

PRODUCT KEY FACTS

ChinaAMC Bitcoin ETF (Unlisted Class)

Issuer: China Asset Management
(Hong Kong) Limited

A sub-fund established under the ChinaAMC Select OFC



31 October 2024

- ***This is a passively managed fund which directly holds bitcoin.***
- ***The fund's investment in bitcoin is subject to key risks such as extreme price volatility risk, custody risk, cybersecurity risk and fork risk.***
- ***The value of bitcoin could decline significantly in a short period of time, including to zero. For example, in 2020, the biggest single-day drop of the price of bitcoin was 39%[@]. You may lose all of your investment within one day.***
- ***This statement provides you with key information about this product.***
- ***This statement is a part of the Prospectus.***
- ***You should not invest in this product based on this statement alone.***

Quick facts

Manager:	China Asset Management (Hong Kong) Limited 華夏基金(香港)有限公司
Custodian, Administrator and Registrar:	BOCI-Prudential Trustee Limited
Virtual Asset Sub-Custodian:	OSL Digital Securities Limited, acting via its associated entity BC Business Management Services (HK) Limited
Virtual Asset Trading Platform(s)^:	OSL Exchange (operated by OSL Digital Securities Limited)
Ongoing charges over a year[#]:	Class A Shares: 1.99%
Estimated annual tracking difference^{##}:	-1.99%
Underlying Index:	CME CF Bitcoin Reference Rate (APAC Variant)
Dealing frequency:	Daily on each business day
Base Currency:	US dollars (USD)
Distribution Policy:	No distribution will be made to Shareholders.
Minimum initial investment, minimum subsequent investment, minimum holding and minimum redemption amount:	Class A USD Shares: USD10 Class A HKD Shares: HKD100 Class A RMB Shares: RMB100
Financial Year End:	31 December

[@] Based on the daily prices of bitcoin against USD on Bloomberg, at GMT00:00.

[^] Please refer to the Manager's website <https://www.chinaamc.com.hk/en/index.html> (this website has not been reviewed by the SFC) for the latest list of Virtual Asset Trading Platform(s) for the Sub-Fund.

[#] 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 relevant Unlisted Class of Shares of the Sub-Fund, expressed as a percentage of the estimated average NAV (as defined under "Strategy" below) of the relevant Unlisted Class of Shares for the same period. It may be different upon actual operation of the Unlisted Class of Shares of the Sub-Fund and may vary from year to year.

^{##} This is an estimated annual tracking difference. Investors should refer to the Sub-Fund's website for more up-to-date information on the actual tracking difference.

Sub-Fund Website: <https://www.chinaamc.com.hk/en/index.html>
(this website has not been reviewed by the SFC)

What is this product?

ChinaAMC Bitcoin ETF (the “**Sub-Fund**”) is a sub-fund of ChinaAMC Select OFC, which is a public umbrella open-ended fund company established under Hong Kong law with variable capital with limited liability and segregated liability between sub-funds. The Sub-Fund is a passively managed fund falling within Chapter 8.6 of the Code on Unit Trusts and Mutual Funds issued by the SFC (the “**Code**”).

The Sub-Fund offers both listed class of Shares (the “Listed Class of Shares”) and unlisted classes of Shares (the “Unlisted Classes of Shares”). This statement contains information about the offering of the Unlisted Classes of Shares, and unless otherwise specified, references to “Shares” in this statement shall refer to the “Unlisted Classes of Shares”. Investors should refer to a separate statement for the offering of the Listed Class of Shares.

Objective and Investment Strategy

Objective

The investment objective is to provide investment results that, before fees and expenses, closely correspond to the performance of bitcoin, as measured by the performance of the CME CF Bitcoin Reference Rate (APAC Variant) (the “**Index**”).

Strategy

In seeking to achieve the Sub-Fund’s investment objective, the Sub-Fund acquires and holds bitcoin directly. Up to 100% of the Sub-Fund’s assets may be invested in bitcoin. Transactions of bitcoin by the Sub-Fund will be conducted through SFC-licensed virtual asset trading platform(s).

