



SEMI-ANNUAL REPORT

EXCEL
CHINA FUND
For the six months ended March 31, 2011 and 2010

The Fund's independent auditors have not performed a review of these Interim Financial Statements in accordance with standards established by the Canadian Institute of Chartered Accountants. Important information about the Fund is contained in the Simplified Prospectus. Read the prospectus carefully before investing. Past performance is no assurance or indicator of future returns. Fund unit values and investment returns will fluctuate.

Dear Excel Investor,

As emerging markets continue to power global growth Excel Funds is exceptionally well positioned to help Canadian investors benefit from the rapid industrialization of emerging markets. Despite some turbulence in the early part of this year, emerging markets have begun to outperform again and look poised to show strength for the remainder of the year.

Having introduced three new funds in 2010, Excel now offers a total of eleven mutual funds focused on emerging markets which is more than any other company in Canada. The Excel Emerging Markets Fund, the Excel EM High Income Fund and the Excel EM Capital Income Fund are the newest additions to the Excel Funds family.

- The Excel Emerging Markets Fund – Features a diversified array of emerging market investments and is the ideal way to gain exposure to some of the fastest growing regions in the world. Furthermore, it allows investors to benefit from both capital appreciation and currency appreciation as the economies of emerging markets continue to strengthen.
- The Excel EM High Income Fund – An actively managed, diversified portfolio of sovereign and corporate emerging markets fixed income instruments, for investors seeking an income stream from emerging market debt that has a higher yield as well as currency appreciation potential.
- The Excel EM Capital Income Fund – A variation of the Excel EM High Income Fund that uses forward contracts to generate a monthly payout which is characterized as capital gains. This makes it a tax-efficient investment vehicle for investors who wish to hold the Excel High Income Fund in non-registered accounts.

A key element of our strategy is to continue engaging the world's best emerging markets asset managers. As such, we continue to maintain strong relationships with world class sub-advisers such as the major Indian mutual fund company, Birla SunLife AMC Ltd., Baring International Investment Limited, Itaú-Unibanco, the southern hemisphere's largest bank and most recently, Amundi Asset Management, the eighth largest asset manager in the world.

Overall, emerging markets continue to exhibit strengthening demographic and economic fundamentals. Middle class incomes continue to rise at a rapid rate which in turn is fuelling consumption growth. Robust foreign direct investment flows, rising infrastructure spending and improvements, steadily improving credit quality, strong fiscal management and highly responsive monetary policy all continue to underlie the strong economic performance of emerging markets.

We continue to be especially excited by India's prospects as we feel it represents the single biggest growth opportunity for at least the next few decades. This year India's GDP is slated to grow 8.3% with personal income growth continuing to trend at well over 10% per annum. Looking further out, by 2030 India will have added about 250 million to its workforce, 700 million more will live in its cities and its middle class will have expanded tenfold from about 50 million to over 500 million.

Overall we continue to believe that the strong fundamentals underpinning the performance of emerging markets will be in place for the foreseeable future. While there may be bursts of volatility and temporary macroeconomic disruptions emerging markets remain poised to deliver sustainable long-term growth.

As we enter the most exciting period of our history, I want to thank all investors for continuing to support Excel Funds as we remain firmly committed to providing the best emerging market mutual funds in Canada. For more information, please visit www.excelfunds.com or contact us at (888) 813-9813. The Excel Funds team welcomes every opportunity to assist you and contribute to your success.

Best regards,



Bhim D. Asdhir
President and Chief Executive Officer

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This Interim Management Report of Fund Performance contains financial highlights but does not contain the annual financial statements of the investment fund. This report should be read in conjunction with the investment fund's complete interim financial statements for the period. The interim financial statements have not been reviewed by the investment fund's external auditors. Unitholders may contact us by calling 1-888-813-9813, by writing to us at Excel Funds, 2000 Argentia Road, Plaza 4, Suite 280, Mississauga, ON, L5N 1W1, or by visiting our website at www.excelfunds.com to request a copy of the investment fund's interim or annual financial statements, proxy voting policies and procedures, proxy voting disclosure record, quarterly portfolio disclosure and annual activity report prepared by the Independent Review Committee.

Interim Management Report of Fund Performance

This Interim Management Report of Fund Performance presents management's view of the significant factors and developments during the six-month period ended March 31, 2011 that have affected the Excel China Fund's (the "Fund") performance and outlook. In this report, "Excel" or "Manager" refers to Excel Funds Management Inc, the manager of the Fund.

Results of Operations

For the six-month period ended March 31, 2011, the Fund's Series A, F, and I units declined by 3.1%, 2.5 % and 1.8% respectively. This compares to a negative return of 2.2% for the Morgan Stanley Capital International China Index ("MSCI China"). The Fund's return is after the deduction of fees and expenses paid by the Fund.

The Net Assets of the Fund decreased from \$160.7 million as of September 30, 2010 to \$156.7 million as at March 31, 2011 primarily due to net realized and unrealized losses of \$3.2 million incurred by the Fund on its investment portfolio.

Top contributors to the Fund's performance included overweight positions in Sina, China Resources Cement, Kingdee International Software and China Liansu. An underweight position in China Mobile also added value. Detractors to relative performance included the overweight in Dongfang Electric and the underweight to CNOOC and PetroChina. Asset allocation also added value through outperformance of the Consumer Discretionary, Healthcare and Information Technology sectors. Underweighting in Telecommunications and Financial Services also contributed positively.

Recent Developments

The Chinese domestic economy has continued to experience dynamic growth in recent months, evidenced by the fact that the first quarter of 2011 saw China surpass Japan to become the world's second largest economy. The outlook is also robust with the International Monetary Fund forecasting that China's economy will grow by 9.6% in 2011 and 9.5% in 2012.

China is a dynamic economy and we believe that economic growth will continue at a relatively high level over the course of 2011, with an increasing contribution from domestic consumption. The authorities are clearly determined to tackle inflation and we fully expect the government to take appropriate action to ensure that growth moderates slightly and to allow some of the heat to come out of parts of the economy. In Baring Asset Management LLC's (the "Portfolio Manager") view, the current value of Chinese equities represents a compelling opportunity for investors to participate in a multi-year growth story at an attractive entry level.

