

Interim Report of the Investment Manager

For the six months ended June 30, 2010

Overview

The Chinese economy has performed well from beginning of 2010 and the outlook is positive. According to its April 2010 World Economic Outlook, the International Monetary Fund expects economic growth in China to come in at 10% in 2010. The international scene is slowly improving, with more positive data coming from key trading partners, including the US and Japan.

Although the overall picture is encouraging, the last six months have seen caution as the prevailing mood in China's equity market. Share prices have fallen and investors have tended to prefer low growth, relatively defensive sectors. The key concern has been China's tightening policies and the sovereign debt crisis in Europe.

Very recently, the economy had seen some softness as evidenced by fixed asset investment which slowed slightly in May. However, consumption remains strong as labor market conditions have tightened and consumer confidence has recovered to close to pre-crisis levels.

Inflation pressure eased; although CPI rose to 3.1% year-on-year in May, from 2.8% in April, it fell 0.1% on month-on-month basis. Export growth surged, largely as a result of the improvement of the US economy.

Separately, the Chinese central bank announced that it would increase the flexibility of the exchange rate on June 19, 2010, signalling an end to the currency peg with the US dollar which has been in place for the last two years. Instead, the authorities will determine the exchange rate by reference to a basket of currencies.

Performance

In net asset value terms, the Fund fell by 12.3% during the first half of the year, compared with the MSCI Zhong Hua Index, which was down 5.3%.

Sector selection detracted. Our decision to maintain an underweight position relative to the benchmark index in Telecoms was negative, as investors sought this perceived "safe haven" in a period of volatility. Stock selection was also negative as a result of a weaker performance from several Consumer Discretionary and Materials stocks. The loss was largely offset by the beneficial impact of our overweight exposure to some Industrials stocks.

Economic and Strategy Review

During the three month period to end of June 2010, we remain committed to strong, long-term growth stories and we continue to believe that this approach will be well rewarded in the context of China's dynamic economy, with its enormous potential for transformation. As evidence accumulates of positive trends in China's

Interim Report of the Investment Manager

concluded

key trading partners, particularly the US, and fears of inflation subside, we believe the Fund's investment stance will start to gain traction once more.

In terms of activity, from the beginning of 2010, we reduced the Fund's risk and momentum by cutting down exposure to the commodity sector and adding to the banks and Telecom sectors. We also reduced some Energy stocks to lock in profits. During the period we added selected export names which are attractively valued with good growth prospects and we continued to raise exposure to the Consumer Discretionary sector, which should benefit from positive policy actions, stable demand and the overall economic recovery. We also maintained our positive stance on the Healthcare sector. It is a sector that fits with our growth at a reasonable price philosophy, with the potential for strong long-term growth as demand for new products and services expands.

Approaching the end of review period, we reduced the weighting in insurance companies and some high valuation internet stocks. On the other hand, we bought selected Hong Kong and China property names as we saw value start to emerge.

China's equity market registered a sharp correction in May due to the heightened risk relating to the European sovereign debt situation. There was a rebound subsequently but overall the market ended in the negative territory during the first half of the year. The government restated its policy objective in 2010 is to retain high and stable growth, to manage inflation expectations and to rationalize the economic structure. Going into the second half of 2010, we will continue to focus on companies with the potential to deliver strong long-term earnings growth.

We believe the possibility of a hard landing scenario in China remains low, given stronger than expected consumption and continuing infrastructure investment. The export recovery may be somewhat impacted by external volatility but ongoing restocking in the West should continue to lend support. On the other hand, we expect concern about macro-tightening in China to lessen gradually. Most importantly, we think the market's current valuation is very attractive relative to China's long-term growth potential.

Baring Asset Management (Asia) Ltd.

Hong Kong

July 29, 2010

The Fund realizes that information and visibility is important to shareholders and for this reason, the Fund makes available its corporate filings, monthly fact sheets, NAV and pricing information and news and events announcements on its website at www.greaterchinafund.com. We encourage all shareholders interested in receiving the most up-to-date information about the Fund via e-mail to visit the website's homepage and register with the Fund's "alert service".

The Greater China Fund, Inc.

Top Ten Equity Holdings

As of June 30, 2010
(Unaudited)

| | Percentage of Net Assets |
|--|-----------------------------|
| China Construction Bank Corp. "H" | 5.1% |
| China Mobile Ltd. | 4.2 |
| Industrial & Commercial Bank of China Ltd. "H" | 4.0 |
| China Life Insurance Co. Ltd. "H" | 3.2 |
| Sun Hung Kai Properties Ltd. | 3.1 |
| CNOOC Ltd. | 2.5 |
| Orient Overseas International Ltd. | 2.4 |
| China Shenhua Energy Co. Ltd. "H" | 2.2 |
| China Taiping Insurance Holdings Co. Ltd. | 2.2 |
| Tencent Holdings Ltd. | <u>2.1</u> |
| Total | 31.0% |

The Greater China Fund, Inc.

Industry Diversification

As of June 30, 2010
(Unaudited)

| | Percentage of Net Assets |
|--|-----------------------------|
| <hr/> | |
| EQUITIES | |
| Consumer Discretionary | 13.6% |
| Consumer Staples | 2.5 |
| Energy | 6.9 |
| Financials | 36.2 |
| Health Care | 2.3 |
| Industrials | 13.0 |
| Information Technology | 7.4 |
| Materials | 7.0 |
| Telecommunication Services | 5.4 |
| Utilities | <u>1.0</u> |
| TOTAL EQUITIES | 95.3 |
| SHORT-TERM INVESTMENT | 3.6 |
| INVESTMENTS OF CASH COLLATERAL FROM SECURITIES LOANED | <u>7.7</u> |
| TOTAL INVESTMENTS | 106.6 |
| LIABILITIES, IN EXCESS OF CASH AND OTHER ASSETS | <u>(6.6)</u> |
| NET ASSETS | <u>100.0%</u> |

The Greater China Fund, Inc.

