

ChinaAMC Hang Seng SmallCap Index ETF (Stock Code: 3157)

Fund Factsheet



As of 30 Sep 2016

37/F, Bank of China Tower, 1 Garden Road, Hong Kong

- ChinaAMC Hang Seng SmallCap Index ETF (the "Fund") is a passively managed exchange traded fund and is listed on The Stock Exchange of Hong Kong Limited (the "SEHK"), investing primarily and directly in the constituent stocks of the Hang Seng Composite SmallCap Index (the "Index").
- The Fund is subject to concentration risk as a result of tracking the performance of a single geographical region or country (the PRC including Hong Kong), and may likely be more volatile than a broad-based fund.
- The Fund primarily invests in small cap securities. The stocks of these small capitalization companies may have lower liquidity and are typically more volatile and more vulnerable to adverse business or economic developments than those of larger capitalization companies. Lower liquidity increases the risk that securities may be sold at a loss, and may impair the ability of the Fund to accurately track the Index.
- Small capitalization companies generally have less diverse product lines than large capitalization companies and thus are more susceptible to adverse developments concerning their products, as well as the markets and sectors in which they operate. Small capitalization companies may be less financially secure than larger and more established companies, and they are more vulnerable to loss of key personnel.
- The Fund is not "actively managed" and therefore, when there is a decline in the Index, the Fund will also decrease in value. The Manager will not take defensive positions in declining markets. Investors may lose a significant part of their respective investments if the Index falls.
- Due to fees and expenses of the Fund, liquidity of the market and different investment strategies adopted by the Manager, the Fund's return may deviate from that of the Index.
- The units of the Fund are traded on the SEHK. The prices on the SEHK are based on secondary market trading factors and thus the Fund's market prices on the SEHK may deviate from the net asset value.
- You should not make any investment decision solely based on the information on this material alone. Please read the relevant offering documents for details including the risk factors before making any investment decisions. If necessary, you should seek independent professional advice.
- Investment involves risks. Past performance is not indicative of future performance.

▲ Investment Objective

The investment objective is to provide investment results that, before fees and expenses, closely correspond to the performance of the Hang Seng Composite SmallCap Index (the "Index").

▲ Fund Performance



▲ Fund Information ⁴

Manager	China Asset Management (Hong Kong) Limited
Trustee	HSBC Institutional Trust Services (Asia) Limited
Total Expense Ratio ⁵	Estimated to be 1.29% p.a.
Base Currency	HKD
Bloomberg Index Ticker	HSSI Index
Total Net Asset	HKD 135.67 million
NAV per Unit ⁶	HKD 22.6123
Exchange Listing	The Stock Exchange of Hong Kong Limited - Main Board
ETF Website	http://etf.chinaamc.com.hk/HKen/HSSI

Secondary Market Trading Information

	HKD Counter
Commencement of Dealing	26 Oct, 2015
Stock Code	3157
Trading Currency	HKD
Trading Board Lot Size	200 Units
Bloomberg Fund Ticker	3157 HK Equity
ISIN Code	HK0000267028

Cumulative Return

	1-Month	6-Month	1-Year	3-Year	5-Year	Since Inception
ChinaAMC Hang Seng SmallCap Index ETF ¹	+1.50%	+5.28%	-	-	-	-9.91% ⁷
Hang Seng Composite SmallCap Index (Price Return) ²	+1.30%	+3.72%	-	-	-	-10.14% ⁷
Hang Seng Composite SmallCap Index (Total Return) ³	+1.61%	+6.11%	-	-	-	-7.89% ⁷

Calendar Year Return

	2011	2012	2013	2014	2015	2016 YTD
ChinaAMC Hang Seng SmallCap Index ETF ¹	-	-	-	-	-5.23% ⁷	-4.94%
Hang Seng Composite SmallCap Index (Price Return) ²	-	-	-	-	-4.88% ⁷	-5.53%
Hang Seng Composite SmallCap Index (Total Return) ³	-	-	-	-	-4.74% ⁷	-3.30%

¹ Performance of ChinaAMC Hang Seng Composite SmallCap Index ETF is calculated on NAV-to-NAV basis with dividend reinvested and denominated in HKD.

