

SHELTON GREATER CHINA FUND

Form N-Q

November 20, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number: 811-05617

Shelton Greater China Fund

(Exact name of registrant as specified in charter)

1050 17th Street, Suite 1710

Denver, Colorado 80265-2077

(Address of principal executive offices) (Zip code)

Teresa Axelson

1050 17th Street, Suite 1710

Denver, Colorado 80265-2077

(Name and address of agent for service)

Registrant's telephone number, including area code: (800) 955-9988

Date of fiscal year end: December 31

Date of reporting period: September 30, 2015

---

## SHELTON GREATER CHINA FUND

Portfolio of Investments (Expressed in U.S. Dollars)  
(Unaudited) / September 30, 2015

| Security Description                  | Shares  | Value     |
|---------------------------------------|---------|-----------|
| Common Stock (96.94%)                 |         |           |
| Basic Materials (2.33%)               |         |           |
| Chemicals (1.05%)                     |         |           |
| Kingboard Chemical Holdings Ltd       | 7,000   | 8,481     |
| Sinopec Shanghai Petrochemical Co Ltd | 186,000 | 70,800    |
|                                       |         | 79,281    |
| Iron/Steel (0.88%)                    |         |           |
| Fosun International Ltd               | 39,000  | 66,929    |
| Mining (0.40%)                        |         |           |
| Zijin Mining Group Co Ltd             | 116,000 | 30,235    |
| Total Basic Materials                 |         | 176,445   |
| Communications (16.07%)               |         |           |
| Internet (6.96%)                      |         |           |
| Tencent Holdings Ltd                  | 31,600  | 527,210   |
| Telecommunications (9.11%)            |         |           |
| China Mobile Ltd                      | 30,400  | 360,093   |
| Chunghwa Telecom Co Ltd               | 100,000 | 299,467   |
| PCCW Ltd                              | 59,000  | 30,223    |
|                                       |         | 689,783   |
| Total Communications                  |         | 1,216,993 |
| Consumer, Cyclical (3.97%)            |         |           |
| Auto Manufacturers (0.48%)            |         |           |
| Great Wall Motor Co Ltd               | 33,000  | 36,449    |
| Home Furnishings (1.87%)              |         |           |
| Haier Electronics Group Co Ltd        | 85,000  | 141,703   |

---

Edgar Filing: SHELTON GREATER CHINA FUND - Form N-Q

|   |         |           |
|---|---------|-----------|
| Lodging (1.33%)                           |         |           |
| Formosa International Hotels Corp         | 5,073   | 33,829    |
| Galaxy Entertainment Group Ltd            | 4,000   | 10,168    |
| Sands China Ltd                           | 18,800  | 56,521    |
|   |         | 100,518   |
| Retail (0.29%)                            |         |           |
| Intime Retail Group Co Ltd                | 21,000  | 21,677    |
| Total Consumer, Cyclical                  |         | 300,347   |
| Consumer, Non-Cyclical (5.36%)            |         |           |
| Food (2.37%)                              |         |           |
| China Mengniu Dairy Co Ltd                | 16,000  | 56,155    |
| Uni-President Enterprises Corp            | 57,375  | 99,126    |
| Want Want China Holdings Ltd              | 29,000  | 23,799    |
|   |         | 179,080   |
| Pharmaceuticals (2.99%)                   |         |           |
| Sihuan Pharmaceutical Holdings Group Ltd  | 284,000 | 138,885   |
| Sinopharm Group Co Ltd                    | 13,500  | 47,206    |
| TTY Biopharm Co Ltd                       | 13,943  | 40,487    |
|   |         | 226,578   |
| Total Consumer, Non-Cyclical              |         | 405,658   |
| Energy (2.92%)                            |         |           |
| Oil & Gas Producers (2.92%)               |         |           |
| China Petroleum & Chemical Corp           | 78,000  | 47,404    |
| CNOOC Ltd                                 | 56,000  | 57,301    |
| PetroChina Co Ltd                         | 70,000  | 48,503    |
|   |         | 153,208   |
| Energy-Alternate Sources (0.89%)          |         |           |
| China Longyuan Power Group Corp Ltd       | 52,000  | 55,825    |
| GCL-Poly Energy Holdings Ltd              | 61,000  | 11,728    |
|   |         | 67,553    |
| Total Energy                              |         | 220,761   |
| Financial (40.90%)                        |         |           |
| Banks (19.01%)                            |         |           |
| Bank of China Ltd                         | 616,000 | 264,681   |
| BOC Hong Kong Holdings Ltd                | 70,000  | 205,484   |
| China CITIC Bank Corp Ltd                 | 135,000 | 78,213    |
| China Construction Bank Corp              | 422,000 | 280,426   |
| China Minsheng Banking Corp Ltd           | 33,000  | 30,403    |
| Chongqing Rural Commercial Bank Co Ltd    | 223,000 | 125,743   |
| Hang Seng Bank Ltd                        | 10,000  | 179,613   |
| Industrial & Commercial Bank of China Ltd | 476,000 | 273,930   |
|   |         | 1,438,493 |