Portfolio of Investments

June 30, 2010

(Unaudited)

| Shares | Description | Value (Note 1) | Shares | Description | Value (Note 1) |
|--------------------------------------|--|-------------------|--|---|--------------------|
| EQUITIES — 95.3% | | | CHINA — (concluded) | | |
| CHINA — 55.8% | | | Industrials — 5.6% | | |
| Consumer Discretionary — 4.9% | | | 1,290,000 | China Merchants Holdings International Co. Ltd. | \$ 4,258,478 |
| 433,000 | BYD Co. Ltd. "H" | \$ 3,184,699 | 3,555,000 | China National Materials Co. Ltd. "H" (1) | 2,138,493 |
| 60,900 | Ctrip.com International Ltd. (ADR) | 2,287,404 | 2,334,000 | China Shipping Development Co. Ltd. "H" | 2,935,524 |
| 4,328,000 | Dongfeng Motor Group Co. Ltd. "H" | 5,020,059 | 3,670,000 | COSCO International Holdings Ltd. | 1,778,928 |
| 80,000 | New Oriental Education & Technology Group, Inc. (ADR) (2) | 7,455,200 | 11,618,000 | Tianjin Port Development Holdings Ltd. (2) | 2,541,706 |
| | | <u>17,947,362</u> | 3,363,000 | Zhuzhou CSR Times Electric Co. Ltd. "H" | 7,119,040 |
| | | | | | <u>20,772,169</u> |
| Energy — 6.9% | | | Information Technology — 3.2% | | |
| 2,266,000 | China Shenhua Energy Co. Ltd. "H" | 8,174,797 | 14,710,000 | Lenovo Group Ltd. (1) | 7,892,382 |
| 5,508,000 | CNOOC Ltd. | 9,361,527 | 50,400 | SINA Corp. (2) | 1,777,104 |
| 6,252,000 | Kunlun Energy Co. Ltd. | 7,881,488 | 736,200 | ZTE Corp. "H" (1) | 2,235,296 |
| | | <u>25,417,812</u> | | | <u>11,904,782</u> |
| Financials — 25.5% | | | Materials — 2.2% | | |
| 8,241,000 | Bank of China Ltd. "H" | 4,157,473 | 4,584,000 | Aluminum Corp. of China Ltd. "H" (2) ... | 3,447,786 |
| 2,549,000 | BOC Hong Kong (Holdings) Ltd. | 5,805,072 | 876,000 | Anhui Conch Cement Co. Ltd. "H" | 2,546,676 |
| 6,125,000 | China CITIC Bank Corp. Ltd. "H" | 3,873,305 | 2,584,000 | Zijin Mining Group Co. Ltd. "H" | 1,924,004 |
| 23,454,000 | China Construction Bank Corp. "H" | 18,880,182 | | | <u>7,918,466</u> |
| 804,000 | China Everbright Ltd. | 1,829,440 | Telecommunication Services — 5.4% | | |
| 2,674,000 | China Life Insurance Co. Ltd. "H" | 11,693,641 | 1,569,500 | China Mobile Ltd. | 15,596,954 |
| 2,161,200 | China Minsheng Banking Corp. Ltd. "H" (1) | 1,879,017 | 8,984,000 | China Telecom Corp. Ltd. "H" | 4,315,847 |
| 3,876,441 | China Overseas Land & Investment Ltd. (1) .. | 7,222,786 | | | <u>19,912,801</u> |
| 2,192,000 | China Resources Land Ltd. | 4,121,337 | Utilities — 1.0% | | |
| 2,494,800 | China Taiping Insurance Holdings Co. Ltd. (2) | 8,092,915 | 3,937,000 | China Longyuan Power Group Corp. "H" (1) (2) | 3,614,326 |
| 20,263,000 | Industrial & Commercial Bank of China Ltd. "H" | 14,727,787 | | Total China | <u>205,472,136</u> |
| 1,594,000 | Industrial & Commercial Bank of China (Asia) Ltd. | 4,221,010 | HONG KONG — 37.3% | | |
| 2,504,000 | Poly (Hong Kong) Investments Ltd. (1) ... | 2,453,934 | Consumer Discretionary — 8.7% | | |
| 4,188,000 | Yanlord Land Group Ltd. | 5,139,631 | 3,449,000 | Anta Sports Products Ltd. (1) | 6,208,695 |
| | | <u>94,097,530</u> | 333,825 | Esprit Holdings Ltd. | 1,793,037 |
| Health Care — 1.1% | | | | | |
| 1,066,800 | Sinopharm Group Co. "H" | 3,886,888 | | | |

The Greater China Fund, Inc.