² Source: Bloomberg; Performance of Hang Seng Composite SmallCap Index is calculated based on price return and is denominated in HKD.

³ Source: Bloomberg; Performance of Hang Seng Composite SmallCap Index is calculated based on total return and is denominated in HKD.

⁴ Please refer to the Fund's prospectus for further details (including fees).

⁵ Total expense ratio includes management fee but the estimated total expense ratio does not represent the estimated tracking error.

⁶ The latest NAV per Unit is available on the Manager's website at <http://etf.chinaamc.com.hk/HKen/CSI300>.

⁷ Calculated since October 26, 2015, the commencement date of dealing of the fund.

ChinaAMC Hang Seng SmallCap Index ETF (Stock Code: 3157)



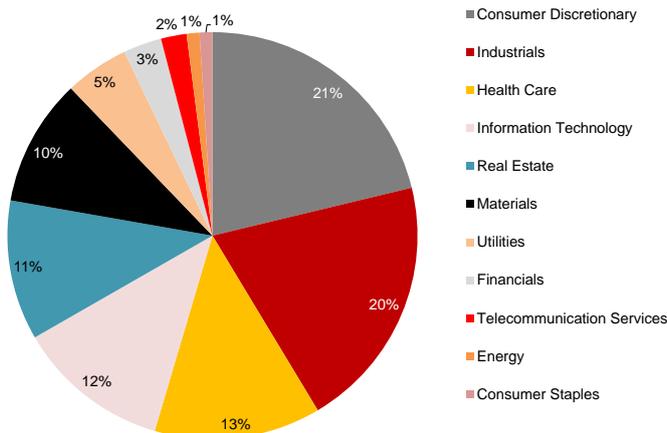
About China Asset Management Co., Ltd.

China Asset Management Co., Ltd. ("ChinaAMC"), the parent company of China Asset Management (Hong Kong) Limited, is a leading passive fund manager in mainland China. It launched one of the first enhanced index funds in mainland China in 1999 and the country's first ETF in 2004. ChinaAMC also manages a number of equity and bond index funds in mainland China.

Participating Dealers

- China International Capital Corporation Hong Kong Securities Limited
- China Merchants Securities (HK) Co., Limited
- CITIC Securities Brokerage (HK) Limited
- Goldman Sachs (Asia) Securities Limited
- Guotai Junan Securities (Hong Kong) Limited
- Merrill Lynch Far East Limited
- UBS Securities Hong Kong Limited

Sector Allocation



Market Makers

- Bluefin HK Ltd.
- CITIC Securities Brokerage (HK) Ltd.
- Commerz Securities Hong Kong Ltd.
- Guotai Junan Securities (Hong Kong) Limited

Top 10 Holdings

Name	Weight
FUYAO GLASS INDUSTRY GROUP-H	1.94%
VISION FAME INTERNATIONAL HO	1.74%
SHANGHAI FOSUN PHARMACEUTI-H	1.69%
PHOENIX HEALTHCARE GROUP CO	1.66%
TONG REN TANG TECHNOLOGIES-H	1.65%
CHINA HIGH SPEED TRANSMISSIO	1.52%
LI NING CO LTD	1.41%
SINOTRANS LIMITED-H	1.40%
METALLURGICAL CORP OF CHIN-H	1.33%
BBMG CORP-H	1.28%

Customer Hotline: (852) 3406 8686

Website: www.chinaamc.com.hk

Email: hkfund_services@chinaamc.com

Risk Warning

Investment involves risks. The price of the Fund's units may go up as well as down. Past performance is not indicative of future performance, future return is not guaranteed and a loss of your original capital may occur. This material does not constitute an offer or solicitation of any transaction in any securities or collective investment schemes, nor does it constitute any investment advice. This document is provided for information purposes only and shall not be relied upon for making any investment decision. Certain information or data in this document has been obtained from unaffiliated third parties; we have reasonable belief that such information or data is accurate, complete and up to the date as indicated; China Asset Management (Hong Kong) Limited accepts responsibility for accurately reproducing such data and information but makes no warranty or representation as to the completeness and accuracy of data and information sourced from such unaffiliated third parties. You should read the Fund's offering documents for further details, including risk factors. If necessary, you should seek independent professional advice. This material has been prepared and issued by China Asset Management (Hong Kong) Limited. This material has not been reviewed by the Securities and Futures Commission.

