

ChinaAMC (HK) completes takeover of BMO' s Hong Kong ETF suite, now managing the largest US equity ETPs and largest Asia bond ETF domiciled in Hong Kong

Commissions, management fees and expenses all may be associated with this Fund. It may not be suitable for all investors and investors should not invest based on the content herein alone. Investors should exercise caution before investing and read the ChinaAMC Global ETF Series II prospectus for further details, including product features and risk factors. ETFs are not guaranteed and past performance is not indicative of future performance. Investment involves risks. The value of investments and the income from them can go down as well as up as a result of stock market and currency movements, and investors may not get back the original amount invested.

- ChinaAMC NASDAQ 100 ETF aims to provide investment results that, before fees and expenses, closely correspond to the performance of the NASDAQ-100 Index. It concentrates its investment in securities listed on the NASDAQ Stock Market and is subject to concentration risk as a result of tracking the performance of markets in a single country (the US) and securities listed on a single exchange (the NASDAQ Stock Market).
- ChinaAMC MSCI Asia Pacific Real Estate ETF aims to provide investment results that, before fees and expenses, closely correspond to the performance of the MSCI AC Asia Pacific Real Estate Index. It is subject to concentration risk as a result of tracking the performance of a single geographical region (Asia) and industry (real estate sector).
- ChinaAMC Asia USD Investment Grade Bond ETF aims to provide investment results that, before fees and expenses, closely correspond to the performance of the Bloomberg Barclays Asia USD Investment Grade Bond Index. It primarily invests in fixed rate USD-denominated government-related and corporate investment grade bonds of the Asia ex-Japan region. Such investments involve special risks including interest rate risk, over-the-counter market risk, issuer risk, sovereign debt risk and illiquidity of bonds close to maturity risk.
- ChinaAMC Hong Kong Banks ETF aims to provide investment results that, before fees and expenses, closely correspond to the performance of the NASDAQ Hong Kong BanksTM Index. It primarily invests in securities that are listed on The Stock Exchange of Hong Kong Limited and classified as Banks by the Industry Classification Benchmark (ICB). It is subject to concentration risk as a result of tracking the performance of a single geographical region (Hong Kong) and sector (banking).
- ChinaAMC Asia High Dividend ETF aims to provide investment results that, before fees and expenses, closely correspond to the performance of the NASDAQ Asia ex Japan Dividend AchieversTM Index. Such high dividend yield securities are subject to risks that the dividend could be reduced or abolished, or risks that the value of the securities could decline or have lower-than average potential for price appreciation.
- ChinaAMC MSCI Japan Hedged to USD ETF aims to provide investment results that, before fees and expenses, closely correspond to the performance of the MSCI Japan 100% Hedged to USD Index. It concentrates its investment in Japanese securities and is subject to concentration risk as a result of tracking the performance of a single country (Japan).
- ChinaAMC MSCI Europe Quality Hedged to USD ETF aims to provide investment results that, before fees and expenses, closely correspond to the performance of the MSCI Europe Quality 100% Hedged to USD Index. It concentrates its investment in European securities and is subject to concentration risk as a result of tracking the performance of a single geographical region (Europe). It also invests in currency forward contracts for hedging purposes. While this approach is designed to minimise the impact of currency fluctuations on its returns, there are associated risks involved including costs of hedging, derivative and OTC transactions risks.
- Investing in emerging markets involves a greater risk of loss than investing in more developed markets due to, among other factors, greater political, tax, economic, foreign exchange, liquidity and regulatory risks.
- The units of the Fund may trade at a substantial premium or discount to their NAV.
- The Fund is subject to tracking error risks due to factors such as fees and expenses, the representative sampling strategy adopted by the Manager and the liquidity of the underlying bonds.
- The Fund's Base Currency is in HKD but has units traded in USD (in addition to HKD). Investors may be subject to additional costs or losses associated with foreign currency fluctuations between the Base Currency and the USD trading currency when trading units in the secondary market.
- If there is a suspension of the inter-counter transfer of units between the counters and/or any limitation on the level of services provided by brokers and CCASS participants, unitholders will only be able to trade their units in one counter, which may inhibit or delay an investor dealing.
- The market price of units traded in each counter may deviate significantly due to different factors such as market liquidity, market supply and demand in each counter and the exchange rate fluctuations between HKD and USD.

(Hong Kong, 28 May 2021) China Asset Management (Hong Kong) Limited (“ChinaAMC (HK)”) is pleased to announce the takeover of seven Hong Kong-listed ETFs from Canada’s BMO Global Asset Management, effective on 28 May 2021 (Friday).