Edgar Filing: SHELTON GREATER CHINA FUND - Form N-Q

|   |         |           |
|---|---------|-----------|
| Diversified Financial Services (6.12%)              |         |           |
| China Everbright Ltd                                | 20,000  | 45,523    |
| Fubon Financial Holding Co Ltd                      | 167,713 | 260,781   |
| Hong Kong Exchanges and Clearing Ltd                | 6,700   | 152,846   |
| Mega Financial Holding Co Ltd                       | 6,477   | 4,476     |
|   |         | 463,626   |
| Insurance (7.61%)                                   |         |           |
| AIA Group Ltd                                       | 50,000  | 258,387   |
| China Taiping Insurance Holdings Co Ltd             | 82,764  | 256,835   |
| PICC Property & Casualty Co Ltd                     | 31,457  | 61,128    |
|   |         | 576,350   |
| Investment Companies (2.22%)                        |         |           |
| CK Hutchison Holdings Ltd                           | 13,000  | 168,077   |
|   |         | 168,077   |
| Real Estate (5.94%)                                 |         |           |
| Cheung Kong Property Holdings Ltd                   | 13,000  | 94,523    |
| Hysan Development Co Ltd                            | 31,000  | 128,800   |
| New World Development Co Ltd                        | 30,666  | 29,677    |
| Sun Hung Kai Properties Ltd                         | 15,166  | 196,669   |
|   |         | 449,669   |
| Total Financial                                     |         | 3,096,215 |
| Industrial (10.99%)                                 |         |           |
| Building Materials (0.13%)                          |         |           |
| BBMG Corp   | 14,500  | 9,935     |
| Electrical Components & Equipment (0.72%)           |         |           |
| Tianneng Power International Ltd                    | 90,000  | 54,581    |
| Electronics (0.69%)                                 |         |           |
| Hon Hai Precision Industry Co Ltd                   | 20,228  | 52,484    |
| Engineering & Construction (4.61%)                  |         |           |
| China State Construction International Holdings Ltd | 244,000 | 348,841   |
| Environmental Control (4.84%)                       |         |           |
| China Everbright International Ltd                  | 262,200 | 366,065   |
| Total Industrial                                    |         | 831,906   |
| Technology (7.41%)                                  |         |           |
| Computers (1.26%)                                   |         |           |
| Asustek Computer Inc                                | 6,000   | 51,376    |
| Lenovo Group Ltd                                    | 52,000  | 43,814    |
|   |         | 95,190    |

Edgar Filing: SHELTON GREATER CHINA FUND - Form N-Q

|   |        |           |
|---|--------|-----------|
| Semiconductors (6.15%)                                |        |           |
| Chipbond Technology Corp                              | 58,000 | 83,857    |
| MediaTek Inc  | 3,000  | 22,142    |
| Taiwan Semiconductor Manufacturing Co Ltd             | 91,284 | 359,691   |
|   |        | 465,690   |
| Total Technology                                      |        | 560,880   |
| Utilities (7.01%)                                     |        |           |
| Electric (6.02%)                                      |        |           |
| China Resources Power Holdings Co Ltd                 | 94,000 | 214,441   |
| HK Electric Investments & HK Electric Investments Ltd | 4,375  | 3,116     |
| Huaneng Power International Inc                       | 68,000 | 73,089    |
| Power Assets Holdings Ltd                             | 17,500 | 165,065   |
|   |        | 455,711   |
| Gas (0.99%)   |        |           |
| Hong Kong & China Gas Co Ltd                          | 39,930 | 74,811    |
| Total Utilities                                       |        | 530,522   |
| Total Common Stock (Cost \$6,178,222)                 |        | 7,339,727 |
| Rights/Warrants (0.00%)                               |        |           |
| Fosun International Ltd Rights @ 13.42                | 4,368  | -         |
| Total Rights/Warrants (Cost \$0)                      |        | -         |
| Total Investments (Cost \$6,178,222) (a) (96.94%)     |        | 7,339,727 |
| Other Net Assets (3.06%)                              |        | 231,939   |
| Net Assets (100.00%)                                  |        | 7,571,666 |