| Shares | Description | Value (Note 1) | Shares | Description | Value (Note 1) |
|---|--|-------------------|---|---|----------------------|
| HONG KONG — (continued) | | | HONG KONG — (concluded) | | |
| Consumer Discretionary — (concluded) | | | Materials — 4.4% | | |
| 16,888,000 | GOME Electrical Appliances Holdings Ltd.(1)(2) | \$ 5,096,174 | 4,296,600 | China Metal Recycling Holdings Ltd.(1) | \$ 3,908,786 |
| 772,000 | Li & Fung Ltd. | 3,453,799 | 7,602,000 | China Shanshui Cement Group Ltd. | 3,368,730 |
| 2,269,500 | Lifestyle International Holdings Ltd. | 4,390,976 | 3,437,000 | CPMC Holdings Ltd. | 2,816,790 |
| 5,526,000 | Skyworth Digital Holdings Ltd.(1) | 3,641,695 | 4,406,000 | Nine Dragons Paper Holdings Ltd. | 5,935,668 |
| 5,838,500 | Techtronic Industries Co. Ltd.(1) | 4,549,054 | | | <u>16,029,974</u> |
| 960,000 | Yue Yuen Industrial (Holdings) Ltd. | 2,979,608 | | Total Hong Kong | <u>137,259,075</u> |
| | | <u>32,113,038</u> | | | |
| Consumer Staples — 1.6% | | | TAIWAN — 2.2% | | |
| 1,873,000 | China Mengniu Dairy Co. Ltd. | 6,070,569 | Consumer Staples — 0.9% | | |
| | | | 2,983,000 | Uni-President Enterprises Corp. | 3,278,034 |
| Financials — 10.7% | | | Industrials — 0.4% | | |
| 502,000 | Cheung Kong (Holdings) Ltd. | 5,793,286 | 1,572,952 | Far Eastern New Century Corp. | 1,617,645 |
| 323,500 | Hang Seng Bank Ltd. | 4,325,157 | | | |
| 284,500 | Hong Kong Exchanges & Clearing Ltd.(1) | 4,437,054 | Information Technology — 0.5% | | |
| 3,977,000 | Longfor Properties Co. Ltd.(1) | 3,981,841 | 546,000 | Foxconn Technology Co. Ltd. | 1,807,260 |
| 1,355,000 | New World Development Co. Ltd. | 2,199,704 | | | |
| 830,000 | Sun Hung Kai Properties Ltd. | 11,350,696 | Materials — 0.4% | | |
| 705,000 | Wharf Holdings Ltd. (The) | 3,415,308 | 617,000 | Taiwan Fertilizer Co. Ltd. | 1,614,246 |
| 396,000 | Wing Hang Bank Ltd. | 3,866,183 | | Total Taiwan | <u>8,317,185</u> |
| | | <u>39,369,229</u> | | Total Equities (cost \$328,665,451) | <u>351,048,396</u> |
| Health Care — 1.2% | | | SHORT-TERM INVESTMENT — 3.6% | | |
| 6,096,000 | Sino Biopharmaceutical Ltd. | 2,372,158 | Money Market Fund(3) — 3.6% | | |
| 4,238,000 | Trauson Holdings Co. Ltd.(2) | 1,959,228 | 13,408,204 | JPMorgan Prime Money Market Fund, 0.01% (cost \$13,408,204) | 13,408,204 |
| | | <u>4,331,386</u> | | | |
| Industrials — 7.0% | | | INVESTMENTS OF CASH COLLATERAL FROM SECURITIES LOANED — 7.7% | | |
| 808,000 | China High Speed Transmission Equipment Group Co. Ltd. | 1,697,139 | Money Market Fund(3) — 7.7% | | |
| 260,000 | Hutchison Whampoa Ltd. | 1,600,006 | 28,477,433 | State Street Navigator Securities Lending Prime, 0.25% (cost \$28,477,433) | 28,477,433 |
| 1,888,000 | MTR Corp. Ltd. | 6,438,293 | | | |
| 1,247,000 | Orient Overseas International Ltd. | 8,913,700 | Total Investments(4) — 106.6% | | |
| 4,055,000 | Sany Heavy Equipment International Holdings Co. Ltd. | 4,487,521 | | (cost \$370,551,088) | 392,934,033 |
| 4,830,000 | Shun Tak Holdings Ltd.(1) | 2,495,826 | Liabilities, in excess of cash and other assets — (6.6%) | | |
| | | <u>25,632,485</u> | | | <u>(24,457,447)</u> |
| Information Technology — 3.7% | | | Net Assets — 100.0% | | |
| 2,695,000 | Comba Telecom Systems Holdings Ltd.(1) | 2,970,169 | | | <u>\$368,476,586</u> |
| 478,000 | Tencent Holdings Ltd. | 7,918,891 | | | |
| 264,000 | VTech Holdings Ltd. | 2,823,334 | | | |
| | | <u>13,712,394</u> | | | |

The Greater China Fund, Inc.

The following abbreviation is used in the portfolio descriptions:

ADR — American Depositary Receipt

- (1) All or a portion of the security is on loan. The aggregate market value of such securities is \$26,173,053; cash collateral of \$28,477,433 (included in liabilities) was received with which the Fund purchased highly liquid short-term investments.
- (2) Non-income producing security.
- (3) Rates shown reflect yield at June 30, 2010.
- (4) As of June 30, 2010, 69 securities representing \$337,569,460 and 91.6% of net assets were fair valued in accordance with the policies adopted by the Board of Directors.

Various inputs are used in determining the value of the Fund's investments. These inputs are summarized in the three broad levels listed below.

Level 1 — quoted prices in active markets for identical securities.

Level 2 — other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.)

Level 3 — significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The following is a summary of the inputs used as of June 30, 2010 in valuing the Fund's assets carried at fair value:

| Investments in Securities | Level 1 | Level 2 | Level 3 |
|----------------------------------|---------------------|----------------------|----------------|
| Equities | | | |
| China | \$11,519,708 | \$193,952,428 | \$— |
| Hong Kong | 1,959,228 | 135,299,847 | — |
| Taiwan | — | 8,317,185 | — |
| Money Market Funds | <u>41,885,637</u> | <u>—</u> | <u>—</u> |
| Total | <u>\$55,364,573</u> | <u>\$337,569,460</u> | <u>\$—</u> |

Fair Value of Level 2 investments at December 31, 2009 was \$0. \$256,949,835 was transferred into Level 2 from Level 1 at June 30, 2010 as a result of using third-party vendor modeling tools to reflect any significant market movements between the time at which the Fund valued its securities and the earlier closing of foreign markets. It is the Fund's policy to recognize transfers in and transfers out at the fair value as of the beginning of period.

See Notes to Financial Statements.

Statement of Assets and Liabilities

June 30, 2010

(Unaudited)

Assets

| | |
|---|--------------------|
| Investments, at value (cost \$342,073,655)* | \$364,456,600 |
| Investments of cash collateral from securities loaned (cost \$28,477,433) | 28,477,433 |
| Receivable for securities sold | 2,053,738 |
| Foreign currency (cost \$1,934,008) | 1,934,817 |
| Dividends and interest receivable | 1,664,934 |
| Prepaid assets | 59,563 |
| Total assets | <u>398,647,085</u> |

Liabilities

| | |
|---|-------------------|
| Payable for cash collateral for securities loaned | 28,477,433 |
| Payable for securities purchased | 1,069,154 |
| Investment management fee payable | 357,443 |
| Accrued offering costs | 127,760 |
| Administration fee payable | 61,215 |
| Professional services | 29,157 |
| Accrued expenses | 24,496 |
| Payable to custodian | 23,841 |
| Total liabilities | <u>30,170,499</u> |

Net Assets

\$368,476,586

Composition of Net Assets

| | |
|--|----------------------|
| Common stock, \$0.001 par value; 30,369,219 shares issued and outstanding (100,000,000 shares authorized) | \$ 30,369 |
| Paid-in capital in excess of par | <u>375,761,975</u> |
| | 375,792,344 |
| Undistributed net investment income | 1,591,672 |
| Accumulated net realized loss on investment and foreign currency transactions | (31,290,900) |
| Net unrealized appreciation of investments and other assets and liabilities denominated in foreign currencies | <u>22,383,470</u> |
| Net Assets | <u>\$368,476,586</u> |

| | |
|---------------------------|-------------------|
| Shares Outstanding | <u>30,369,219</u> |
| Net Asset Value Per Share | <u>\$12.13</u> |

* Includes \$26,173,053 of investments in securities on loan, at value.

See Notes to Financial Statements.