In terms of positioning, the Portfolio Manager has been favouring the likely beneficiaries of rising domestic consumption in the Fund, along with companies engaged in the upgrade of industrial production facilities. The Portfolio Manager believes that both of these areas of the market should find good support going forward.

The weighting in insurance companies was increased, as the Portfolio Manager believes that the Fund can benefit from a cycle of rising interest rates. Furthermore, the Fund has built positions in some healthcare and consumer companies as the Portfolio Manager believes these types of companies are attractive because of their strong earnings momentum and promising growth outlook in the long term.

The Portfolio Manager believes that there are investment opportunities in Chinese equities for the long term investor as valuations are attractive and at the lower end of the historical range. Chinese equities are also cheap relative to other markets and asset classes. Looking ahead, the Portfolio Manager expects earnings growth to be the primary driver of share price performance and the Fund has been positioned accordingly. In this environment, the Portfolio Manager expects its commitment to companies with good growth prospects and strong balance sheets, who are well positioned to benefit from rising consumer and infrastructure spending, to reward investors in the Fund over the course of 2011.

Future Accounting Changes

International Financial Reporting Standards (“IFRS”)

In January 2006, the Canadian Institute of Chartered Accountants (“CICA”) Accounting Standards Board (“AcSB”) adopted a strategic plan for the direction of accounting standards in Canada. As part of that plan, the AcSB confirmed in February 2008 that IFRS will replace Canadian Generally Accepted Accounting Principles (“Canadian GAAP”) for fiscal years commencing in 2011 for profit oriented Canadian publicly accountable enterprises. In September 2010, the AcSB approved a one year deferral from IFRS adoption for investment companies that are applying Accounting Guideline 18, “Investment Companies”.

Subsequent to the September 2010 announcement, the AcSB announced in January 2011, to extend another year deferral of the mandatory IFRS changeover date to prevent Canadian investment companies and segregated accounts of life insurance enterprises from having to change their current account treatment for controlled investors while the International Accountant Standards Board finalizes its planned investment company standards. As a result the Fund will adopt IFRS for its interim and annual financial statements for its fiscal year beginning on October 1, 2013. The IFRS compliant financial statements will be on an IFRS comparative basis.

Past Performance

Sales commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus before investing. The indicated rates of return do not take into account sales, redemptions, distributions, optional charges or income taxes payable by any investor that would have reduced returns. It should be noted that mutual funds are not guaranteed as their value changes frequently and past performance may not be repeated. The Fund's performance numbers assume that all distributions are reinvested in additional units of the Fund. If you hold this Fund outside of a registered plan, income and capital gains distributions that are paid to you increase your income for tax purposes whether paid to you in cash or reinvested in additional units. The amount of the reinvested taxable distributions is added to the adjusted cost base of the units that you own. This would decrease your capital gains or increase your capital loss when you later redeem from the Fund, thereby ensuring that you are not taxed on this amount again. Please consult your tax advisor regarding your personal tax situation.

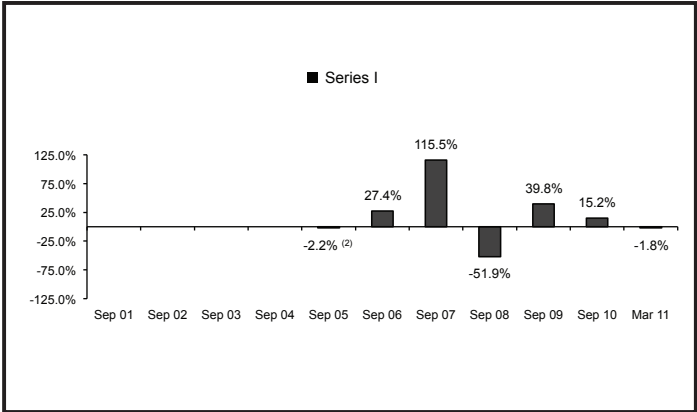
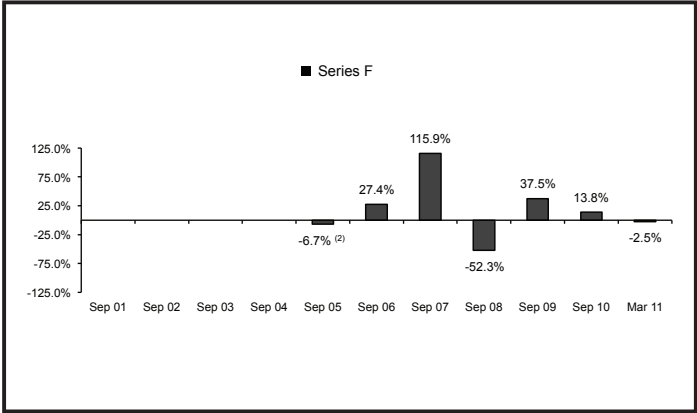
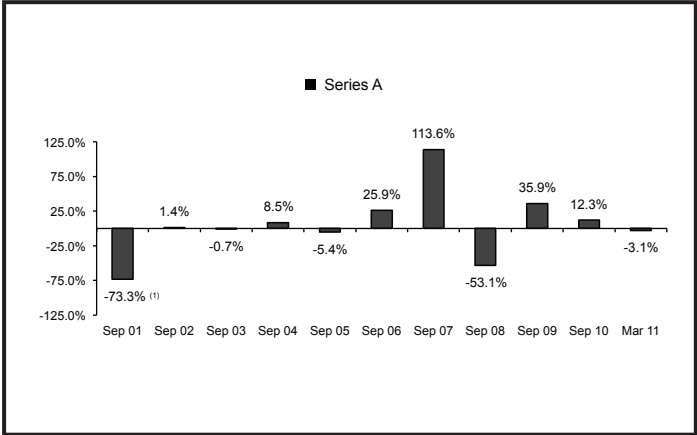
The past performance of the Fund is set out in the following charts. All returns are calculated in Canadian Dollars, and unit values are expressed in Canadian Dollars.

Year-by-Year Returns

The following bar charts show the performance of each series of units of the Fund for the six-month period ended March 31, 2011 and for each of the previous periods ended September 30. The charts show in percentage terms how an investment made on October 1 or on inception would have increased or decreased by September 30 of the fiscal year. The past performance of the Fund is not necessarily an indication of how it will perform in the future.