Bitcoin is a digital asset, the ownership and behaviour of which are determined by participants in an online, peer-to-peer network that connects computers that run publicly accessible software that follows the rules and procedures governing the bitcoin network, commonly referred to as the “bitcoin protocol”. Bitcoin is “stored” on a digital transaction ledger commonly known as a “blockchain”. The value of bitcoin is not backed by any government, corporation or other identified body, but is determined in part by the supply of, and demand for, bitcoin in the markets for exchange that have been organised to facilitate the trading of bitcoin.

The Sub-Fund does not invest in bitcoin futures nor will it gain indirect exposure to bitcoin via other exchange-traded products. The Sub-Fund will not enter into futures contracts or any financial derivative instruments. There is no leveraged exposure to bitcoin at the level of the Sub-Fund.

The Sub-Fund may also hold up to 3% of the net asset value (“**NAV**”) in cash (mainly in USD) for the purpose of meeting redemption requests or defraying operating expenses.

The Sub-Fund will not enter into lending, sale and repurchase transactions, reverse repurchase transactions or other similar over-the-counter transactions (which, for the avoidance of doubt, do not include acquisition or disposal of spot Virtual Assets on SFC-licensed virtual asset trading platform(s)). The Manager will seek the prior approval of the SFC (if required) and provide at least one month’s prior notice to Shareholders before the Manager engages in any such investments.

The Sub-Fund will not employ any form of borrowing or leverage.

Index

CME CF Bitcoin Reference Rate (APAC Variant) aggregates trade flow of major bitcoin spot exchanges approved by the CME CF Cryptocurrency Pricing Products Oversight Committee (the “**Oversight Committee**”) of the Index Provider (as defined below) (the “**Constituent Exchanges**”) during specific calculation windows into a once-a-day reference rate of the USD

price of bitcoin. Calculation rules are geared toward maximum transparency and real-time replicability in underlying spot markets.

To be eligible as a Constituent Exchange, a spot bitcoin trading venue is required to meet certain eligibility criteria imposed by the Index Provider (for example, minimum trading volume, compliance with applicable laws and regulations, etc.), and makes trade data and order data available through an application programming interface with sufficient reliability, detail and timeliness. As of 29 February 2024, the Constituent Exchanges as chosen by the Index Provider include Coinbase, Bitstamp, itBit, Kraken, Gemini, and LMAX Digital. The list of Constituent Exchanges is reviewed by the Oversight Committee at least quarterly and may change from time to time.

The relevant transaction data is collected during an observation window between 3:00 p.m. to 4:00 p.m. (Hong Kong time), and the Index (i.e. the USD price of bitcoin) is calculated based on the relevant transactions on the Constituent Exchanges (which are the bitcoin versus USD spot trades that occur during the observation window on the Constituent Exchanges) and published at 4:00 p.m. (Hong Kong time). The Shares of the Sub-Fund are valued daily by reference to the Index.

The Index was launched on 11 September 2023. It is based on materially the same methodology (except calculation time) as the CME CF Bitcoin Reference Rate, which was first introduced on 14 November 2016. The Index is designed based on the IOSCO Principles for Financial Benchmarks and is a registered benchmark under the UK Benchmarks Regulation by the Financial Conduct Authority of the United Kingdom.

CF Benchmarks Ltd. (the “**Index Provider**”) is the administrator of the Index. The Manager and its connected persons are independent of the Index Provider.

The daily Index value, the latest list of Constituent Exchanges and any other additional information on the Index methodology are available at www.cfbenchmarks.com/data/indices/BRRAP (the contents of which has not been reviewed by the SFC).

Bloomberg ticker: BRRAP

Use of derivatives / investment in derivatives

The Sub-Fund will not use derivatives for any purposes.

What are the key risks?

Bitcoin is a relatively new investment with limited history and not backed by any authorities, government or corporations. It is subject to unique and substantial risks, and historically have been subject to significant price volatility. The value of an investment in the Sub-Fund could decline significantly in a short period of time without warning, including to zero. You may lose the full value of your investment within a single day. If you are not prepared to accept significant and unexpected changes in the value of the Sub-Fund and the possibility that you could lose your entire investment in the Sub-Fund you should not invest in the Sub-Fund.