The Greater China Fund, Inc.

Statement of Operations

For the Six Months Ended June 30, 2010
(Unaudited)

Investment Income

| | |
|---|------------------|
| Dividends (net of foreign withholding taxes of \$265,852) | \$ 4,659,788 |
| Securities lending income, net | <u>104,525</u> |
| Total investment income | <u>4,764,313</u> |

Expenses

| | |
|-------------------------------------|------------------|
| Investment management fees | 2,008,082 |
| Administration fees | 339,630 |
| Directors' fees and expenses | 243,000 |
| Professional services | 205,000 |
| Custodian and accounting fees | 182,000 |
| Insurance expense | 91,000 |
| Reports and notices to shareholders | 50,000 |
| New York Stock Exchange listing fee | 9,616 |
| Transfer agent fees and expenses | 4,000 |
| Miscellaneous expenses | <u>36,061</u> |
| Total expenses | <u>3,168,389</u> |
| Net investment income | <u>1,595,924</u> |

Realized and Unrealized Gain (Loss) on Investment and Foreign Currency Transactions

| | |
|---|------------------------------|
| Net realized gain (loss) on: | |
| Investment transactions | 19,156,734 |
| Foreign currency transactions | <u>(112)</u> |
| | 19,156,622 |
| Net change in unrealized appreciation (depreciation) of: | |
| Investments | (66,032,347) |
| Foreign currencies | <u>(3,274)</u> |
| | (66,035,621) |
| Net realized and unrealized gain (loss) on investment and foreign currency transactions | <u>(46,878,999)</u> |
| Net Decrease in Net Assets from Operations | <u>\$(45,283,075)</u> |

See Notes to Financial Statements.

Statement of Changes in Net Assets

| | For the Six Months Ended June 30, 2010 (Unaudited) | For the Year Ended December 31, 2009 |
|---|---|---|
| Increase (Decrease) from Operations | | |
| Net investment income | \$ 1,595,924 | \$ 501,763 |
| Net realized gain (loss) on: | | |
| Investment transactions | 19,156,734 | (13,923,483) |
| Foreign currency transactions | <u>(112)</u> | <u>(16,926)</u> |
| | 19,156,622 | (13,940,409) |
| Net change in unrealized appreciation (depreciation) of: | | |
| Investments | (66,032,347) | 146,745,637 |
| Foreign currencies | <u>(3,274)</u> | <u>(3,202)</u> |
| | <u>(66,035,621)</u> | <u>146,742,435</u> |
| Total increase (decrease) from operations | <u>(45,283,075)</u> | <u>133,303,789</u> |
| Dividends and Distributions to Shareholders from: | | |
| Dividends paid from net investment income and net realized gain from foreign currency transactions | (425,169) | (1,866,785) |
| Distributions paid from net realized gain on investments | <u>—</u> | <u>—</u> |
| Total dividends and distributions to shareholders | <u>(425,169)</u> | <u>(1,866,785)</u> |
| Common Stock Transactions | | |
| Proceeds from shares issued through rights offering (net of offering costs) (Notes 7 and 8) | <u>80,237,923</u> | <u>—</u> |
| Net increase in net assets from capital stock transactions | <u>80,237,923</u> | <u>—</u> |
| Net increase in net assets | 34,529,679 | 131,437,004 |
| Net Assets | | |
| Beginning of period | <u>333,946,907</u> | <u>202,509,903</u> |
| End of period (including undistributed net investment income of \$1,591,672 and \$420,917 respectively) | <u>\$368,476,586</u> | <u>\$333,946,907</u> |

See Notes to Financial Statements.

Notes to Financial Statements (Unaudited)

Note 1. Organization and Significant Accounting Policies

The Greater China Fund, Inc. (the “Fund”) was incorporated in Maryland on May 11, 1992, as a non-diversified, closed-end management investment company. The Fund’s investment objective is to seek long-term capital appreciation by investing substantially all of its assets in listed equity securities of companies that derive or are expected to derive a significant portion of their revenues from goods produced or sold or investments made or services performed in China. Investment operations commenced on July 23, 1992.

In the normal course of business the Fund may enter into contracts that contain a variety of representations or that provide general indemnification for certain liabilities. The Fund’s maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Fund that have not yet occurred. However, the Fund has not had prior claims or losses pursuant to these contracts and expects the risk of loss to be remote.

The preparation of financial statements in accordance with U.S. generally accepted accounting principles requires the Fund’s management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates. The following is a summary of significant accounting policies followed by the Fund:

Valuation of Investments

Securities listed on a securities exchange are valued at the last sale price on such exchange on the day of valuation or, if there was no sale on such day, at the mean between the last reported bid and ask prices, or at the last bid price on such day in the absence of an asked price. Securities traded via NASDAQ are valued at the NASDAQ official closing price (“NOCP”) on the day of valuation, or if there was no NOCP, at the last sale price. Securities that are actively traded in the over-the-counter market, including listed securities for which the primary market is believed by Baring Asset Management (Asia) Ltd. to be over-the-counter, are valued at market value using prices provided by an independent pricing agent or principal market maker. Securities for which reliable market quotations are not readily available, or whose values have been affected by events occurring after the close of the security’s foreign market and before the Funds’ normal pricing time, are valued at fair value in accordance with the Board of Directors’ approved fair valuation procedures. When determining the fair value of securities, some of the factors influencing the valuation include: the nature of any restrictions on disposition of the securities; assessment of the general liquidity of the securities; the issuer’s financial condition and the markets in which it does business; the cost of the investment; the size of the holding and the capitalization of the issuer; the prices of any recent transactions or bids/offers for such securities or any comparable securities; any available analyst media or other reports or information deemed reliable by the investment Manager regarding the issuer or the markets or industry in which it operates. Using fair value to price securities may result in a value that is different from a security’s most recent closing price and from the price used by other mutual funds to calculate their net asset values.

Short-term securities of sufficient credit quality which mature in more than 60 days are valued at current market quotations. Short-term securities which mature in 60 days or less are valued at amortized cost, which approximates fair value.

The Greater China Fund, Inc.

Investments in mutual funds are valued at their net asset value on the date the New York Stock Exchange (“NYSE”) is open for trading.

Foreign currency exchange rates are generally determined prior to the close of the NYSE. Occasionally, events affecting the value of foreign investments and such exchange rates occur between the time at which they are determined and the close of the NYSE, which will not be reflected in the computation of the Fund’s net asset value. If events materially affecting the value of such securities or currency exchange rates occur during such time periods, the securities will be valued at their fair value as determined in good faith by or under the direction of the Board of Directors.

