

ChinaAMC (HK) Proudly Introduces ChinaAMC MSCI China A 50 Connect ETF (Ticker: 2839) to the Market

Investment involves risks, including the loss of principle. Past performance is not indicative of future results. Before investing in the ChinaAMC MSCI China A 50 Connect ETF (the "Fund"), investor should refer to the Fund's prospectus for details, including the risk factors. You should not make investment decision based on the information on this material alone. Please note:

- The Fund aims to provide investment result that, before fees and expenses, closely corresponds to the performance of the MSCI China A50 Connect Index (the "Index").
- The Fund is passively managed and the Manager will not have the discretion to adapt to market changes. Falls in the Index are expected to result in corresponding falls in the value of the Fund.
- The Fund's investment in equity securities is subject to general market risks, whose value may fluctuate due to various factors.
- The Index is a new index. The Fund may be riskier than those tracking more established indices with longer operating history.
- The Fund is subject to concentration risks in companies with technology theme and in a single geographical region (i.e. Mainland China). The Fund may be more volatile than a broadly-based fund.
- The Fund faces risks related to Shanghai-Hong Kong Stock Connect, such as possible changes in rules and regulations, quota restrictions, and suspension of the Shanghai-Hong Kong Stock Connect mechanism.
- The fund involves the risks of securities lending transactions, including that the borrower may not be able to return the securities on time or even at all.
- The fund is denominated in RMB. The RMB is currently not freely convertible and is subject to foreign exchange controls and restrictions. Investors in fund units whose base currency is not RMB face foreign exchange risks.
- As the SSE or the SZSE may be open when units in the Fund are not priced, the value of the securities in the Fund's portfolio may change on days when investors will not be able to transact the Fund's Units. Differences in trading hours between the SSE or the SZSE and the SEHK. A-Shares are subject to trading bands. Both factors may increase the level of premium or discount of the unit price to its NAV.
- Generally, retail investors can only buy or sell units of the Fund on the SEHK. The trading price of the units on the SEHK is driven by market factors such as the demand and supply of the units. Therefore, the units may trade at a substantial premium or discount to the Fund's NAV.
- The Fund is subject to tracking error risk.
- If there is a suspension of the inter-counter transfer of units and/or any limitation on the level of services 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.
- Unitholders will receive distributions in the RMB only. In the event that an unitholder has no RMB account, the unitholder may have to bear the bank or financial institution fees and charges associated with currency conversion.
- The Fund may at its discretion pay dividends out of capital. The amount of payment of dividends from or actually from capital is equivalent to a return or withdrawal of part of an investor's original investment of the fund unit holders or any capital gains attributable to the original investment. Any such distributions can result in an immediate reduction in the NAV per unit of the fund.

[Hong Kong, 9 December 2021]: China Asset Management (Hong Kong) Limited ("ChinaAMC (HK)") is pleased to announce the launch of ChinaAMC MSCI China A 50 Connect ETF (HKD Counter: 2839.HK / RMB Counter: 82839.HK / USD Counter: 9839.HK) in order to capture investment opportunities of leading China A shares. The fund aims to track the performance of the MSCI China A 50 Connect Index (the "Index") and will be listed on 13 December 2021. The fund has a management fee of 0.3% which is the lowest among comparable products, beneficial for long-term investors.

The MSCI China A 50 Connect Index adopts an innovative method and selects 50 leading stocks in Shanghai and Shenzhen Stock Exchange that are eligible for trading through Stock Connect, and can thus broadly represent the Chinese equity market. Compared with other similar indices, MSCI China A 50 Connect Index uses a sector neutral approach to achieve a balanced sector distribution, effectively avoiding overweighting of certain sectors, and therefore tracking the performance of Chinese economy more

comprehensively. The underlying stocks of the index deliver enhanced accessibility, investment capacity and liquidity, which is expected to generate superior investment return from the large cap stocks. The index returns of the MSCI China A 50 Connect Index in the past one, three and five years reached 5.2%, 70.7% and 78.5%, respectively, outperforming the FTSE China A50 Index during the same period¹.

Allocations to Chinese asset has become a global trend at present. Capitals steadily flow into A share market with foreign investors acknowledging the opening of the domestic capital market. Foreign investments have accumulated a net inflow of approximately RMB 240.976 billion² through different channels between January and October 2021.

Mr. Tian GAN, CEO of ChinaAMC (HK) said, “ChinaAMC (HK) has extensive experience and investment capabilities in A share market and in the ETF field, and we strive to bring superior returns to our clients. We are very honoured to be one of the first asset managers to launch the MSCI China A 50 Connect ETF in Hong Kong, providing investors with a competitive product with a low-fee structure to help international investors seize the huge opportunities in China's economy. We also expect the accelerated return of international pricing power of A shares back to Hong Kong on the back of the launch of various investment instruments linked to the MSCI China A 50 Connect Index.”

Ms. Julia Wu, Managing Director and Head of Greater China Client Coverage of MSCI, said, “The MSCI China A 50 Connect Index follows an innovative sector-balanced approach that aims to ensure diversified and balanced representation of the broader China A market. It is designed to enable international and domestic investors to track China’s sector leaders and get exposure to the overall market, including the potential opportunities in China’s new economy. The index marks another milestone since the inclusion of A-shares in MSCI indexes. At the same time, index-linked ETFs and other financial products will provide global investors with more opportunities to access the broad and diversified China market.”

Fund Information

ChinaAMC MSCI China A 50 Connect ETF

Ticker	HKD Counter: 2839 RMB Counter: 82839 USD Counter: 9839
Manager	China Asset Management (Hong Kong) Limited
Underlying Index	MSCI China A 50 Connect Index

Underlying Asset Type	Equity
Exchange Listing	The Stock Exchange of Hong Kong – Main Board
Listing Date	13 December 2021
Board Lot Size	50
Trading Currency	HKD / RMB / USD
Management Fee	0.30% p.a.
Total Expense Ratio ³	0.30% p.a.
Distribution Policy	Annually (usually in July), subject to Manager’s discretion
Product Website ⁴	http://2839.chinaamc.com.hk/

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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 Hong Kong, Greater China, Asia Pacific, Europe and the U.S.

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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.

MSCI Index Disclaimer

The funds or securities referred to herein are not sponsored, endorsed, or promoted by MSCI, and MSCI bears no liability with respect to any such funds or securities or any index on which such funds or securities are based. The Prospectus contains a more detailed description of the limited relationship MSCI has with China Asset Management (Hong Kong) Limited and any related funds.

¹ Source: Bloomberg as of 30 November 2021

² Source: China Securities Regulatory Commission

³ The estimated annual ongoing charges of this Sub-Fund is 0.3%. As the Sub-Fund is newly set up, this figure is a best estimate only, expressed as a percentage of the estimated average NAV. It may be different upon actual operation of the Sub-Fund and may vary from year to year. The estimated ongoing charges do not represent the estimated tracking error. For details, please refer to the "Fees and Expenses" section in the Sub-Fund's Prospectus.

⁴ The website has not been reviewed by the Securities and Futures Commission