Investment involves risks. Please refer to the Prospectus for details including the risk factors.

1. General investment risk

- The Sub-Fund’s investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the fund may suffer losses. There is no guarantee of the repayment of principal. There is no assurance that the Sub-Fund will achieve its investment objective.

2. Risks related to bitcoin

The Sub-Fund is directly exposed to the risks of bitcoin through investment in bitcoin, and the following risks which adversely affect the price of bitcoin may also affect the value of the Sub-Fund:

- **Bitcoin and bitcoin industry risk** – Bitcoin operates without central authority (such as a bank) and is not backed by any authorities, government or corporations. Bitcoin is a relatively new innovation and the market for bitcoin is subject to rapid price swings, changes and uncertainty. The further development and acceptance of the bitcoin network, which is part of a new and rapidly changing industry, is subject to a variety of factors that are difficult to evaluate and unforeseeable. The slowing, stopping or reversing of the development or acceptance of the bitcoin network may adversely affect the price of bitcoin, and therefore cause the Sub-Fund to suffer losses.
- **Speculative nature risk** – Investing in bitcoin is highly speculative, and market movements are difficult to predict.
- **Unforeseeable risks** – Given the rapidly evolving nature of bitcoin, including advancements in the underlying technology, market disruptions and resulting governmental interventions that are unforeseeable, an investor may be exposed to additional risks which cannot currently be predicted.
- **Extreme price volatility risk** – Investments linked to bitcoin can be highly volatile compared to investments in traditional securities and the Sub-Fund may experience sudden and substantial losses. Historically, the prices of bitcoin have been highly volatile. For example, the price of bitcoin dropped over 80% between 18 December 2017 and 14 December 2018. There was another rapid price drawdown followed by a steep appreciation, representing a decrease of over 82% in 2021-2022. Factors that contribute to the volatility of bitcoin prices include:
 - global demand and supply of bitcoin;
 - maintenance and development of the open-source software protocol of the bitcoin network;
 - competition from other digital assets;
 - investor sentiments on the value or utility of bitcoin;
 - investors' confidence regarding the security and long-term stability of a digital asset's network and its blockchain;
 - contagious effect on the price of bitcoin from incidents on digital assets and trading platforms, for example, the price of bitcoin dropped significantly following the collapse of FTX, one of the largest digital assets exchanges, in November 2022.
- **Concentration of ownership risk** – The price of bitcoin may be subject to manipulation since a significant portion of bitcoin is held by a small number of holders. As a result of this concentration of ownership, large sales or distributions by such holders could have an adverse effect of market price of bitcoin.
- **Regulatory risk** – The regulation of bitcoin, digital assets and related products and services continues to evolve. There is a trend of increased regulations. Certain regulatory authorities have brought enforcement actions and issued advisories and rules relating to digital asset markets. Regulatory changes or actions may alter the nature of an investment in bitcoin, or restrict the use and exchange of bitcoin or the operations of the bitcoin network or venues on which bitcoin trades in a manner that adversely affects the price of bitcoin. Bitcoin market disruptions and resulting governmental interventions are unpredictable, and may make bitcoin illegal.
- **Fraud, market manipulation and security failure risk** – Bitcoin may be subject to the risk of fraud, manipulation and security failure, and operational or other problems that impact

virtual asset trading platforms. In particular the bitcoin network and entities that facilitate the transfer or trading of bitcoin are vulnerable to various cyber-attacks. The occurrence of any of the above may have a negative impact on the price of bitcoin and the value of the Sub-Fund's investments.