Investment Transactions and Investment Income

Investment transactions are recorded on the trade date. Realized gains and losses from investment and foreign currency transactions are calculated using the identified cost method. Dividend income is recorded on the ex-dividend date. Interest income and expenses are recorded on an accrual basis. Expenses are recorded on the accrual basis which may require the use of certain estimates by management. Actual results could differ from such estimates.

Foreign Currency Translation

The books and records of the Fund are maintained in U.S. dollars. Foreign currency amounts are translated into U.S. dollars using WM/Reuters closing spot rates as of 4:00 p.m. London time on the following basis:

- (i) the foreign currency market value of investments and other assets and liabilities denominated in foreign currency are translated at the closing rate of exchange on the valuation date; and
- (ii) purchases and sales of investments, income and expenses are translated at the rate of exchange prevailing on the respective dates of such transactions.

The resulting net foreign currency gain or loss is included in the Statement of Operations.

The Fund does not generally isolate the effects of fluctuations in foreign exchange rates from the effects of fluctuations in the market prices of securities. Accordingly, such currency gain or loss is included in net realized gain or loss on investments. Similarly, the Fund does not isolate the effect of fluctuations in foreign exchange rates when determining the realized gain or loss upon the sale or maturity of any foreign currency-denominated debt obligations pursuant to U.S. federal tax regulations; such amounts are categorized as realized foreign currency transaction gain or loss for both financial reporting and income tax reporting purposes.

Net foreign currency gain or loss from valuing foreign currency denominated assets and liabilities at period end exchange rates is reflected as a component of net unrealized appreciation or depreciation of investments and other assets and liabilities denominated in foreign currency on the Statement of Operations. Net realized foreign currency gain or loss is treated as ordinary income (loss) for income tax reporting purposes.

Dividends and Distributions

Dividends and distributions to shareholders are recorded on the ex-dividend date. The amounts of dividends and distributions from net investment income and net realized gains are determined in accordance with federal income tax regulations, which may differ from U.S. generally accepted accounting principles. These “book/tax” differences are considered either temporary or permanent in nature. To the extent these differences are

The Greater China Fund, Inc.

permanent in nature, such amounts are reclassified within the capital accounts based on their federal tax-basis treatment; temporary differences do not require reclassification.

Tax

It is the Fund's intention to continue to meet the requirements of the U.S. Internal Revenue Code applicable to regulated investment companies and to distribute all of its taxable income and gain to shareholders. Therefore, no federal income tax provision is required.

Withholding taxes on foreign dividends, interest and capital gains is accrued in accordance with the applicable jurisdiction's tax rules and rates, which generally range between 0-20% of such income amounts.

Note 2. Concentration of Risk

The Fund may have elements of risk, not typically associated with investments in the United States, due to concentrated investments in specific industries or investments in foreign issuers located in a specific country or region. Such concentrations may subject the Fund to additional risks resulting from future political or economic conditions in such country or region and the possible imposition of adverse governmental laws or currency exchange restrictions affecting such country or region, which could cause the securities and their markets to be less liquid and prices more volatile than those of comparable United States companies.

Note 3. Investment Management and Administration Agreements

The Fund has an investment management agreement (the "Investment Management Agreement") with Baring Asset Management (Asia) Ltd. (the "Investment Manager"), an indirect wholly-owned subsidiary of Massachusetts Mutual Life Insurance Company ("MassMutual"). MassMutual is a diversified financial services business. Under the terms of the Investment Management Agreement, the Investment Manager manages the Fund's investments in accordance with the Fund's investment objectives, policies and restrictions, and makes investment decisions on behalf of the Fund, including the selection of and the placing of orders with broker-dealers to execute portfolio transactions on behalf of the Fund. As compensation for its services, the Investment Manager receives a monthly fee, computed weekly, at an annual rate of 1.25% of the Fund's average weekly net assets up to \$250 million and 1.00% of such net assets in excess of \$250 million.

In the latter part of June 2010, the Fund and the Investment Manager agreed in principle that in light of the increase in the Fund's net assets as a result of the rights offering completed by the Fund in April 2010, it would be appropriate to reduce the Investment Manager's fee rate effective as of January 1, 2011. As a result, it is anticipated that the Fund and the Investment Manager will execute prior to January 1, 2011 an amendment to the Fund's investment management agreement that will change the Fund's management fee rate commencing January 1, 2011 from its current rate to 1.15% of the Fund's average weekly net assets up to \$250 million and 0.75% of such net assets in excess of \$250 million. Any such amendment is subject to approval by a majority of

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the directors of the Fund that are not “interested persons” (as such term is defined in the Investment Company Act) of the Fund or the Investment Manager at an in-person meeting of the Fund’s board of directors that is expected to occur in mid-October 2010.

Prudential Investments LLC (the “Administrator”), has an administration agreement (the “Administration Agreement”) with the Fund. Under the terms of the Administration Agreement, the Administrator provides certain administrative services to the Fund. As compensation for its services, the Administrator receives a monthly fee, computed weekly, at an annual rate of 0.20% of the Fund’s average weekly net assets.

The Board of Directors has appointed an employee of the Administrator to serve as Chief Compliance Officer of the Fund to perform duties required in accordance with the requirements of Rule 38a-1 of the Investment Company Act.

Note 4. Securities Lending

The Fund may lend up to 27.5% of its total assets to qualified broker-dealers or institutional investors. Under the terms of the securities lending agreement, the securities on loan are secured at all times by cash, cash equivalents or U.S. government securities in an amount at least equal to 105% of the market value of the foreign securities on loan, which are marked-to-market daily. The Fund will regain record ownership of loaned securities to exercise certain beneficial rights; however, the Fund may bear the risk of delay in recovery of, or even loss of rights in, the securities loaned should the borrower fail financially. The Fund receives compensation for lending its securities from interest or dividends earned on the cash, cash equivalents and U.S. government securities held as collateral, net of fee rebates paid to the borrower plus reasonable administrative and custody fees. The Fund’s lending agent is State Street Bank & Trust Company.

For the six months ended June 30, 2010, the Fund earned \$104,525 due to securities lending. State Street Bank & Trust Company earned \$34,856 in compensation as the Fund’s lending agent.