The investment objective of the Fund was changed on December 14, 2001. Prior to that date, the Fund (then known as Excel Innovation Fund) was a global technology fund restricting its investments to equity securities of companies employing innovative technologies.

Therefore, this Fund's performance prior to December 14, 2001 (as reflected in the charts below) relate to periods of time when the Fund pursued a different investment objective and strategy.



(1) The investment objective of Excel China Fund was changed on December 14, 2001. Prior to that date, Excel China Fund was the Excel Innovation Fund.

(2) Return from December 23, 2004 to September 30, 2005.

Summary of Investment Portfolio
As at March 31, 2011

Portfolio Allocation*

Asset Class	% of Net Asset Value
Industrial & Manufacturing	21.7%
Financial Services	15.0%
Information Technology	11.4%
Oil & Gas	7.1%
Conglomerates	5.6%
Real Estate & Property Management	5.3%
Telecommunications	5.3%
Metals & Mining	4.6%
Advertising & Media	4.0%
Pharmaceutical & Healthcare	3.2%
Consumer Products	3.1%
Mutual Funds	2.9%
Automotive	2.8%
Cement	2.3%
Electronics	2.3%
Other Net Assets	1.8%
Retail & Merchandising	1.6%
Total	100.0%

*The portfolio allocation percentages are based on Net Asset Value and accordingly differ slightly from those in the Statement of Investment Portfolio in the financial statements which are based on Canadian GAAP.

Top 25 Holdings*

Issuer	% of Net Asset Value
China Construction Bank Corporation	5.1%
Tencent Holdings Limited	3.7%
SINA Corporation	3.4%
CNOOC Limited	3.4%
China Taiping Insurance Holdings Company Limited	3.0%
Kingdee International Software Group Company	2.7%
Brilliance China Automotive Holdings Limited	2.5%
Sino Biopharmaceutical Limited	2.4%
Comba Telecom Systems Holdings Limited	2.4%
Lenovo Group Limited	2.4%
Xinyi Glass Holdings Ltd	2.4%
Yanzhou Coal Mining Company Limited	2.3%
China Resources Cement Holding Limited	2.3%
China Pacific Insurance (Group) 'H' Company Limited	2.2%
Cash & Cash Equivalents	2.2%
Haitian International Holdings Limited	2.1%
Techtronic Industries Co. Ltd.	2.0%
Dah Chong Hong Holdings Limited	2.0%
Poly (Hong Kong) Investments Limited	2.0%
O-Net Communications Group Limited	1.8%
Dongfang Electric Corporation Limited	1.8%
TPK Holding Company Limited	1.7%
Trinity Limited	1.7%
Springland International Holdings Limited	1.6%
Phoenix Satellite Television Holdings Limited	1.5%

*The top 25 holding percentages are based on Net Asset Value and accordingly differ slightly from those in the Statement of Investment Portfolio in the financial statements which are based on Canadian GAAP.

The investments and percentages may have changed by the time you purchase units of this fund. The top 25 holdings are made available quarterly. The "Quarterly Portfolio Disclosure" is posted on the Excel Funds website - www.excelfunds.com

Financial Highlights

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the indicated periods. "Net Assets" are calculated in accordance with CICA Handbook Section 3855, "Financial Instruments - Recognition and Measurement" ("Section 3855") and are used for financial reporting purposes. "Net Asset Value" is calculated in accordance with section 14.2 of National Instrument 81-106, "Investment Fund Continuous Disclosure" ("NI 81-106") and is used for transactional pricing purposes. Section 3855 requires the use of valuation techniques for certain types of investments that may differ from those prescribed by NI 81-106. Ratios and Supplemental Data are derived from the Fund's Net Asset Value.

The Fund's Net Assets Per Unit (\$) ⁽²⁾

Series A	Mar-11	Sep-10	Sep-09	Sep-08	Sep-07	Sep-06
Net Assets, beginning of period	2.59	2.31	1.68	3.89	1.82 ⁽³⁾	1.45
Increase (decrease) from operations:						
Total revenue	-	0.04	0.03	0.06	0.09	0.05
Total expenses	(0.05)	(0.09)	(0.09)	(0.12)	(0.11)	(0.07)
Realized gains (losses) for the period	0.18	0.23	(0.87)	(0.07)	0.59	0.06
Unrealized gains (losses) for the period	(0.21)	0.09	1.55	(1.85)	1.33	0.05
Total increase (decrease) from operations ⁽¹⁾	(0.08)	0.27	0.62	(1.98)	1.90	0.09
Distributions⁽⁴⁾:						
From capital gains	-	-	-	(0.24)	-	-
Net Assets, end of period	2.51	2.59	2.31	1.68	3.89	1.83

Series F	Mar-11	Sep-10	Sep-09	Sep-08	Sep-07	Sep-06
Net Assets, beginning of period	8.89	7.81	5.62	12.80	5.92 ⁽³⁾	4.66
Increase (decrease) from operations:						
Total revenue	0.01	0.14	0.12	0.22	0.27	0.17
Total expenses	(0.12)	(0.20)	(0.23)	(0.22)	(0.18)	(0.09)
Realized gains (losses) for the period	0.44	0.80	(2.83)	(0.22)	2.02	0.26
Unrealized gains (losses) for the period	(0.98)	0.29	5.22	(5.60)	4.17	(0.63)
Total increase (decrease) from operations ⁽¹⁾	(0.65)	1.03	2.28	(5.82)	6.28	(0.29)
Distributions⁽⁴⁾:						
From capital gains	-	-	-	(0.81)	-	-
Net Assets, end of period	8.67	8.89	7.81	5.62	12.80	5.94

Series I	Mar-11	Sep-10	Sep-09	Sep-08	Sep-07	Sep-06
Net Assets, beginning of period	19.32	16.78	11.88	26.77	12.42 ⁽³⁾	9.78
Increase (decrease) from operations:						
Total revenue	0.02	0.33	0.24	0.45	0.55	0.26
Total expenses	(0.14)	(0.23)	(0.25)	(0.36)	(0.43)	(0.06)
Realized gains (losses) for the period	1.32	1.68	(6.86)	(0.89)	3.84	0.30
Unrealized gains (losses) for the period	(1.64)	0.65	11.66	(12.87)	9.53	0.56
Total increase (decrease) from operations ⁽¹⁾	(0.44)	2.43	4.79	(13.67)	13.49	1.06
Distributions⁽⁴⁾:						
From capital gains	-	-	-	(1.65)	-	-
Net Assets, end of period	18.97	19.32	16.78	11.88	26.77	12.45

- (1) Net Assets and distributions are based on the actual number of units outstanding at the relevant time. The increase (decrease) from operations is based on the weighted average number of units outstanding over the financial period.
- (2) This table is not intended to be a reconciliation of opening and closing Net Assets per unit.
- (3) Net Assets beginning of the year were adjusted to reflect changes in Canadian GAAP.
- (4) Distributions were paid in cash/reinvested in additional units of the fund, or both.