\*Non-income producing security.

(a) Aggregate cost for federal income tax purpose is \$6,635,769

At September 30, 2015, unrealized appreciation (depreciation) of securities for federal income tax purposes is as follows:

|                             |              |
|-----------------------------|--------------|
| Unrealized appreciation     | \$ 1,276,235 |
| Unrealized depreciation     | (572,277 )   |
| Net unrealized appreciation | \$ 703,958   |

Because tax adjustments are calculated annually, the above tax figures reflect the tax adjustments outstanding at the Fund's previous fiscal year end. For the previous fiscal year's federal income tax information, please refer to the Notes to Financial Statements section in the Fund's most recent semi-annual and annual reports.

Fair Value Measurements

The Fund utilizes various methods to measure the fair value of most of its investments on a recurring basis. U.S. GAAP establishes a hierarchy that prioritizes inputs to valuation methods. The three levels of inputs are:

Level 1 - Unadjusted quoted prices in active markets for identical assets or liabilities that the company has the ability to access.

Level 2 - Observable inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.

Level 3 - Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available, representing the Fund's own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

The following table summarizes the valuation of the Trust's securities at September 30, 2015 using fair value hierarchy:

|                                 | Level                  |                  |                        | Total       |
|---------------------------------|------------------------|------------------|------------------------|-------------|
|                                 | Level 1 <sup>(a)</sup> | 2 <sup>(a)</sup> | Level 3 <sup>(a)</sup> |             |
| Investments, in securities      |                        |                  |                        |             |
| Common stocks <sup>(b)</sup>    | \$7,200,842            | \$ -             | \$138,885              | \$7,339,727 |
| Rights and warrants             | -                      | -                | -                      | \$-         |
| Short term securities           | -                      | -                | -                      | \$-         |
| Total investments in securities | \$7,200,842            | \$ -             | \$138,885              | \$7,339,727 |

<sup>(a)</sup> It is the Fund's policy to recognize transfers between levels on the last day of the fiscal reporting period. There were no transfers in or out of Level 1, Level 2, and Level 3 as of September 30, 2015.

<sup>(b)</sup> For a detailed break-out of common stocks by major industry classification, please refer to the Portfolio of Investments.

ITEM 2. CONTROLS AND PROCEDURES.

(a) Based on an evaluation of the disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940), the disclosure controls and procedures as of a date within 90 days prior to the filing date of this Form N-Q (the "Report"), are reasonably designed to ensure that information required to be disclosed by the Registrant in the Report is recorded, processed, summarized and reported by the filing date, including ensuring that information required to be disclosed in the Report is accumulated and communicated to the Registrant's management, including the Registrant's principal executive officer and principal financial officer. Based on such evaluation, the Registrant's Principal Executive Officer and Principal Financial Officer have determined that the disclosure controls and procedures are effective.

(b) There were no significant changes in the Registrant's internal controls over financial reporting or in other factors that could significantly affect these controls subsequent to the date of their evaluation, in connection with the preparations of this Quarterly Schedule of Portfolio of Investments.

ITEM 3. EXHIBITS.

Separate certifications for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the Act (17 CFR 270.30a-2(a)) is attached hereto as Exhibit 99.CERT.

---

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Shelton Greater China Fund

By /s/ Stephen C. Rogers  
Stephen C. Rogers,  
Chairman  
Date: November 20, 2015

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By /s/ Stephen C. Rogers  
Stephen C. Rogers,  
Chairman  
Date: November 20, 2015

By /s/ William P. Mock  
William P. Mock  
Treasurer (as Principal Financial Officer)  
Date: November 20, 2015