Note 5. Purchases and Sales of Securities

For the six months ended June 30, 2010, aggregate purchases and sales of portfolio securities, excluding short-term securities, were \$158,120,769 and \$89,552,269, respectively.

Note 6. Federal Tax Status

The United States federal income tax basis of the Fund’s investments and the net unrealized appreciation on a tax basis as of June 30, 2010 were as follows:

| <u>Tax Basis</u> | <u>Appreciation</u> | <u>(Depreciation)</u> | <u>Total Net Unrealized Appreciation</u> |
|------------------|---------------------|-----------------------|--|
| \$370,827,131 | \$39,402,142 | \$(17,295,240) | \$22,106,902 |

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The difference between book basis and tax basis is attributable to deferred losses on wash sales.

As of December 31, 2009, the Fund had a capital loss carryforward for tax purposes of approximately \$43,580,000 of which \$18,834,000 expires in 2016 and \$24,746,000 expires in 2017. No capital gains distribution is expected to be paid to shareholders until net gains have been realized in excess of such carryforward.

The Fund incurred capital losses from November 1, 2009 to December 31, 2009 of approximately \$1,902,000, which it deferred in the prior fiscal year and will recognize in the current fiscal year ending December 31, 2010.

Management has analyzed the Fund's tax positions taken on federal income tax returns for all open tax years and has concluded that as of June 30, 2010, no provision for income tax would be required in the Fund's financial statements. The Fund's federal and state income and federal excise tax returns for tax years for which the applicable statutes of limitations have not expired are subject to examination by the Internal Revenue Service and state departments of revenue.

Note 7. Rights Offering

During the reporting period, the Fund issued 7,603,554 shares in connection with a rights offering of the Fund's common stock of which 199,569, 429,554 and 356,317 shares were issued prior to the expiration at \$11.12, \$11.19 and \$11.67, respectively. The remaining 6,618,114 shares were issued at the subscription price of \$11.04. Shareholders of record on March 23, 2010, were issued one transferable right for each share of common stock owned, entitling shareholders the opportunity to acquire one newly issued share of common stock for every three rights held. The rights offering commenced on March 23, 2010 and expired on April 16, 2010. The subscription price of \$11.04 per share was determined by 90% of the average of the last reported sale prices of a share of common stock on the NYSE on the expiration date and the four preceding trading days. Estimated offering costs include commissions paid to the dealer manager of \$2,953,888 and other offering costs of \$1,055,000.

Note 8. Capital Stock

There are 100,000,000 shares of \$0.001 par value capital stock authorized. For the six months ended June 30, 2010, the Fund issued 7,603,554 shares in connection with the Fund's rights offering. For the year ended December 31, 2009, there were no transactions in shares of common stock.

Note 9. New Accounting Pronouncement

In January 2010, the Financial Accounting Standards Board ("FASB") issued Accounting Standards Update ("ASU") No. 2010-06 "Improving Disclosures about Fair Value Measurements". ASU No. 2010-06 will require

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reporting entities to make new disclosures about purchases, sales, issuances, and settlements in the roll forward of activity in Level 3 fair value measurements. The new and revised disclosures are effective for interim and annual reporting periods beginning after December 15, 2010. At this time, management is evaluating the implications of ASU No. 2010-06 and its impact on the financial statements has not been determined.

Note 10. Subsequent Events

Management has evaluated the impact of all subsequent events on the Fund through the date the financial statements are issued and has determined that there were no subsequent events requiring recognition or disclosure in the financial statements.

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Financial Highlights

| | For the Six Months Ended June 30, 2010 (Unaudited) | For the Years Ended December 31, | | | | |
|---|--|-------------------------------------|-----------------|---------------|----------------|----------------|
| | | 2009 | 2008 | 2007 | 2006 | 2005 |
| Per Share Operating Performance: | | | | | | |
| Net asset value, beginning of period | \$ 14.67 | \$ 8.90 | \$ 28.91 | \$ 24.50 | \$ 14.93 | \$ 17.18 |
| Increase (Decrease) From Investment Operations | | | | | | |
| Net investment income | 0.06* | 0.02 | 0.15* | —** | 0.13 | 0.19* |
| Net realized and unrealized gain (loss) on investment and foreign currency transactions | (1.66) | 5.83 | (13.45) | 17.55 | 12.09 | 1.47* |
| Total from investment operations | (1.60) | 5.85 | (13.30) | 17.55 | 12.22 | 1.66 |
| Dividends and Distributions to Shareholders | | | | | | |
| Dividends from net investment income and net realized gain from foreign currency transactions | (0.01) | (0.08) | — | (0.03) | (0.45) | (0.43) |
| Distributions from net realized gain | — | — | (6.66) | (13.11) | (2.20) | (2.25) |
| | (0.01) | (0.08) | (6.66) | (13.14) | (2.65) | (2.68) |
| Fund Share Transactions | | | | | | |
| Dilutive effect resulting from issuance of shares in stock dividend | — | — | (0.05) | — | — | — |
| Dilutive effect of rights offering | (0.80) | — | — | — | — | (1.04) |
| Offering costs charged to paid-in capital in excess of par | (0.13) | — | — | — | —** | (0.19) |
| Total of share transactions | (0.93) | — | (0.05) | — | — | (1.23) |
| Net asset value, end of period | \$ 12.13 | \$ 14.67 | \$ 8.90 | \$ 28.91 | \$ 24.50 | \$ 14.93 |
| Market value, end of period | \$ 10.84 | \$ 13.92 | \$ 8.32 | \$ 24.81 | \$ 31.48 | \$ 13.04 |
| Total Investment Return⁽¹⁾ | <u>(22.02)%</u> | <u>68.40%</u> | <u>(49.56)%</u> | <u>20.59%</u> | <u>168.90%</u> | <u>(0.72)%</u> |
| Ratios/Supplemental Data | | | | | | |
| Net assets, end of period (000's omitted) | \$ 368,477 | \$333,947 | \$ 202,510 | \$486,483 | \$ 411,539 | \$250,677 |
| Ratio of expenses to average net assets | 1.87% | 1.96% | 2.01% | 1.62% | 1.86% | 2.09% |
| Ratio of net investment income to average net assets | 0.94% | 0.19% | 0.93% | 0.01% | 0.66% | 1.04% |
| Portfolio turnover | 27% | 105% | 133% | 85% | 114% | 140% |

* Based on average shares outstanding.