- **Cybersecurity risks** – The bitcoin network is vulnerable to various cyber-attacks. Cybersecurity risks of the bitcoin protocol and of entities that hold custody or facilitate the transfers or trading of bitcoin could result in a loss of public confidence in bitcoin and a decline in the value of bitcoin. Also, malicious actors may exploit flaws in the code or structure in the bitcoin network that will allow them to, among other things, steal bitcoin held by others, control the blockchain, steal personally identifiable information, or issue significant amounts of bitcoin in contravention of the bitcoin protocols. The occurrence of any of these events is likely to have a significant adverse impact on the price and liquidity of bitcoin.
- **Potential manipulation of bitcoin network risk** – The bitcoin network is currently vulnerable to a “51% attack” where, if a mining pool were to gain control of more than 50% of the “hash” rate (i.e. the amount of processing and computing power given to the bitcoin network through mining), or the amount of processing and computing power being contributed to the network through mining, a malicious actor would be able to gain full control of the network and the ability to manipulate the blockchain.
- **Forks risk** – As the bitcoin network is an open-source project, the developers may suggest changes to the bitcoin software from time to time. If the updated bitcoin software is not compatible with the original bitcoin software and a sufficient number (but not necessarily a majority) of users and miners elect not to migrate to the updated bitcoin software, this would result in a “hard fork” of the bitcoin network, with one prong running the earlier version of the bitcoin software and the other running the updated bitcoin software, resulting in the existence of two versions of bitcoin network running in parallel and a split of the blockchain underlying the bitcoin network. This could impact demand for bitcoin and adversely impact the price and liquidity of bitcoin. In case of a “hard fork”, the Manager will act in the best interest of the investors, use its sole discretion to determine which network should be considered the appropriate network for the Sub-Fund and keep investors informed. There is no guarantee that the Manager will choose the digital asset that is ultimately the most valuable fork, and the Manager's decision may adversely affect the value of the Sub-Fund as a result.
- **Risk of illicit use** – As with any other asset class or medium of exchange, bitcoin can be used to purchase illegal goods, fund illicit activities, or launder money. Negative events, developments, news or published opinions may affect the general outlook of the industry as a whole and trigger governmental restrictions and/or regulations in respect of bitcoin, and may have a material adverse effect on the Sub-Fund.

3. Risks related to virtual asset trading platforms

- **Trading platform risk** – Although transactions of bitcoin by the Sub-Fund will be conducted through SFC-licensed virtual asset trading platform(s), such trading platforms are relatively new. Not all virtual asset trading platforms are licensed by the SFC (including the Constituent Exchanges). For those that are not licensed by the SFC, they are largely unregulated in other jurisdictions and therefore prone to fraud and market manipulation. Over the past several years, a number of virtual asset trading platforms have collapsed, ceased operations or shut down temporarily or permanently due to issues such as fraud, failure, security breaches, cybersecurity issues and market manipulation, and other virtual asset trading platforms may in the future experience similar failures. The potential consequences of the failure of a virtual asset trading platform could adversely affect the value of bitcoin and in turn the value of the Shares.
- **Regulation of SFC-licensed virtual asset trading platforms risk** – In the event that a virtual asset trading platform's licence from the SFC is being revoked or terminated or otherwise invalidated, the Sub-Fund may be prohibited from conducting transactions and acquisitions of bitcoin. There is no guarantee that the Manager will be able to conduct trades on another SFC-licensed virtual asset trading platform, in which case the Sub-Fund may be adversely affected.

- **Liquidity risk of virtual asset trading platforms** – The virtual asset trading platforms on which the Sub-Fund may acquire or dispose of bitcoin are still developing. The bitcoin traded on these platforms may be subject to lower liquidity compared to other spot bitcoin trading venues. As such there may be a delay in the Sub-Fund’s ability to acquire or dispose of the investments from these platforms. The bid and offer spread of price of bitcoin on these platforms may be large and the Sub-Fund may incur significant trading costs.
- **Trading limit risk of virtual asset trading platforms** – A virtual asset trading platform may be subject to trading limits in buying and selling underlying bitcoin in respect of subscriptions and redemptions for Shares in cash to comply with relevant capital requirements. If such trading limits are exceeded on any dealing day, the ability of the Sub-Fund to buy or sell bitcoin on the relevant virtual asset trading platform may be affected and subscription or redemption applications in cash may be postponed to be processed on the next dealing day. This may affect the tracking performance of the Sub-Fund and affect the price of the Shares.

