

ChinaAMC(HK) launches ChinaAMC RMB Money Market ETF (3161.HK/83161.HK)

Investment involves risks, including the loss of principle. Past performance is not indicative of future results. Before investing in the ChinaAMC RMB Money Market 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 is actively managed. It does not seek to track any index. It may fail to meet its investment objective as a result of the selection of investments.
- The purchase of a Unit in the Fund is not the same as placing funds on deposit with a bank or deposit-taking company. The Fund does not guarantee repayment of principal.
- Investing in Mainland China involves greater political, social, tax, economic, foreign exchange, liquidity, regulatory, custody and high volatility risks.
- The Fund is subject to concentration risk in Greater China and may likely be more volatile than a broad-based fund.
- The Fund is subject to fixed income and debt instruments investment risks, including short-term fixed income and debt instruments risk, credit, counterparty, volatility, liquidity, interest rate, credit rating, credit rating agency, downgrading, valuation, settlement, sovereign debt risks and "Dim Sum" bond market risks.
- Bank deposits are subject to the credit risks of the relevant financial institutions, and may not be protected by any deposit protection schemes in certain regime.
- The Fund is subject to QFI regime related risks, such as change of rules and regulations, QFI revocation/termination, trading prohibitions, limitations on monies repatriation, default by a QFI custodian/broker.
- The Fund is subject to risks associated with Mainland interbank bond market and Bond Connect, such as suspension of trading, regulatory, volatility, liquidity, settlement and counterparty risk.
- Listed and Unlisted Classes are subject to different pricing and dealing arrangements. NAV per Unit of each class may be different due to different fees and cost. Trading hours of SEHK applicable to Listed Class in the secondary market and dealing deadlines in respect of the Listed Class on the primary market or Unlisted Class are also different.
- Units of Listed Class are traded in the secondary market on an intraday basis at the prevailing market price, while Units of Unlisted Class are sold through intermediaries based on the dealing day-end NAV. Investors of Unlisted Class could redeem at NAV while investors of Listed Class in the secondary market could only sell at the prevailing market price and may have to exit the Fund at a significant discount. Investors of Unlisted Class may be at an advantage or disadvantage compared to investors of Listed Class.
- The Fund is denominated in RMB. RMB is currently not freely convertible and is subject to exchange controls and restrictions. A non-RMB based investors are exposed to foreign exchange risk.
- The trading price of the units of Listed Class 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.
- If there is a suspension of the inter-counter transfer of units between counters, investors will only be able to trade their units in the relevant counter. The market price on the SEHK of units traded in each counter may deviate significantly, as such investors may pay more or receive less when buying units traded in RMB on the SEHK than in respect of units traded in HKD and vice versa.

[Hong Kong, July 12, 2023] China Asset Management (Hong Kong) Limited ("ChinaAMC (HK)") is pleased to announce the listing of ChinaAMC RMB Money Market ETF ("the Fund") on July 12, 2023, with an initial size of over RMB 700 million, making it the largest RMB money market fund in Hong Kong.

This Fund represents another significant addition to our cash management product lineup, following our money market fund and USD money market fund, enhancing the range of options available. The Fund is designed with a focus on flexibility, convenience, and security, which offers both listed class units (HKD counter: 3161.HK / RMB counter: 83161.HK) and

unlisted class units. the Fund aims to provide investors with compelling long-term investment returns. This approach offers investors an accessible RMB investment tool to seize opportunities arising from the internationalization of the currency.

Seize Opportunities in the Internationalization of RMB

The internationalization of the RMB continues apace. Its use in trade settlement has grown exponentially. As a global offshore RMB business hub, Hong Kong introduced the ETF Connect in July 2022, the Swap Connect in May 2023, and the HKD/RMB dual-counter model in June 2023. These initiatives have catapulted the RMB business into a new era of opportunity.

Aspire to Compelling Long-term Returns

The Fund is steered by our award-winning fixed income team, which employs an active management approach to prudently select high-quality RMB money market assets. We aspire to achieve compelling long-term returns that outperform onshore RMB deposit returns, and with swift, adaptable redemption, we help investors manage their assets at their fingertips.

Strict Control Over Credit and Risk Management

The portfolio is constructed using a liquidity management strategy that aims to strike a balance between capital safety and liquidity. By investing in short-term deposits and high quality money market instruments, the Fund provides sufficient liquidity while reducing credit and duration risks, providing investors with a reliable RMB cash management tool.

Fund overview

Listed Class	
Investment Strategy	Active Management
Stock Code	83161 HK – RMB Counter 3161 HK – HKD Counter
Exchange Listing	The Stock Exchange of Hong Kong Limited - Main Board
Date of Inception	12-Jul-2023 – RMB Counter and HKD Counter
Base Currency	RMB
Trading Currency	RMB/HKD
Dividend Frequency	No distribution to Unitholders
Management Fee	0.20% p.a.
Total Expense Ratio*	0.50% p.a.

Unlisted Class	
Investment Strategy	Active Management
ISIN Numbers	HK0000921848 (Class A RMB), HK0000921863 (Class I RMB) HK0000921855 (Class F RMB)
Base Currency	RMB
Settlement Frequency	No later than T+1 to distributor
Minimum Initial Investment Amount	RMB 1
Dividend Frequency	No distribution to Unitholders
Management Fee	Class A: 0.30% p.a.; Class I: 0.15% p.a.; Class F: 0.60% p.a.
Total Expense Ratio*	Class A: 0.60% p.a.; Class I: 0.45% p.a.; Class F: 0.90% p.a.

- End -

Source: Bloomberg and ChinaAMC(HK), as of June 30, 2023.

Note: Please refer to the prospectus for more details, including risk factors.

*As the Sub-Fund is newly set up, this figure is a best estimate only and represents the sum of the estimated ongoing charges over a 12-month period of the Sub-Fund, expressed as a percentage of the estimated average NAV for the same period. It may be different upon actual operation of the Sub-Fund and may vary from year to year.

Investment involves risk, including possible loss of principal. Past performance does not represent future performance. The information contained herein is for informational purposes only and does not constitute an offer or invitation to anyone to invest in any funds and has not been prepared in connection with any such offer. The material has been prepared and issued by China Asset Management (Hong Kong) Limited. This material has not been reviewed by the Securities and Futures Commissions.

About China Asset Management (Hong Kong) Limited

Founded in 2008, China Asset Management (Hong Kong) Limited ("ChinaAMC(HK)") has been one of leading Chinese fund house in Hong Kong market. The company is a wholly-owned subsidiary of China Asset Management Co. Limited, which was founded in 1998 and has maintained its top position in China's asset management industry, with over \$260 billion in AUM. As a China-focused market leader, the company has amassed an impressive performance history in both active and passive investments over the past 15 years. Boasting robust expertise in a variety of asset classes, such as Greater China equities, Asian and global fixed income, and money markets, ChinaAMC (HK) adopts a global outlook to build a versatile platform catering to institutional and retail investors in the region and worldwide, all while envisioning "Beyond China Expert".

For enquiries, please contact

General enquiry

Phone: (852) 3406 8688

Email: hkservice@chinaamc.com

Media enquiry

Phone: (852) 3406 8611

Email: pr_event@chinaamc.com