

CSI Alpha Fund Series (the "Trust")
- CSI China-Hong Kong Leaders Fund
- CSI RMB Income Fund
- CSI RMB Short Maturity Bond Fund (each, a "Fund", collectively, the "Funds")

CITIC Securities International Investment Management (HK) Limited
(as Manager of the Trust)
26th Floor, CITIC Tower,
1 Tim Mei Avenue, Central,
Hong Kong

NOTICE TO UNITHOLDERS

IMPORTANT: This notice requires your immediate attention. If you have any questions about the content of this notice, you should seek independent professional advice.

Dear Valued Unitholders,

We are writing to inform you of the following changes in relation to the Trust. Unless otherwise defined, capitalized terms used herein shall have the same meaning as defined in the offering documents of the Trust (the "**Offering Documents**").

1. Change in the Board of Directors of the Manager

The composition of the Board of Directors of the Manager has been revised to the following:

Mr. Ke YIN

Mr. Man Fai Louis KWAN

Mr. Chi Leong Harry POON

Mr. Jianchiu HAN

Mr. Weidong HUANG

2. Change in contact information for enquiries and complaints handling

The contact information for enquiries and complaints has been changed. Any enquiries or complaints regarding the Trust or any of the Funds should be in writing and sent to the Manager at 26th Floor, CITIC Tower, 1 Tim Mei Avenue, Central, Hong Kong or via facsimile at (852) 2526 1989 or via email to fundenquiry@citics.com.hk.

3. RQFII policy change

At present, both CSI RMB Income Fund ("**RMBIF**") and CSI RMB Short Maturity Bond Fund ("**RMBSMBF**") invest in RMB denominated and settled securities in the PRC through the RQFII Quota granted to CITIC Securities International Company Limited ("**CSI**") for use by these Funds. The amounts of RQFII Quota available for use by RMBIF and RMBSMBF are RMB 400 million and RMB 500 million respectively.

Pursuant to the Guideline on Renminbi Qualified Foreign Institutional Investors Quota Management released by the State Administration of Foreign Exchange (“SAFE”) on 30 May 2014, RQFII quota will be granted under two categories, namely, “open-ended funds” and “other products (or assets)”. This means, instead of having fixed amount of RQFII quota designated for use by specific open-ended investment fund, the RQFII quota will be granted to the RQFII holder for use under a particular category and can be allocated flexibly across the products under such category by the RQFII holder.

As a result of this RQFII policy change, a total of RMB 900 million RQFII Quota currently available to CSI will be shared among RMBIF, RMBSMBF and any future open-ended funds managed by the Manager. The Manager may now allocate more RQFII Quota to the Fund from other open-ended funds to meet subscriptions. However, it is possible that the Manager may not accept subscription requests when there is not enough RQFII Quota available to the Fund. The Manager will monitor the usage of RQFII Quota from time to time and apply for additional RQFII Quota where necessary.

The Offering Documents have been updated to reflect the above changes, and are available free of charge upon request at any time during normal business hours at the office of the Manager and on the Manager’s website <http://www.citics.com.hk/CSIInvestmentManagementFund.aspx>¹.

The Manager accepts full responsibility for the accuracy of the information contained in this notice as at the date of its publication 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.

If you have any questions or concerns about the foregoing, please contact the Manager at Tel: (852) 2826 2913 or Fax: (852) 2526 1989.

We appreciate your ongoing support of the Trust as we continue to help investors like you achieve better outcomes.

CITIC Securities International Investment Management (HK) Limited

2 July 2014

¹ The website has not been reviewed by the Securities and Futures Commission.