4. Custody risks

- **Virtual Asset Sub-Custodian risk** – The Virtual Asset Sub-Custodian is responsible for the custody of bitcoin held by the Sub-Fund. If the Virtual Asset Sub-Custodian fails to perform the custodial functions for the Sub-Fund or its licence from the SFC is being revoked or terminated or otherwise invalidated, the Sub-Fund may be unable to operate or effect creations and redemptions. In such cases, or where the Custodian decides to replace the Virtual Asset Sub-Custodian, the Custodian may not be able to engage a substitute sub-custodian within the termination notice period.
- **Risk associated with compensation arrangement of the Virtual Asset Sub-Custodian** – Investors’ recourse against the Company, the Sub-Fund, the Manager, the Custodian and the Virtual Asset Sub-Custodian under Hong Kong law may be limited. Each of the Sub-Fund and the Custodian does not insure the Sub-Fund’s bitcoin holdings. The Custodian shall ensure that the Virtual Asset Sub-Custodian will maintain a compensation/insurance arrangement approved by the SFC, however, such compensation/insurance arrangement is shared among all clients of the Virtual Asset Sub-Custodian and is not specific to the Sub-Fund. It is therefore possible that the compensation/insurance arrangement may not be adequate to cover all bitcoin held by the Virtual Asset Sub-Custodian on behalf of the account of the Sub-Fund. Consequently, a loss may be suffered by the Sub-Fund.
- **Cybersecurity risk relating to custody of bitcoin by the Virtual Asset Sub-Custodian** – The security procedure in place for the custody of bitcoin may not be able to protect against all errors, software flaws or other vulnerabilities in the Virtual Asset Sub-Custodian’s technical infrastructure, which could result in theft, loss or damage in Sub-Fund’s assets. While the Manager has conducted due diligence on the Virtual Asset Sub-Custodian and believes there are security procedures in place for the Sub-Fund by the Virtual Asset Sub-Custodian, they Manager does not have control over the Virtual Asset Sub-Custodian’s security procedures.

5. Risk relating to the difference between executable price of bitcoin on SFC-licensed virtual asset trading platform(s) and Index price for cash subscription and redemption

- The Index price may not be indicative of the executable price of bitcoin on the SFC-licensed virtual asset trading platform(s). The executable price of bitcoin on the SFC-licensed virtual asset trading platform(s) may not be the same as the traded prices of bitcoin on the Constituent Exchanges used by the Index for valuation. As such, under different circumstances, this may result in higher tracking difference.

6. Concentration risk

- The exposure of the Sub-Fund is concentrated in the bitcoin market. This may result in higher concentration risk than a fund having more diverse portfolio of investments. The value of the Sub-Fund is more susceptible to adverse economic, political, policy, liquidity, tax, legal or regulatory event affecting bitcoin.

7. New Product risk

- The Sub-Fund invests directly in bitcoin. The novelty of such a fund makes the Sub-Fund potentially riskier than traditional funds investing in equity securities or debt securities. Given the novelty of the underlying assets of the Sub-Fund (i.e. bitcoin), there is no guarantee that the service providers (e.g. participating dealers and market makers) can perform their duties effectively.

8. Risks related to the Index

- **Limited performance history risk** – The index was developed by the Index Provider and has a limited performance history. Although the Index is based on materially the same methodology (except calculation time) as the Index Provider’s bitcoin reference rate, which was first introduced in November 2016, the Index itself has only been in operation since September 2023. A longer history of actual performance through various economic and market conditions would provide more reliable information for an investor to assess the Index’s performance.
- **Price volatility of Index risk** – The price of bitcoin has historically been volatile and subject to influence by many factors including operational interruptions. The Index price and the price of bitcoin generally remain subject to the volatility experienced by the Constituent Exchanges.
- **System failures or errors of the Index Provider risk** – System failures or errors of the Index Provider, data providers and/or the relevant Constituent Exchanges may lead to the errors in the Index which may lead to a different investment outcome for the Sub-Fund and the investors.
- **Risk relating to discontinuation of the Index** – If the Index is discontinued, the Manager will seek the SFC’s prior approval to replace the Index with another index that has a similar objective to the Index (as applicable). If the Manager cannot agree within a reasonable period on a suitable replacement index acceptable to the SFC, the Manager may, in its discretion, terminate the Sub-Fund. Upon the Sub-Fund being terminated, the amount distributed may be less the amount of capital invested by the investors and the investors may suffer losses.

