

14 December 2016

Dear unitholder,

I am writing to you to provide an update on the status of the wind up of the AMP Capital China Growth Fund (the Fund or AGF) and outline important information relating to AMP Capital Funds Management Limited (AFSL 426455), the Responsible Entity's (RE) intention to delist the Fund from the Australian Securities Exchange (ASX) after close of trading on 30 December 2016¹.

Wind up distribution summary

To date, I am pleased to note we have successfully repatriated and distributed AUD309 million of proceeds from China to unitholders.

Today, the RE announced a further wind up distribution to unitholders of AUD79 million (see separate announcement available on the AGF website (www.ampcapital.com.au/china)). This distribution will be funded out of the repatriation proceeds that have been received from China following the appropriate tax clearance from the Chinese tax authorities for the remaining capital gains realised during the five year period ended 17 November 2014, together with the appropriate approval to repatriate these profits in accordance with State Administration of Foreign Exchange (SAFE) rules.

A summary of the wind up distributions to unitholders is outlined below.

	AUD	AUD
September distribution – paid 30 September 2016	260.0 million	0.55109 per unit
October distribution – paid 11 November 2016	49.0 million	0.10386 per unit
Total wind up distributions paid to date	309.0 million	0.65495 per unit
Remaining balance (estimated ²) to be distributed	174.0 million	0.36881 per unit
December distribution – estimated payment date: 7 February 2017	79.0 million	0.16745 per unit
Remaining balance (estimated ³) to be repatriated and distributed	95.0 million	0.20136 per unit

Remaining approvals required for repatriation of profits

We continue to work to return the remaining balance of the Fund's net asset value to unitholders as soon as practicable. The balance includes the remaining realised profits on the Fund's underlying portfolio relating to the periods before 17 November 2009 and after 17 November

¹ Subject to formal ASX approval required under Listing Rules 17.2 and 17.11

² Subject to market movements, currency fluctuations, costs of wind up and operating expenses of the Fund

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2014. These profits require regulatory approvals before they can be repatriated and may be subject to delay as set out in our letter to unitholders dated 16 August 2016.

Update on the sell-down of China-A shares

Since the wind up commenced on 28 July 2016, the Fund has sold 99% of the Fund's underlying portfolio. The remaining 1% that has not been sold comprises one security, being Yunnan Baiyao Group which is currently in trading halt.

ASX suspension and delisting

Based on our latest discussions with the ASX, we expect trading in the Fund's securities to be suspended after close of trading on 28 December 2016, with delisting to occur after close of trading on 30 December 2016⁴. After 28 December 2016, unitholders who remain in the Fund will no longer be able to sell their units via the ASX platform.

Upon delisting, the RE will no longer be subject to the continuous or periodic disclosure rules in the ASX Listing Rules. However, the Fund will still be a disclosing entity under the Corporations Act, and subject to the periodic and continuous disclosure reporting obligations of an unlisted managed investment scheme disclosing entity. Unitholders will be able to view the Fund's continuous disclosure notices on the AGF website (www.ampcapital.com.au/china). Those notices will include any information of which the RE is aware that is not generally available, where a reasonable person would expect that information to have a material effect on the price or value of AGF units.

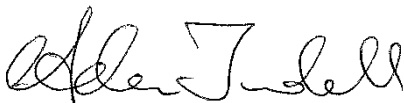
Accordingly, following ASX delisting, I strongly advise unitholder's to regularly check the AGF website for material updates and communications from the RE.

Discontinuation of AGF Advisory Committee (AC)

In the context of the significant progress made to date on winding up the Fund, the RE Board recently considered the continuing role of the AC, having regard to its purpose and function as set out in its charter (available on the AGF website www.ampcapital.com.au/china). The RE Board believes that the AC has accomplished its purpose and accordingly, has passed a resolution to cease operation of the AC effective 31 December 2016.

If you have any questions or comments our team is available to assist you. Please contact us directly on (Australia) 1800 658 404 or (Overseas) +61 2 8048 8230.

Yours sincerely,



Adam Tindall
Chairman
AMP Capital Funds Management Limited

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