** Amount represents less than \$0.005 per share.

(1) Total investment return is calculated assuming a purchase of common stock at the current market price on the first day of each period reported and a sale at the current market price on the last day of each period reported, and assuming reinvestment of dividends and other distributions at prices obtained under the Fund's Dividend Reinvestment Plan. Total investment return does not reflect brokerage commissions or the deduction of taxes that a shareholder would pay on Fund distributions or redemption of Fund shares. Total investment returns for periods less than a full year are not annualized.

Supplemental Information (Unaudited)

Dividend Reinvestment Plan

Pursuant to the Fund's Dividend Reinvestment Plan (the "Plan"), each shareholder will be deemed to have elected, unless BNY Mellon (formerly known as PNC Global Investment Servicing) (the "Plan Agent") is otherwise instructed by the shareholder in writing, to have all distributions, net of any applicable U.S. withholding tax, automatically reinvested in additional shares of the Fund by the Plan Agent. Shareholders who do not participate in the Plan will receive all cash dividends and distributions in cash, net of any applicable U.S. withholding tax, paid in dollars by check mailed directly to the shareholder by the Plan Agent, as dividend-paying agent. Shareholders who do not wish to have dividends and distributions automatically reinvested should notify the Plan Agent. Dividends and distributions with respect to shares registered in the name of a broker-dealer or other nominee (in "street name") will be reinvested under the Plan unless such service is not provided by the broker or nominee or the shareholder elects to receive dividends and distributions in cash. A shareholder whose shares are held by a broker or nominee that does not provide a dividend reinvestment program may be required to have his shares registered in his own name to participate in the Plan.

The Plan Agent serves as agent for the shareholders in administering the Plan. If the Fund declares an income dividend or a capital gain distribution payable either in the Fund's common stock or in cash, as shareholders may have elected, non-participants in the Plan will receive cash and participants in the Plan will receive common stock to be issued by the Fund. If the market price per share on the valuation date equals or exceeds net asset value per share at the time the shares of common stock are valued for the purpose of determining the number of shares of common stock equivalent to the dividend or distribution (the "Valuation Date"), the Fund will issue new shares to participants valued at net asset value, or if the net asset value is less than 95% of the market price on the Valuation Date, then valued at 95% of the market price. If net asset value per share on the Valuation Date exceeds the market price per share on the Valuation Date, participants will be issued shares of common stock at the market price on the Valuation Date. If the Fund should declare an income dividend or capital gains distribution payable only in cash, the Plan Agent will, as agent for the participants, buy shares of the Fund's common stock in the open market, on the NYSE or elsewhere, for the participants' accounts on, or shortly after, the payment date. To the extent the Plan Agent is unable to do so and, before the Plan Agent has completed its purchases, the market price exceeds the net asset value of the common stock, the average per share purchase price paid by the Plan Agent may exceed the net asset value of the common stock, resulting in the acquisition of fewer shares of common stock than if the dividend or capital gains distribution had been paid in common stock issued by the Fund. The Plan Agent will apply all cash received as a dividend or capital gains distribution to purchase shares of common stock on the open market as soon as practicable after the payment date of such dividend or capital gains distribution, but in no event later than 30 days after such date, except where necessary to comply with applicable provisions of the federal securities laws.

The Plan Agent maintains all shareholder accounts in the Plan and furnishes written confirmations of all transactions in the account, including information needed by shareholders for personal and tax records. Shares in the account of each Plan participant will be held by the Plan Agent in non-certificated form in the name of the participant, and each shareholder's proxy will include those shares purchased pursuant to the Plan.

There is no charge to participants for reinvesting dividends or capital gain distributions. There will be no brokerage charge with respect to shares issued directly by the Fund as a result of dividends or capital gain

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distributions payable either in shares or in cash. However, each participant will pay a pro rata share of brokerage commissions incurred with respect to the Plan Agent's open market purchases in connection with the reinvestment of dividends and distributions. The automatic reinvestment of dividends and distributions will not relieve participants of any U.S. income tax that may be payable on such dividends or distributions.

Experience under the Plan may indicate that changes are desirable. Accordingly, the Fund and the Plan Agent reserve the right to terminate the Plan as applied to any dividend or distribution paid subsequent to notice of the termination sent to the members of the Plan at least 30 days before the record date for dividends or distributions. The Plan also may be amended by the Fund or the Plan Agent, but (except when necessary or appropriate to comply with applicable law, rules or policies of a regulatory authority) only by at least 30 days' written notice to members of the Plan. All correspondence concerning the Plan should be directed to the Plan Agent c/o BNY Mellon (formerly known as PNC Global Investment Servicing), P.O. Box 43027, Providence, Rhode Island 02940-3027. For further information regarding the plan, you may also contact the transfer agent directly at 1-800-331-1710.

Quarterly Form N-Q Portfolio Schedule

The Fund will file its complete schedule of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The Fund's Forms N-Q are available on the Fund's website at <http://www.greaterchinafund.com> or on the SEC's website at <http://www.sec.gov>. The Fund's Forms N-Q may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information on the operation of the SEC's Public Reference Room may be obtained by calling 1-800-SEC-0330. Additionally, you may obtain copies of Forms N-Q from the Fund upon request by calling 1-800-331-1710.

Proxy Voting Policies, Procedures and Record

You may obtain a description of the Fund's proxy voting policies and procedures, and its proxy voting record, without charge, upon request by contacting the Fund directly at 1-800-331-1710, online on the Fund's website: <http://www.greaterchinafund.com>, or on the EDGAR Database on the SEC's website at <http://www.sec.gov>.

Annual Shareholders' Meeting

The Fund's annual meeting of shareholders was held on June 9, 2010. Shareholders voted to re-elect Mr. John A. Bult, Mr. Edward Y. Baker and Mr. Vincent Duhamel as Class I Directors. The resulting vote count for each proposal is indicated below:

| | <u>For</u> | <u>Against</u> | <u>Withheld Authority</u> |
|------------------------|------------|----------------|---------------------------|
| Election of Directors: | | | |
| Mr. John A. Bult | 14,481,436 | — | 4,155,680 |
| Mr. Edward Y. Baker | 14,438,722 | — | 4,198,394 |
| Mr. Vincent Duhamel | 14,570,821 | — | 4,066,295 |

In addition to the above Directors, Mr. John A. Hawkins, Mr. Jonathan J. K. Taylor, and Mr. Tak Lung Tsim continue to serve as Directors of the Fund.

