

MATTHEWS INTERNATIONAL FUNDS

Form 497

August 30, 2013

**SUPPLEMENT DATED AUGUST 30, 2013**

**TO THE INSTITUTIONAL CLASS PROSPECTUS OF**

**MATTHEWS ASIA FUNDS**

**DATED APRIL 30, 2013 (AS SUPPLEMENTED)**

*For all existing and prospective Institutional Class shareholders of Matthews China Dividend Fund:*

Effective immediately, the following sentence replaces the first sentence in the “Principal Investment Strategy” section on page 7 of the prospectus:

Under normal market conditions, the Matthews China Dividend Fund seeks to achieve its investment objective by investing at least 80% of its net assets, which include borrowings for investment purposes, in dividend-paying equity securities of companies located in China.

*For all existing and prospective Institutional Class shareholders of Matthews China Fund:*

Effective immediately, the following sentence replaces the first sentence in the “Principal Investment Strategy” section on page 22 of the prospectus:

Under normal market conditions, the Matthews China Fund seeks to achieve its investment objective by investing at least 80% of its net assets, which include borrowings for investment purposes, in the common and preferred stocks of companies located in China.

**Please retain this Supplement with your records.**