9. Passive investment risk

- The Sub-Fund is passively managed and the Manager will not have the discretion to adapt to market changes (except for exceptional circumstances such as a “hard fork” event) due to the inherent investment nature of the Sub-Fund. Falls in the value of bitcoin are expected to result in corresponding falls in the value of the Sub-Fund. An investment in the Sub-Fund is not a direct investment in bitcoin.

10. Differences in dealing arrangements between Listed and Unlisted Classes of Shares risk

- Investors of Listed Class of Shares and Unlisted Classes of Shares are subject to different pricing and dealing arrangements. The NAV per Share of each of the Listed Class of Shares and Unlisted Classes of Shares may be different due to different fees and cost applicable to each class. The dealing deadline in respect of cash subscriptions or redemptions of the Unlisted Class of Shares is the same as the dealing deadline in respect of cash creations or redemptions of the Listed Class of Shares in the primary market but different from the dealing deadline in respect of in-kind creations or redemptions of the Listed Class of Shares in the primary market, and the valuation point is the same for the relevant dealing day. The trading hours of The Stock Exchange of Hong Kong Limited applicable to the Listed Class of Shares in the secondary market and the dealing deadlines in respect of the Listed Class of Shares (in the primary market) or Unlisted Classes of Shares are different.
- Shares of the Listed Class of Shares are traded on the stock exchange in the secondary market on an intraday basis at the prevailing market price (which may diverge from the corresponding NAV per Share), while Shares of the Unlisted Classes of Shares are sold through intermediaries based on the dealing day-end NAV per Share and are dealt at a

single valuation point with no access to intraday liquidity in an open market. Depending on market conditions, investors of the Unlisted Classes of Shares may be at an advantage or disadvantage compared to investors of the Listed Class of Shares.

- In a stressed market scenario, investors of the Unlisted Classes of Shares could redeem their Shares at NAV per Share while investors of the Listed Class of Shares in the secondary market could only redeem at the prevailing market price (which may diverge from the corresponding NAV per Share) and may have to exit the Sub-Fund at a significant discount. On the other hand, investors of the Listed Class of Shares could sell their Shares on the secondary market during the day thereby crystallising their positions while investors of the Unlisted Classes of Shares could not do so in a timely manner until the end of the day.

11. Tracking error risk

- The Sub-Fund may be subject to tracking error risk, which is the risk that its performance may not provide investment results that closely correspond to the performance of bitcoin as measured by the performance of the Index. This tracking error may result from the level of cash held by the Sub-Fund and fees and expenses. The Manager will monitor and seek to manage such risk in minimising tracking error. There can be no assurance of exact or identical replication at any time of the performance of the Index.

12. Currency risk

- A class of Shares may be designated in a class currency other than the Base Currency of the Sub-Fund (i.e. USD). The NAV of the Sub-Fund may be affected unfavourably by fluctuations in the exchange rates between these class currencies and the Base Currency and by changes in exchange rate controls.
- Also, RMB is currently not freely convertible and is subject to exchange controls and restrictions which, under exceptional circumstances, may cause a delay in payment of redemptions in RMB to investors in the RMB denominated class. Although offshore RMB (CNH) and onshore RMB (CNY) are the same currency, they trade at different rates. Any divergence between CNH and CNY may adversely impact investors. Non-RMB based investors who invest in the RMB denominated class are exposed to foreign exchange risk and there is no guarantee that the value of RMB against the investors' base currency will not depreciate. Any depreciation of RMB could adversely affect the value of investors' investment in the RMB denominated class.

13. Termination risk

- The Sub-Fund may be terminated early under certain circumstances, for example, where the Index is no longer available for benchmarking, or if the size of the Sub-Fund falls below USD20 million. In case of termination of the Sub-Fund, the related costs will be borne by the Sub-Fund. The NAV may be adversely affected and Shareholders may suffer loss. Please refer to the section headed "Termination (otherwise than by winding up)" of the Prospectus for details of events which may cause the Sub-Fund to be terminated.

How has the fund performed?

Since the Unlisted Class of Shares of the Sub-Fund is newly set up, there is insufficient data to provide a useful indication of past performance to investors.

