Matthews Asia Dividend Fund

December 31, 2015

Investment Objective
Total return with an emphasis on providing current income.

Strategy
Under normal market conditions, the Matthews Asia Dividend Fund seeks to achieve its investment objective by investing at least 80% of its total net assets, which include borrowings for investment purposes, in income-paying equity securities of companies located in Asia, which consists of all countries and markets in Asia, including developed, emerging, and frontier countries and markets in the Asian region. The Fund may also invest in convertible debt and equity securities. The Fund seeks to provide a level of current income that is higher than the yield generally available in Asian equity markets over the long term.

Risks
All investments involve risks, including possible loss of principal. Investing in international and emerging markets may involve additional risks, such as social and political instability, market illiquidity, exchange-rate fluctuations, a high level of volatility and limited regulation. There is no guarantee that the Fund or the companies in its portfolio will pay or continue to pay dividends.

Performance as of December 31, 2015

<table>
<thead>
<tr>
<th></th>
<th>3 Months</th>
<th>YTD</th>
<th>1 Year</th>
<th>3 Years</th>
<th>5 Years</th>
<th>10 Years</th>
<th>Since Inception</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investor Class (MAPIX)</td>
<td>4.85%</td>
<td>3.86%</td>
<td>3.86%</td>
<td>4.83%</td>
<td>4.75%</td>
<td>n.a.</td>
<td>8.74%</td>
</tr>
<tr>
<td>Institutional Class (MIPIX)</td>
<td>4.81%</td>
<td>3.93%</td>
<td>3.93%</td>
<td>4.95%</td>
<td>4.85%</td>
<td>n.a.</td>
<td>5.28%</td>
</tr>
<tr>
<td>MSCI AC Asia Pacific Index</td>
<td>6.99%</td>
<td>-1.68%</td>
<td>-1.68%</td>
<td>3.42%</td>
<td>1.96%</td>
<td>n.a.</td>
<td>2.63%</td>
</tr>
</tbody>
</table>

Growth of a $10,000 Investment Since Inception—Investor Class

The performance data and graph do not reflect the deduction of taxes that a shareholder would pay on dividends, capital gain distributions or redemption of fund shares. Values are in US$.

1 Matthews Asia Funds does not charge 12b-1 fees.
2 Matthews has contractually agreed to waive a portion of its advisory fee and administrative and shareholder services fee until April 30, 2016.
3 The lesser of fiscal year 2014 long-term purchase costs or sales proceeds divided by the average monthly market value of long-term securities.
4 The MSCI All Country Asia Pacific Index is a free float-adjusted market capitalization-weighted index of the stock markets of Australia, China, Hong Kong, India, Indonesia, Japan, Malaysia, New Zealand, Philippines, Singapore, South Korea, Taiwan and Thailand. The Matthews Asia Dividend Fund invests in countries that are not included in the MSCI All Country Asia Pacific Index. It is not possible to invest directly in an index. Source: Index data from Morgan Stanley Capital International and Bloomberg, total return calculations performed by BNY Mellon Investment Servicing (US) Inc.
5 Calculated from 10/31/06.
6 The Lipper Category Average does not reflect sales charges and is based on total return, including reinvestment of dividends and capital gains for the stated periods.

Performance assumes reinvestment of all dividends and/or distributions before taxes. All performance quoted represents past performance and is no guarantee of future results. Investment return and principal value will fluctuate with market conditions so that when redeemed, shares may be worth more or less than their original cost. Current performance may be lower or higher than the return figures quoted. Returns would have been lower if certain of the Fund’s fees and expenses had not been waived. For the Fund’s most recent month-end performance visit matthewsasia.com.
You should carefully consider the investment objectives, risks, charges and expenses of the Matthews Asia Funds before making an investment decision. A prospectus or summary prospectus with this and other information about the Funds may be obtained by visiting matthewsasia.com. Please read the prospectus carefully before investing as it explains the risks associated with investing in international and emerging markets.

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