Ratios and Supplemental Data

Series A	Mar-11	Sep-10	Sep-09	Sep-08	Sep-07	Sep-06
Net Asset Value (\$) (000's) ⁽¹⁾	78,742	92,654	98,547	68,631	172,227	11,517
Net Asset Value per unit (\$) (1)	2.52	2.60	2.31	1.70	3.90	1.83
Number of units outstanding (000's) ⁽¹⁾	31,296	35,682	42,618	40,330	44,149	6,305
Management expense ratio (%) (2)	3.49	3.24	3.52	3.32	2.39	3.96
Management expense ratio before waivers or absorptions (%) (2)	3.50	3.26	3.55	3.34	3.25	5.69
Portfolio turnover rate (%) (3)	138.92	97.40	209.70	97.40	109.79	161.47
Trading expense ratio (%) (4)	0.65	0.56	1.12	0.74	1.09	1.17

Series F	Mar-11	Sep-10	Sep-09	Sep-08	Sep-07	Sep-06
Net Asset Value (\$) (000's) ⁽¹⁾	21,468	3,381	3,463	3,305	8,693	400
Net Asset Value per unit (\$) (1)	8.69	8.91	7.83	5.69	12.83	5.94
Number of units outstanding (000's) ⁽¹⁾	2,471	380	442	533	678	67
Management expense ratio (%) (2)	2.11	1.93	2.47	1.51	0.80	1.48
Management expense ratio before waivers or absorptions (%) (2)	2.13	2.15	2.50	2.25	2.22	3.05
Portfolio turnover rate (%) (3)	138.92	97.40	209.70	97.40	109.79	161.47
Trading expense ratio (%) (4)	0.65	0.56	1.12	0.74	1.09	1.17

Series I	Mar-11	Sep-10	Sep-09	Sep-08	Sep-07	Sep-06
Net Asset Value (\$) (000's) ⁽¹⁾	56,832	64,930	53,696	41,453	53,596	6,622
Net Asset Value per unit (\$) (1)	19.01	19.35	16.81	12.02	26.84	12.45
Number of units outstanding (000's) ⁽¹⁾	2,990	3,355	3,195	3,448	1,997	532
Management expense ratio (%) (2)	0.75	0.74	0.69	1.11	0.85	0.48
Management expense ratio before waivers or absorptions (%) (2)	1.08	0.96	1.14	1.26	1.24	1.16
Portfolio turnover rate (%) (3)	138.92	97.40	209.70	97.40	109.79	161.47
Trading expense ratio (%) (4)	0.65	0.56	1.12	0.74	1.09	1.17

(1) This information is provided at March 31 or September 30, as applicable.

(2) Management expense ratio is based on total expenses for the stated period and is expressed as an annualized percentage of daily average Net Asset Value during the period. In the period a series is established or reinstated, the management expense ratio is annualized from the date of inception or reinstatement.

(3) The Fund's portfolio turnover rate indicates how actively the Fund's portfolio advisor manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

(4) The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average Net Asset Value during the period.

Management Fees

Excel was entitled to receive \$1,585,148 (2010: \$1,598,754) in management fees but the Fund paid Excel (after fees absorbed) management fees of \$1,484,293 (2010: \$1,472,407). The management fee for each series is calculated as a percentage of its Net Asset Value, as of the close of business on each business day. The Fund's management fees were used to pay the portfolio managers for managing the investment portfolio, providing investment analysis and recommendations, making investment decisions, making brokerage arrangements for the purchase and sale of the investment portfolio and providing other services. Excel also used the management fees to fund commission payments and other dealer compensation (collectively "distribution-related costs") to registered dealers and brokers for units of the Fund bought and held by investors.

For the six-month period ended March 31, 2011, Excel received administration fees of \$87,776 (2010: \$54,690) relating to the operation of the fund.

Other Related Party Transactions

Excel has created an Independent Review Committee ("IRC") to review and provide impartial judgment on, among other things, conflict of interest matters. The IRC reviews potential conflicts of interest referred to it by Excel and makes recommendations on whether a course of action achieves a fair and reasonable result for the Excel Funds. In addition, the IRC regularly reviews Excel's policies and procedures relating to conflicts of interest. The IRC prepares, at least annually, a report of its activities for investors, which is available at www.excelfunds.com and www.sedar.com.

During the six-month period ended March 31, 2011, the Excel Chindia Fund, a fund also managed by Excel, purchased Nil (2010: 136,093) Series I units of the Fund and redeemed 524,525 (2010: Nil) Series I units of the Fund during the same period. As at March 31, 2011, the Excel Chindia Fund held 2,567,278 (2010: 3,322,391) Series I units of the Fund.

Other Related Party Transactions (Cont'd)

During the six-month period ended March 31, 2011, the Excel BRIC Fund, a fund also managed by Excel, purchased 110,330 (2010: 148,982) Series I units of the Fund and did not redeem (2010: Nil) any Series I units of the Fund during the same period. As at March 31, 2011, the Excel BRIC Fund held 365,071 (2010: 148,982) Series I units of the Fund.

The Excel Emerging Markets Fund a fund also managed by Excel was incepted on October 27, 2010. For the period October 27, 2010 to March 31, 2011, the Excel Emerging Market Fund purchased 33,278 Series I units of the Fund and did not redeem any Series I units of the Fund during the same period. As at March 31, 2011, the Excel Emerging Markets Fund held 33,278 Series I units of the Fund.

Fund Formation and Series Information

Date of Formation: January 17, 2000

The Fund may issue an unlimited number of units of each series. The numbers of units of each series that have been issued and are outstanding are disclosed in the Financial Highlights.