The seven ETFs include:

Name of ETF (before)	Name of ETF (after)	Ticker	
		HKD Counter	USD Counter

BMO Asia USD Investment Grade Bond ETF	ChinaAMC Asia USD Investment Grade Bond ETF	3141	9141
BMO NASDAQ 100 ETF	ChinaAMC NASDAQ 100 ETF	3086	9086
BMO MSCI Asia Pacific Real Estate ETF	ChinaAMC MSCI Asia Pacific Real Estate ETF	3121	-
BMO Hong Kong Banks ETF	ChinaAMC Hong Kong Banks ETF	3143	-
BMO Asia High Dividend ETF	ChinaAMC Asia High Dividend ETF	3145	-
BMO MSCI Japan Hedged to USD ETF	ChinaAMC MSCI Japan Hedged to USD ETF	3160	-
BMO MSCI Europe Quality Hedged to USD ETF	ChinaAMC MSCI Europe Quality Hedged to USD ETF	3165	-

As of 25 May 2021, the seven ETFs have a total asset of approximately HKD 4.35 billion¹. Mackenzie Investments, a renowned Canadian asset manager and also one of the major shareholders of China Asset Management Company Limited, will be responsible as an investment advisor.

These seven ETFs have been included in the list of approved Index-Tracking Collective Investment Schemes (“ITCIS”). After the takeover, ChinaAMC (HK) will become the second largest ETF provider in terms of the number of ETFs included in ITCIS², providing a more comprehensive product range for MPF trustees.

ChinaAMC (HK) continues to point out that after taking over the BMO Nasdaq 100 ETF, it will be the largest and the most comprehensive provider of Nasdaq-100 ETPs in HK³, offering a full range of products from Nasdaq-100 2x leveraged product, Nasdaq-100 -2x inverse product, Nasdaq-100 -1x inverse product to the Nasdaq 100 ETF. This wide product range is set to allow investors to fully capture the investment opportunities amid the market volatility in the US stock market.

Mr. Tian GAN, CEO of ChinaAMC (HK) said, “As a seasoned ETF provider, we have full confidence and commitment in developing our ETF business in HK. The takeover will create synergies and help us further diversify our product portfolio, and let Mackenzie Investments showcase their extensive capabilities. Meanwhile, this move deepens our co-operation with Nasdaq, Inc as ChinaAMC(HK) will manage 6 ETPs that track indices provided by Nasdaq, making us the ETF issuer that uses the most number of indices provided by Nasdaq. With our deep understanding of investor’s appetite in HK and Asian market, ChinaAMC (HK) will leverage our competitive advantage and bring more innovative products for investors.”

Mr. Michael Cooke, Head, ETFs, Mackenzie Investments said, “We’re excited to be able to offer our ETF investment expertise to ChinaAMC HK and to serve as investment advisor for these seven ChinaAMC ETFs. As one of Canada’s premier asset management firms, we look forward to leveraging our global capabilities to help deliver performance for investors.” Mr. Cooke noted that Mackenzie has offices across Canada as well as in Hong Kong, Beijing, Boston, Dublin, and London.

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About China Asset Management (Hong Kong) Limited

China Asset Management (Hong Kong) Limited (“ChinaAMC(HK)”) is a wholly-owned subsidiary of China Asset Management Co. Limited that was incorporated in Hong Kong in September 2008. ChinaAMC(HK) is one of the first mainland Chinese fund management companies licensed to conduct asset management business in Hong Kong and one of the first RQFII fund managers. Its vision is to become a pillar of the international financial architecture, helping to bridge the markets between China and the rest of the world.

ChinaAMC(HK) has a broad range of product lines and services, including long-only funds, hedge funds, Exchange Traded Funds (ETF), leveraged/Inverse products, bond funds, segregated accounts as well as advisory services for both individual and institutional investors in Asia, Europe and the U.S.

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¹ Source: HKEx, as of 25 May 2021

² Source: Mandatory Provident Fund Schemes Authority website, as of 25 May 2021

³ Source: HKEx, as of 27 May 2021. “ the largest and the most comprehensive provider of Nasdaq-100 ETPs in HK” refers to the AUM and the number of ETPs linked to Nasdaq-100 index that are listed on HKEx, ranked by issuers

Investing involves risk, including possible loss of principal. Investment in emerging market countries may involve heightened risks such as increased volatility and lower trading volume, and may be subject to a greater risk of loss than investment in a developed country. Please carefully consider the Fund' s investment objectives, risk factors, and charges and expenses before investing. This and other information can be found in the relevant Fund' s prospectus. Please read the prospectus carefully before investing. ChinaAMC Funds are not sponsored, endorsed, issued, sold or promoted by their index providers (only applicable to ETFs and index funds). For details of an index provider including any disclaimer, please refer to the relevant ChinaAMC Fund offering documents. This document is prepared by China Asset Management (Hong Kong) Limited and has not been reviewed by the Securities and Futures Commission.