset Management Co., Ltd.

30 July 2021