Series Offered by Excel Funds Management Inc. (2000 Argentia Road, Plaza 4, Suite 280, Mississauga, Ontario, L5N 1W1; 1-888-813-9813; www.excelfunds.com)

Series A

Units of Series A are offered for sale on a continuous basis and can be purchased by submitting a purchase order to your dealer or financial advisor. You may choose from three purchase options when purchasing Series A units of the Fund, namely the Initial Sales Charge Option, Deferred Sales Charge Option or Volume Sales Charge Option. The minimum initial investment in the Fund for the Initial Sales Charge or the Deferred Sales Charge option is \$250. The minimum initial investment in the Fund for the Volume Sales Charge is \$250.

Inception Date:	Jan 29, 2000
Management Fees:	2.50%
Sales Charges:	Up to 5.00%
Redemption Charges	Up to 5.75%
Redemption Charges	
Under Low Load Option:	Up to 2.50%

Series F

Series F units are offered to investors enrolled in a dealer sponsored fee-for-service and who are subject to an asset based fee rather than commissions on each transaction. Series F units are only available through dealers or financial planners who offer certain "wrap" or "fee-for-service" programs that have been approved by Excel. Your dealer or financial advisor must enter into an agreement with Excel before selling Series F units. The minimum initial investment for the Series F is \$250.

Inception Date:	Dec 23, 2004
Management Fees:	1.50%
Sales Charges:	n/a ⁽¹⁾
Redemption Charges	n/a
Redemption Charges	
Under Low Load Option:	n/a

Series I

Series I units are designed for institutional investors and are sold pursuant to applicable prospectus exemption

Inception Date:	Dec 23, 2004
Management Fees:	⁽²⁾
Sales Charges:	n/a
Redemption Charges	n/a
Redemption Charges	
Under Low Load Option:	n/a

(1) There is no sales charges payable on Series F units, but Series F investors will generally be required to pay their dealer an advisory or asset based fee in addition to the Series F management fee payable by the Fund.

(2) The management fee on Series I is negotiable between the Institution and Excel Funds Management Inc.

A Note on Forward-Looking Statements

This report may contain forward-looking statements about the Fund, including its strategy, expected performance and condition. Forward looking statements include statements that are predictive in nature, that depend upon or refer to future events or conditions, or that include words such as "expects", "anticipates", "intends", "plans", "believes", "estimates" or negative versions thereof and similar expressions. In addition, any statement that may be made concerning future performance, strategies or prospects, and possible future Fund action, is also a forward-looking statement. Forward-looking statements are based on current expectations and projections about future events and are inherently subject to, among other things, risks, uncertainties and assumptions about the Fund and economic factors.

Forward-looking statements are not guarantees of future performance, actual events and results could differ materially from those expressed or implied in any forward-looking statements made by the Fund. Any number of important factors could contribute to these digressions, including, but not limited to, general economic, political and market factors in North America and international, interest and foreign exchange rates, global equity and capital markets, business competition, technological change, changes in government regulations, unexpected judicial or regulatory proceedings, and catastrophic events.

We stress that the above-mentioned list of important factors is not exhaustive. We encourage you to consider these and other factors carefully before making any investment decisions and we urge you to avoid placing undue reliance on forward-looking statements. Further, you should be aware of the fact that the Fund has no specific intention of updating any forward-looking statements whether as a result of new information, future events or otherwise.

Statements of Net Assets

As at March 31, 2011 (unaudited) and September 30, 2010 (audited)

	2011	2010
Assets		
Investments, at fair value (*)	\$ 153,644,123	\$ 157,949,076
Cash	3,390,634	5,221,030
Due from brokers - equities	1,130,272	3,111,237
Receivable for units issued	429,018	194,758
Interest and dividends receivable	-	152,466
	158,594,047	166,628,567
Liabilities		
Due to brokers - equities	973,347	4,802,657
Payable for units redeemed	475,136	624,668
Accrued expenses	436,534	493,401
	1,885,017	5,920,726
Net Assets Represented by Unitholders' Equity	\$ 156,709,030	\$ 160,707,841
Net Assets		
Series A	\$ 78,574,289	\$ 92,506,009
Series F	21,422,771	3,375,482
Series I	56,711,970	64,826,350
	\$ 156,709,030	\$ 160,707,841
Units Issued and Outstanding (Note 4)		
Series A	31,296,478	35,681,959
Series F	2,471,406	379,665
Series I	2,989,740	3,354,875
Net Assets Per Unit		
Series A	\$ 2.51	\$ 2.59
Series F	\$ 8.67	\$ 8.89
Series I	\$ 18.97	\$ 19.32
* Investments, at Average Cost	\$ 138,701,902	\$ 128,507,987

The accompanying notes to financial statements are an integral part of these financial statements.

Approved by Fund Manager



Bhim D. Asdhir, Director



Glenn W. Cooper, Director

Statements of Investment Operations

For the six months ended March 31 (unaudited)

	2011	2010
Investment Income		
Dividends	\$ 125,957	\$ 165,949
Interest	72,914	155,371
Withholding taxes	(646)	(3,879)
	198,225	317,441
Expenses (Note 5)		
Management fees	1,585,148	1,598,754
Transaction costs	544,803	376,764
Administration costs	387,523	254,890
Custodial fees	38,500	34,752
Legal fees	20,716	25,576
Audit fees	11,660	11,600
Securityholder reporting costs	10,846	26,541
Independent Review Committee	2,941	3,222
Trustee fees	2,144	3,636
	2,604,281	2,335,735
Net Investment Loss before Absorbed Expenses	(2,406,056)	(2,018,294)
Expenses Absorbed by Manager (Note 5a)	100,855	126,347
Net Investment Loss	(2,305,201)	(1,891,947)
Realized and Unrealized Gains (Losses) on Investments		
Net realized gains on investments	11,530,490	10,311,262
Losses on foreign exchange	(282,928)	(61,771)
Net change in unrealized depreciation (appreciation) in value of investments	(14,498,868)	1,592,925
Net (Losses) Gains on Investments	(3,251,306)	11,842,416
(Decrease) Increase in Net Assets from Operations	\$ (5,556,507)	\$ 9,950,469
(Decrease) Increase in Net Assets from Operations		
Series A	\$ (2,809,992)	\$ 5,908,400
Series F	(1,304,835)	215,116
Series I	(1,441,680)	3,826,953
	\$ (5,556,507)	\$ 9,950,469
(Decrease) Increase in Net Assets from Operations Per Unit		
Series A	\$ (0.08)	\$ 0.14
Series F	\$ (0.65)	\$ 0.50
Series I	\$ (0.44)	\$ 1.15

The accompanying notes to financial statements are an integral part of these financial statements.