BOARD OF DIRECTORS CONSIDERATION OF THE FUND'S INVESTMENT MANAGEMENT AGREEMENT

On May 20, 2010, the Board of Directors of the Fund approved the continuation of the Fund's existing Investment Management Agreement with the Investment Manager until June 30, 2011. No stockholder approval was required to extend the Fund's Investment Management Agreement.

The Board considered several factors in connection with its approval of extending the Fund's existing Investment Management Agreement. The Board reviewed the nature, extent and quality of the management services provided by the Investment Manager and in connection therewith received a report from the Investment Manager detailing the scope of the Investment Manager's operations, the breadth and depth of its management, investment and research personnel and the various support and administrative services that the Investment Manager provides to the Fund. The Investment Manager has acted as the Fund's investment manager since 1992, which has afforded the Board significant and continuing opportunity to evaluate the services provided to the Fund by the Investment Manager. Based on its experience and familiarity with the Investment Manager and the foregoing review and analysis, the Board concluded that the Investment Manager provides high quality investment management services to the Fund.

The Board also considered the investment performance of the Fund and in connection therewith reviewed, among other items, a report that included a comparison of the Fund's net asset value return over a one year, a three year, five year, ten year and since inception periods (in each case ending December 31, 2009) against the returns realized over comparable periods by six other United States listed, closed-end Pacific ex-Japan region equity funds identified as comparable by Lipper, Inc. ("Lipper"). The Fund was in the second quintile for the one and three year periods and in the first quintile for the five year, ten year and since inception periods. The Board also considered net asset value performance data presented by Baring for the one year, three year, and five year periods (in each case ending April 30, 2010) comparing the Fund to five other closed-end China funds. The Fund was third of six for the one and three year periods and second of six for the five year period. The Board also reviewed the performance of the Fund's net asset value return for the five years ended April 30, 2010 against a benchmark index, the MSCI Zhong Hua (Free) Index. The Fund outperformed the MSCI Zhong Hua (Free) Index in net asset value return over that period. During the five years ended April 30, 2010 the Fund had a 134.1% net asset value return, while the MSCI Zhong Hua (Free) Index had a 112.2% return over the same period.

The Board also evaluated the management fees payable to the Investment Manager and the benefits realized by the Investment Manager from its management arrangements with the Fund. Specifically, the Board reviewed a detailed report prepared by the Investment Manager on the costs to the

BOARD OF DIRECTORS CONSIDERATION OF THE FUND'S INVESTMENT MANAGEMENT AGREEMENT

concluded

Investment Manager of providing management and other services to the Fund (for the purposes thereof management staff costs were allocated directly to the Fund and support, compliance and overhead costs were allocated among managed accounts on a percentage of assets basis) and the profit margin earned by the Investment Manager thereon. The Board found such profit margin to be reasonable for the services provided. The Board also reviewed the management fees payable by other Asia ex-Japan funds listed on the New York Stock Exchange and identified by Lipper (which according to Lipper had a median of 1.05% for the 2009 fiscal year) and by other comparable accounts managed by the Investment Manager and its affiliates (the Investment Manager reported that two emerging market retail funds managed by it, including one China region fund, had fee rates of 1.25% and 1.50% of net assets, respectively). Finally, the Board considered (i) the fact that the Investment Manager benefits from its management agreement with the Fund through its receipt, pursuant to commission sharing arrangements, of research and other services from brokers who execute trades for the Fund and other accounts managed by the Investment Manager, (ii) the increase in net assets resulting from the Fund's recently completed successful rights offering and (iii) the more extensive regulatory and compliance requirements that the Investment Manager is subject to in connection with a United States listed managed account like the Fund in comparison to its non-U.S. managed accounts and the costs that result therefrom.

Based upon these inputs, the Board determined that management fees at a rate of 1.25% of the Fund's average weekly net assets up to \$250 million and 1.00% of such net assets in excess of \$250 million were reasonable for the management services the Investment Manager provides to the Fund based upon the current size of the Fund.

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Directors

Edward Y. Baker, *Chairman*
John A. Bult
Vincent Duhamel
John A. Hawkins
C. William Maher
Jonathan J.K. Taylor
Tak Lung Tsim

Executive Officers

Brian Corris, *President*
Grace C. Torres, *Treasurer, Principal Financial and Accounting Officer and Vice President*
Deborah A. Docs, *Chief Legal Officer and Secretary*
Andrew R. French, *Assistant Secretary*
Valerie M. Simpson, *Chief Compliance Officer*
Theresa C. Thompson, *Deputy Chief Compliance Officer*
Lana Lomuti, *Assistant Treasurer*
Peter Parrella, *Assistant Treasurer*

Investment Manager

Baring Asset Management (Asia) Ltd.
19th Floor
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15 Queen's Road Central
Hong Kong

Administrator

Prudential Investments LLC
Gateway Center Three
100 Mulberry Street
Newark, New Jersey 07102

Custodian

The Bank of New York Mellon
One Wall Street
New York, New York 10286

Shareholder Servicing Agent

BNY Mellon (formerly known as PNC Global Investment Servicing)
P.O. Box 43027
Providence, Rhode Island 02940-3027

Independent Registered Public Accounting Firm

KPMG LLP
345 Park Avenue
New York, New York 10154

Legal Counsel

Sullivan & Cromwell LLP
125 Broad Street
New York, New York 10004

This report, including the financial statements herein, is sent to the shareholders of The Greater China Fund, Inc. for their information. It is not a prospectus, circular or representation intended for use in the purchase or sale of shares of the Fund or any securities mentioned in this report.

The financial information included herein is taken from the records of the Fund without examination by the independent registered public accounting firm, who did not express an opinion thereon.

Notice is hereby given in accordance with Section 23(c) of the Investment Company Act of 1940, as amended, that from time to time the Fund may purchase at market prices shares of its common stock in the open market.

The Greater China Fund, Inc.
c/o Prudential Investments LLC
Gateway Center Three
100 Mulberry Street
Newark, New Jersey 07102
www.greaterchinafund.com

For shareholder account information call (800) 331-1710

Please call (toll-free) the Altman Group, our Investor and Public Relations at 1-(877)-FUND-GCH.

Additional information (including updated net asset value and market price) may be obtained on the Fund's internet site.

The Fund's CUSIP number is 39167B102

The Greater China Fund, Inc.

Semi-Annual Report June 30, 2010