Is there any guarantee?

The Sub-Fund does not have any guarantees. You may not get back the full amount of money you invest.

What are the fees and charges?

Charges which may be payable by you

Fees**

Subscription fee

Redemption fee

Switching fee

What you pay

Class A Shares

Up to 5% of the subscription amount

Up to 3% of the redemption proceeds

Up to 3% of the redemption price for each Share switched

*** Investors may be subject to swing pricing adjustments when they subscribe for, redeem, or switch Unlisted Classes of Shares for an amount normally not exceeding 1% of the relevant NAV per Share. For details, please refer to section "Anti-Dilution Pricing Adjustment" in Schedule 2 to Part 1 the Prospectus.*

Ongoing fees payable by the Sub-Fund in respect of the Unlisted Classes of Shares

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

Annual rate (as a % NAV of the Shares of the relevant class), unless otherwise specified below

Management fee*

The Sub-Fund pays a management fee to the Manager.

0.99%

Custodian and Administrator fee*

The Sub-Fund pays a custodian and administrator fee to the Custodian and the Administrator. Such fee is inclusive of the fee payable to the Virtual Asset Sub-Custodian.

Up to 1% per annum of the NAV of the Sub-Fund, subject to a monthly minimum fee of up to USD5,000

Registrar fee

USD500 per month per class of Shares

Performance fee

Nil

** Please note that these fees may be increased up to a permitted maximum on giving 1 month's notice to Shareholders. Please refer to the section of the prospectus entitled "Fees and Expenses" for further details of the fees and charges payable and the permitted maximum of such fees allowed as well as other ongoing expenses that may be borne by the Sub-Fund.*

Other fees

You may have to pay other fees when dealing in the Unlisted Classes of Shares of the Sub-Fund. Please refer to the Prospectus for details.

Additional information

You generally buy and redeem Shares at the Sub-Fund's next-determined NAV after the Custodian receives your request in good order on or before 11:00 a.m. (Hong Kong time) being the dealing cut-off time for Unlisted Classes of Shares on each dealing day of the Sub-Fund. Different distributors may impose different dealing deadlines for receiving requests from the investors. Before placing your subscription orders or redemption request, please check with your distributor for the distributor's internal dealing cut-off time (which may be earlier than the Sub-Fund's dealing cut-off time).

The valuation point is at approximately 4:00 p.m. (Hong Kong time) on each dealing day.

The Manager will publish important news and information with respect to the Sub-Fund (including in respect of the Index), both in the English and in the Chinese languages, on the Manager's website at <https://www.chinaamc.com.hk/en/index.html> (this website has not been reviewed by the SFC) including:

- (a) the Prospectus and this statement (as revised from time to time);

- (b) the latest annual and semi-annual financial reports (in English only);
- (c) any notices for material alterations or additions to the Prospectus or the Sub-Fund's constitutive documents;
- (d) any public announcements made by the Sub-Fund, including information with regard to the Sub-Fund and Index, the notices of the suspension of the calculation of the NAV, changes in fees and the suspension and resumption of the issue, subscription and redemption of Unlisted Classes of Shares;
- (e) the last NAV of the Sub-Fund in USD only and the last NAV per Share of each Unlisted Class of Shares in issue (updated on a daily basis on each dealing day);
- (f) the full portfolio information of the Sub-Fund (updated on a daily basis on each dealing day);
- (g) the latest list of the virtual asset trading platform(s);
- (h) the tracking difference and tracking error of the Sub-Fund; and
- (i) the past performance information of both the Listed Class of Shares and Unlisted Classes of Shares (if available).

The NAV of the Sub-Fund is calculated, and the latest subscription and redemption prices of the Unlisted Classes of Shares are published on each business day on the website <https://www.chinaamc.com.hk/en/index.html> (this website has not been reviewed by the SFC).

Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness. SFC registration and authorization do not represent a recommendation or endorsement of the Company or the Sub-Fund nor do they guarantee the commercial merits of the Company or the Sub-Fund or its performance. They do not mean the Company or the Sub-Fund is suitable for all investors nor do they represent an endorsement of its suitability for any particular investor or class of investors.