Statements of Changes in Net Assets

For the six months ended March 31 (unaudited)

	Series A		Series F	
	2011	2010	2011	2010
Net Assets,				
Beginning of the Period	\$ 92,506,009	\$ 98,361,080	\$ 3,375,482	\$ 3,456,536
(Decrease) Increase in Net Assets				
from Operations	(2,809,992)	5,908,400	(1,304,835)	215,116
Capital Transactions				
Proceeds from issuance of units	18,076,446	15,397,730	20,943,923	529,489
Amounts paid on redemption of units	(29,198,174)	(20,519,106)	(1,591,799)	(833,452)
Net Capital Transactions	(11,121,728)	(5,121,376)	19,352,124	(303,963)
Net Assets,				
End of the Period	\$ 78,574,289	\$ 99,148,104	\$ 21,422,771	\$ 3,367,689

	Series I		Total	
	2011	2010	2011	2010
Net Assets,				
Beginning of the Period	\$ 64,826,350	\$ 53,593,549	\$ 160,707,841	\$ 155,411,165
(Decrease) Increase in Net Assets				
from Operations	(1,441,680)	3,826,953	(5,556,507)	9,950,469
Capital Transactions				
Proceeds from issuance of units	3,127,300	5,213,143	42,147,669	21,140,362
Amounts paid on redemption of units	(9,800,000)	-	(40,589,973)	(21,352,558)
Net Capital Transactions	(6,672,700)	5,213,143	1,557,696	(212,196)
Net Assets,				
End of the Period	\$ 56,711,970	\$ 62,633,645	\$ 156,709,030	\$ 165,149,438

Statements of Net Realized Gains on Investments

For the six months ended March 31 (unaudited)

	2011	2010
Proceeds from Sale of Investments	\$ 114,364,206	\$ 68,534,885
Investments at Average Cost,		
Beginning of the Period	128,507,987	130,517,314
Cost of Investments Purchased	113,027,631	66,491,257
	241,535,618	197,008,571
Investments at Average Cost,		
End of the Period	138,701,902	138,784,948
Cost of Investments Sold	102,833,716	58,223,623
Net Realized Gains on Investments	\$ 11,530,490	\$ 10,311,262

The accompanying notes to financial statements are an integral part of these financial statements.

Statement of Investment Portfolio

As at March 31, 2011 (unaudited)

Description	Number of Shares / Units	Average Cost \$	Fair Value \$
Equities (97.9%)			
Advertising & Media (4.0%)			
Cosmedia Group Holdings Limited	300,000	1,083,026	-
SINA Corporation	51,883	3,410,500	5,394,736
SouFun Holdings Limited ADR	51,600	740,699	936,323
		5,234,225	6,331,059
Automotive (2.8%)			
Brilliance China Automotive Holdings Limited	4,052,000	2,459,304	3,943,451
China ZhengTong Auto Services Holdings Limited	449,000	437,859	444,264
		2,897,163	4,387,715
Cement (2.3%)			
China Resources Cement Holding Limited	3,714,000	1,989,861	3,558,827
Conglomerates (5.6%)			
Dah Chong Hong Holdings Limited	2,852,000	2,703,961	3,106,960
Skyworth Digital Holdings Limited	3,496,000	2,403,468	1,926,103
Sparkle Roll Group Limited	9,432,000	1,602,572	1,437,584
UBS-AG CW CITIC Securities Company June 16, 2011	794,700	2,592,623	1,646,541
Wharf Holdings Limited	102,300	649,246	685,670
		9,951,870	8,802,858
Consumer Products (3.1%)			
China Yurun Food Group Limited	653,000	2,307,835	2,129,233
Trinity Limited	2,972,000	2,413,141	2,684,458
		4,720,976	4,813,691
Electronics (2.2%)			
AAC Acoustic Technologies Holdings Inc.	638,000	1,560,495	1,661,867
Wintek Corporation GDR Reg S	215,987	1,760,551	1,858,708
		3,321,046	3,520,575
Financial Services (14.9%)			
Poly (Hong Kong) Investments Limited	3,370,000	4,259,388	3,056,582
China Construction Bank Corporation	8,790,700	6,501,748	7,995,110
China Pacific Insurance (Group) Company Limited "H"	854,600	3,536,828	3,469,892
China Taiping Insurance Holdings Company Limited	1,622,600	3,742,177	4,631,987
PICC Property & Casualty Company Limited "H"	1,842,000	2,832,280	2,156,248
Ping An Insurance (Group) Company of China, Limited "H"	214,000	1,953,071	2,104,060
		22,825,492	23,413,879
Industrial & Manufacturing (21.6%)			
Catcher Technology Company Limited	266,000	1,154,259	1,274,124
China Corn Oil Company Limited	2,774,000	2,144,966	1,788,240
China Liansu Group Holdings Limited	1,766,000	1,085,618	1,473,795
China National Materials Company Limited "H"	2,454,000	1,459,776	2,139,930
China Rongsheng Heavy Industries Group Holdings Limited	2,213,500	2,228,283	1,869,372
Citic Pacific Limited	323,000	885,026	865,564
Cosco Pacific Limited	1,240,000	2,338,012	2,274,141
Dongfang Electric Corporation Limited	844,800	1,267,028	2,802,128
Haitian International Holdings Limited	2,584,364	2,536,696	3,225,438
International Mining Machinery Holdings Limited	2,185,000	1,721,048	1,856,222
Johnson Electric Holdings Limited	3,926,500	2,415,442	2,236,866
Maanshan Iron and Steel Company Limited "H"	1,514,000	794,690	794,410
O-Net Communications Group Limited	4,456,000	3,057,413	2,866,962
Sany Heavy Equipment International Holdings Company Limited	977,000	1,052,641	1,557,453
Techtronic Industries Co. Ltd.	2,334,000	2,130,749	3,137,493
Xinyi Glass Holdings Ltd	3,682,000	3,083,049	3,721,362
		29,354,696	33,883,500
Information Technology (11.4%)			
Kingdee International Software Group Company	6,904,000	3,246,597	4,183,234
Lenovo Group Limited	6,784,000	3,035,373	3,737,610
Spreadtrum Communications Incorporated	79,200	1,718,190	1,427,145
Tencent Holdings Limited	246,200	3,431,743	5,810,180
TPK Holding Company Limited	102,000	1,823,527	2,715,798
		13,255,430	17,873,967

The accompanying notes to financial statements are an integral part of this financial statement.