HSI Disclaimer

The Index is published and compiled by Hang Seng Indexes Company Limited pursuant to a licence from Hang Seng Data Services Limited. The mark and name of the Index are proprietary to Hang Seng Data Services Limited. Hang Seng Indexes Company Limited and Hang Seng Data Services Limited have agreed to the use of, and reference to, the Index by China Asset Management (Hong Kong) Limited in connection with ChinaAMC Hang Seng SmallCap Index ETF (the "Product"). BUT NEITHER HANG SENG INDEXES COMPANY LIMITED NOR HANG SENG DATA SERVICES LIMITED WARRANTS OR REPRESENTS OR GUARANTEES TO ANY BROKER OR HOLDER OF THE PRODUCT OR ANY OTHER PERSON (i) THE ACCURACY OR COMPLETENESS OF THE INDEX AND ITS COMPUTATION OR ANY INFORMATION RELATED THERETO; OR (ii) THE FITNESS OR SUITABILITY FOR ANY PURPOSE OF THE INDEX OR ANY COMPONENT OR DATA COMPRISED IN IT; OR (iii) THE RESULTS WHICH MAY BE OBTAINED BY ANY PERSON FROM THE USE OF THE INDEX OR ANY COMPONENT OR DATA COMPRISED IN IT FOR ANY PURPOSE, AND NO WARRANTY OR REPRESENTATION OR GUARANTEE OF ANY KIND WHATSOEVER RELATING TO THE INDEX IS GIVEN OR MAY BE IMPLIED. The process and basis of computation and compilation of the Index and any of the related formula or formulae, constituent stocks and factors may at any time be changed or altered by Hang Seng Indexes Company Limited without notice. TO THE EXTENT PERMITTED BY APPLICABLE LAW, NO RESPONSIBILITY OR LIABILITY IS ACCEPTED BY HANG SENG INDEXES COMPANY LIMITED OR HANG SENG DATA SERVICES LIMITED (i) IN RESPECT OF THE USE OF AND/OR REFERENCE TO THE INDEX BY CHINA ASSET MANAGEMENT (HONG KONG) LIMITED IN CONNECTION WITH THE PRODUCT; OR (ii) FOR ANY INACCURACIES, OMISSIONS, MISTAKES OR ERRORS OF HANG SENG INDEXES COMPANY LIMITED IN THE COMPUTATION OF THE INDEX; OR (iii) FOR ANY INACCURACIES, OMISSIONS, MISTAKES, ERRORS OR INCOMPLETENESS OF ANY INFORMATION USED IN CONNECTION WITH THE COMPUTATION OF THE INDEX WHICH IS SUPPLIED BY ANY OTHER PERSON; OR (iv) FOR ANY ECONOMIC OR OTHER LOSS WHICH MAY BE DIRECTLY OR INDIRECTLY SUSTAINED BY ANY BROKER OR HOLDER OF THE PRODUCT OR ANY OTHER PERSON DEALING WITH THE PRODUCT AS A RESULT OF ANY OF THE AFORESAID, AND NO CLAIMS, ACTIONS OR LEGAL PROCEEDINGS MAY BE BROUGHT AGAINST HANG SENG INDEXES COMPANY LIMITED AND/OR HANG SENG DATA SERVICES LIMITED in connection with the Product in any manner whatsoever by any broker, holder or other person dealing with the Product. Any broker, holder or other person dealing with the Product does so therefore in full knowledge of this disclaimer and can place no reliance whatsoever on Hang Seng Indexes Company Limited and Hang Seng Data Services Limited. For the avoidance of doubt, this disclaimer does not create any contractual or quasi-contractual relationship between any broker, holder or other person and Hang Seng Indexes Company Limited and/or Hang Seng Data Services Limited and must not be construed to have created such relationship.