

**ChinaAMC Return Securities Investment Fund**  
**ChinaAMC Xinghua Mixed Securities Investment Fund**  
**(Collectively, the “Funds”)**

**ANNOUNCEMENT TO UNITHOLDERS**

**This announcement is important and requires your immediate attention. If you are in any doubt about the contents of this announcement, you should consult your bank manager, legal adviser, accountant or other independent financial adviser.** China Asset Management Co., Ltd. (the “Company”), **the Fund Manager of the Funds**, accepts full responsibility for the accuracy of the information contained in this announcement at the date of publication, and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief there are no other facts the omission of which would make any statement in these documents misleading. All capitalized terms herein contained shall have the same meaning in this announcement as in the Prospectus and the Hong Kong Covering Document of each of the Funds (as amended from time to time), unless otherwise provided in this announcement.

7 January 2016

Dear Unitholder of ChinaAMC Return Securities Investment Fund and ChinaAMC Xinghua Mixed Securities Investment Fund,

**Announcement of China Asset Management Co., Ltd. regarding the Subscriptions, Redemptions and Other Business Arrangements of the Funds on the Date of the Occurrence of the Index Circuit Breaker**

Pursuant to the “Announcement with respect of the Implementation of Index Circuit Breaker” issued by Shanghai Stock Exchange, “Announcement with respect of the Implementation of Index Circuit Breaker on Shenzhen Market (after plunging 7% or more compared to the index points of the last trading day after market close for the first time)” issued by Shenzhen Stock Exchange and “Announcement with respect of the Implementation of Index Circuit Breaker” issued by China Financial Futures

Exchange (the above exchanges are referred to as the “**Exchanges**” collectively) on 7 January 2016, the index circuit breaker was implemented by the Exchanges at 09:58 on 7 January 2016 (the “Relevant Day”) which lasted until 15:00. The trading was not resumed on the Relevant Day. With a view to protecting the interests of the Unitholders and safeguarding the stability of the investment operations of the funds, the subscriptions, redemptions and other businesses of the mutually recognized Mainland funds managed by China Asset Management Co., Ltd. (hereinafter referred to as the “**Company**”) will be adjusted in light of the circumstances under which index circuit breaker is implemented, in accordance with the relevant laws and regulations, the Fund Contract of each of the Funds, the “Notice of the Related Work Arrangements for the Publicly Offered Fund Industry after the Implementation of Index Circuit Breaker” issued by Asset Management Association of China, “Notice concerning the publication of ‘Q&As about the Business Operations for the Publicly Offered Fund after the Implementation of Index Circuit Breaker Mechanism’”, “Notice concerning Proper Business Arrangements for Subscriptions and Redemptions of Funds on Exchange during the period the Index Circuit Breaker is Triggered” issued by Shenzhen Stock Exchange, “Notice concerning Proper Business Arrangements for Subscriptions and Redemptions of Funds on Exchange during the period the Index Circuit Breaker is Triggered” issued by Shanghai Stock Exchange and “Announcement of China Asset Management Co., Ltd. on Related Work Arrangements for Its Fund Businesses after the Implementation of the Index Circuit Breaker Mechanism” etc. The details are as follows:

- Today is **not** taken as a Hong Kong Dealing Day of the Funds. All of the subscriptions and redemptions submitted by the investors and accepted by the authorised distributor today **will be cancelled by the Company**. As there may be differences in the rules of different authorised distributor, applications for subscription and redemption submitted by the investors on the day when the index circuit breaker is triggered shall be conducted in accordance with the rules of the respective authorised distributor. **In particular, investors should make enquiries with their respective authorised distributor regarding, (i) whether the subscription and redemption orders submitted on that day will be carried forward to the next dealing day, or the subscription and redemption orders need to be re-submitted on the next dealing day; and (ii) if the subscription**

**and redemption orders submitted on that day will be carried forward, whether the subscription and redemption orders submitted on that day can be cancelled by the investors on the next dealing day, and if so, whether the relevant authorised distributor has imposed special cut-off time for accepting the cancellation request.**

- When the index circuit breaker is triggered, the Fund Manager may delay the fund redemption payment in accordance with the Fund Contract of each of the Funds.
- When the index circuit breaker is triggered, the Fund Manager may adjust the procedures for handling subscriptions, redemptions and other related matters in accordance with the relevant laws and regulations, the Fund Contract of each of the Funds, the notices issued by Asset Management Association of China and Exchanges regarding the funds managed the Fund Manager.
- If there are new securities/futures exchange markets, change in the trading hours of the securities/futures exchanges, there may be change in the rules for index circuit breaker, new regulatory requirements or self-disciplinary rules of the industry or other special circumstances in the future, the Company will make corresponding adjustments on the above-mentioned business arrangements depending on the circumstances and make an announcement on the website of the Hong Kong Representative (<http://www.chinaamc.com.hk/>) before the date of implementation in accordance with the relevant arrangements.

Unitholders who have any enquiries regarding the above may contact the Hong Kong Representative at 37/F, Bank of China Tower, 1 Garden Road, Central, Hong Kong or the enquiry hotline at (852) 3406 8686 during office hours or by electronic mail at [hkfund\\_services@chinaamc.com](mailto:hkfund_services@chinaamc.com).

Yours faithfully,

China Asset Management Co., Ltd.