Statement of Investment Portfolio (Cont'd)

As at March 31, 2011 (unaudited)

Description	Number of Shares / Units	Average Cost \$	Fair Value \$
Metals & Mining (4.6%)			
Aluminum Corporation of China Limited	808,000	775,630	749,005
China Metal Recycling (Holdings) Limited	1,105,800	1,007,018	1,286,163
Hunan Non-Ferrous Metal Corporation Limited "H"	2,126,000	775,717	778,217
Jiangxi Copper Company Limited	252,000	859,323	815,398
Yanzhou Coal Mining Company Limited	1,028,000	2,572,797	3,615,273
		5,990,485	7,244,056
Mutual Funds (2.9%)			
Excel EM Capital Income "I"	457,131	2,283,927	2,182,937
Excel Emerging Europe Fund "I"	151,058	1,508,425	1,133,404
Excel Income & Growth Fund "I"	38,868	379,474	341,050
Excel Latin America Fund "I"	113,044	592,677	842,007
		4,764,503	4,499,398
Oil & Gas (7.1%)			
China Oilfield Services Limited	818,000	1,660,670	1,784,297
China Petroleum and Chemical Corporation (Sinopec) "H"	1,740,000	1,755,797	1,691,213
CNOOC Limited	2,169,000	3,916,985	5,321,948
Kunlun Energy Company Limited	982,000	807,763	1,516,350
PetroChina Company Limited "H"	598,000	812,150	880,068
		8,953,365	11,193,876
Pharmaceutical & Healthcare (3.2%)			
Sino Biopharmaceutical Limited	10,476,000	4,153,749	3,795,448
Trauson Holdings Company Limited	3,101,000	1,552,340	1,239,714
		5,706,089	5,035,162
Real Estate & Property Management (5.3%)			
China Overseas Land & Investment Limited	772,000	1,594,312	1,527,714
Glorious Property Holdings Limited	7,570,000	2,828,498	2,014,397
Midland Holdings Limited	1,924,000	1,506,498	1,451,816
Sun Hung Kai Properties Limited	116,000	1,811,625	1,782,513
Sunac China Holdings Limited	5,116,000	2,051,028	1,553,125
		9,791,961	8,329,565
Retail & Merchandising (1.6%)			
Springland International Holdings Limited	3,387,000	2,869,431	2,483,836
Telecommunications (5.3)			
China Unicom (Hong Kong) Limited	1,348,000	1,869,423	2,172,447
Comba Telecom Systems Holdings Limited	3,303,460	3,535,153	3,759,733
Phoenix Satellite Television Holdings Limited	5,890,000	2,032,065	2,339,979
		7,436,641	8,272,159
Total Equities		139,063,234	153,644,123
Transaction Costs		(361,332)	-
Total Investments (97.9%)		\$ 138,701,902	\$ 153,644,123
Other Net Assets (2.1%)			\$ 3,064,907
Total Net Assets (100.0%)			\$ 156,709,030

The accompanying notes to financial statements are an integral part of this financial statement.

1. Summary of Significant Accounting Policies

The interim financial statements of the Excel China Fund (the "Fund") have been prepared in accordance with Canadian Generally Accepted Accounting Principles ("Canadian GAAP"). They follow the same accounting policies and methods of application as the Fund's financial statements for the year ended September 30, 2010. The Fund's interim financial statements do not include all disclosures required by Canadian GAAP for annual financial statements and accordingly, should be read in conjunction with the financial statements for the year ended September 30, 2010 as set out in the Excel China Fund 2010 Annual Report.

2. Future Accounting Changes

International Financial Reporting Standards ("IFRS")

In January 2006, the Canadian Institute of Chartered Accountants ("CICA") Accounting Standards Board ("AcSB") adopted a strategic plan for the direction of accounting standards in Canada. As part of that plan, the AcSB confirmed in February 2008 that IFRS will replace Canadian GAAP for fiscal years commencing in 2011 for profit oriented Canadian publicly accountable enterprises. In September 2010, the AcSB approved a one year deferral from IFRS adoption for investment companies that are applying Accounting Guideline 18, "Investment Companies".

Subsequent to the September 2010 announcement, the AcSB announced in January 2011, to extend another year deferral of the mandatory IFRS changeover date to prevent Canadian investment companies and segregated accounts of life insurance enterprises from having to change their current account treatment for controlled investors while the International Accountant Standards Board finalizes its planned investment company standards. As a result the Fund will adopt IFRS for its interim and annual financial statements for its fiscal year beginning on October 1, 2013. The IFRS compliant financial statements will be on an IFRS comparative basis.

3. Fair Value Disclosure

The Fund's assets recorded at fair value have been categorised based upon a fair value hierarchy in accordance with the amendments to the CICA Handbook Section 3862, "Financial Instruments - Disclosures". The following fair value hierarchy table presents information about the Fund's assets measured at fair value as at March 31, 2011 and September 30, 2010.

As at March 31, 2011:

Description	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
Equities	\$145,639,475	\$3,505,250	\$ -	\$149,144,725
Mutual Funds	4,499,398	-	-	4,499,398
Total Investments	\$150,138,873	\$3,505,250	\$ -	\$153,644,123

As at September 30, 2010:

Description	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
Equities	\$152,387,128	\$1,300,606	\$ -	\$153,687,734
Mutual Funds	4,261,342	-	-	4,261,342
Total Investments	\$156,648,470	\$1,300,606	\$ -	\$157,949,076

4. Unitholders' Equity

The following are units issued, redeemed and the average units outstanding for the six-month periods ended March 31:

	2011			2010		
	Units Issued	Units Redeemed	Average Units Outstanding	Units Issued	Units Redeemed	Average Units Outstanding
Series A	7,041,604	11,427,085	34,086,211	6,201,572	8,244,269	42,000,440
Series F	2,275,373	183,633	2,010,070	62,395	99,965	432,150
Series I	159,390	524,525	3,296,310	285,075	-	3,324,696

Excel Funds Management Inc. ("Excel" or the "Manager") is the manager, trustee and promoter of the Fund.

During the six-month period ended March 31, 2011, the Excel Chindia Fund, a fund also managed by Excel, purchased Nil (2010: 136,093) Series I units of the Fund and redeemed 524,525 (2010: Nil) Series I units of the Fund during the same period. As at March 31, 2011, the Excel Chindia Fund held 2,567,278 (2010: 3,322,391) Series I units of the Fund.

During the six-month period ended March 31, 2011, the Excel BRIC Fund, a fund also managed by Excel, purchased 110,330 (2010: 148,982) Series I units of the Fund and did not redeem (2010: Nil) any Series I units of the Fund during the same period. As at March 31, 2011, the Excel BRIC Fund held 365,071 (2010: 148,982) Series I units of the Fund.

The Excel Emerging Markets Fund a fund also managed by Excel was incepted on October 27, 2010. For the period October 27, 2010 to March 31, 2011, the Excel Emerging Market Fund purchased 33,278 Series I units of the Fund and did not redeem any Series I units of the Fund during the same period. As at March 31, 2011, the Excel Emerging Markets Fund held 33,278 Series I units of the Fund.

5. Management Fees and Other Expenses

a) Management Fees

Excel is paid a management fee calculated on each series of units as a percentage of the Net Asset Value of the series, as of the close of business on each business day as disclosed below:

Series	Management Fees
Series A	2.50%
Series F	1.50%
Series I	(i)

(i) The management fee on Series I is negotiable between the Institution and Excel.

For the six-month period ended March 31, 2011, Excel absorbed management fees of \$100,855 (2010: \$126,347). Excel may discontinue absorbing these expenses at any time in the future without notice.

As of March 31, 2011, the management fee payable was \$237,040 (2010: \$256,721) which was included in accrued expenses.

b) Operating Expenses

For the six-month period ended March 31, 2010, Excel received administration fees of \$87,776 (2010: \$54,690) relating to the operation of the Fund.

6. Brokerage Commissions and Soft Dollars

Brokerage commissions paid on investment transactions for the six-month periods ended March 31 were as follows:

2011	2010
\$337,900	\$241,445

There were no soft dollar transactions during the six-month periods ended March 31, 2011 and 2010.

7. Income Taxes and Distributions

The Fund has accumulated net realized capital losses and non-capital losses as at the end of its previous taxation year. These losses are available for utilization against net realized gains or net income for tax purposes in future years. Capital losses may be carried forward indefinitely to reduce capital gains. Non-Capital losses generated from years beginning 2006 or after may be carried forward for up to 20 taxation years. As at March 31, 2011 the amounts of losses are as follows.

Capital	Non-Capital
\$61,388,976	\$1,176,070
Non-Capital Losses expire in the taxation year ending December 15:	
2029	
\$1,176,090	

8. Net Assets and Net Asset Value

CICA Handbook Section 3855, "Financial Instruments – Recognition and Measurement" prescribes the valuation techniques for calculating net assets for financial reporting purposes ("Net Assets"). National Instrument 81-106, "Investment Fund Continuous Disclosure" prescribes the valuation techniques for calculating net asset value for transactional pricing purposes ("Net Asset Value"). Net Assets are calculated based on the fair value of investments using the last bid price and the Net Asset Value of investment funds is calculated based on the fair value of investments using the close or last trade price.

The following are the Net Assets and Net Asset Values per unit:

	Series A		Series F		Series I	
	March 31, 2011	September 30, 2010	March 31, 2011	September 30, 2010	March 31, 2010	September 30, 2010
Net Assets per unit	\$2.51	\$2.59	\$8.67	\$8.89	\$18.97	\$19.32
Net Asset Value per unit	\$2.52	\$2.60	\$8.69	\$8.91	\$19.01	\$19.35

The Net Assets per unit and Net Asset Value per unit differ due to the use of different valuation techniques.

9. Financial Instruments and Risk Management

The Fund is exposed to the following financial risks: liquidity risk, interest rate risk, credit risk, currency risk, and other market risk. There have been no significant changes to liquidity risk, interest rate risk and credit risk since September 30, 2010.

Currency Risk

The Fund is exposed to currency risk through the following financial instruments:

Currency exposure as at March 31, 2011:

	Cash and Short-term Investments (\$)	Equities(\$)	Total(\$)	% of Total Net Assets
Hong Kong Dollar	2,672,229	133,891,350	136,563,579	87.1
US Dollar	16,584	11,263,453	11,280,037	7.2
Taiwan Dollar	41,828	3,989,922	4,031,750	2.6

Currency exposure as at September 30, 2010:

	Cash and Short-term Investments (\$)	Equities(\$)	Total(\$)	% of Total Net Assets
Hong Kong Dollar	3,940,702	141,725,614	145,666,316	90.6
US Dollar	787,535	5,353,273	6,140,808	3.8
Taiwan Dollar	14,947	6,608,847	6,623,794	4.1

Based on the currency exposures at March 31, 2011, a 1% change in the Canadian dollar in relation to all the currencies would result in an approximately \$1,519,000 (September 30, 2010: \$ 1,584,000) change in Net Assets of the Fund as at March 31, 2011, with all other factors held constant. In practice, actual trading results may differ from this sensitivity analysis and the difference could be material.

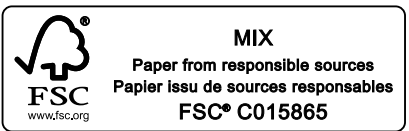
9. Financial Instruments and Risk Management (Cont'd)

Other Market Risk

The impact on Net Assets of the Fund due to a 1% change in the benchmark, using historical correlation between the Fund's return as compared to the return of the Fund's benchmark, with all other variables held constant, is included in the following table. Regression analysis has been utilized to estimate the historical correlation. The analysis uses 36 data points (September 30, 2010: 36 data points) based on the monthly net returns of the Series A units of the Fund.

Benchmark	Impact on Net Assets	
	March 31, 2011	September 30, 2010
Morgan Stanley Capital International China Index	+ or - \$1,768,000	+ or - \$1,634,000

Since historical correlation may not be representative of future correlation, actual results could differ from this sensitivity analysis and differences could be material.



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