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ChinaAMC CSI 300 Index ETF *(the “Sub-Fund”)*

(A sub-fund of ChinaAMC ETF Series, a Hong Kong umbrella unit trust, authorised under Section 104 of the Securities and Futures Ordinance (Cap. 571) of Hong Kong)

RMB Counter Stock Code: 83188
HKD Counter Stock Code: 03188

Announcement **Approval of Adjustment to RQFII quota** **and** **Further Application for Adjustment to RQFII quota**

Approval of Adjustment to the RQFII Quota

The Manager of the Sub-Fund, China Asset Management (Hong Kong) Limited (the “**Manager**”) made an application, on behalf of the Sub-Fund, to the State Administration of Foreign Exchange (“**SAFE**”) on 17 March 2014 for an adjustment in the amount of RMB1 billion to the Manager’s RQFII quota attributable to the Sub-Fund (the “**RQFII Quota**”), from RMB14 billion to RMB13 billion.

SAFE granted its approval to an adjustment to the RQFII Quota in the amount of RMB0.5 billion on 28 March 2014 (which was received by the Manager on 3 April 2014). An announcement was published by the Manager on 4 April 2014 in relation to the adjustment of the RQFII Quota from RMB14 billion to RMB13.5 billion effective from 28 March 2014.

SAFE granted a further approval to an adjustment to the RQFII Quota in the amount of RMB0.5 billion on 12 April 2014 (which was received by the Manager on 21 April 2014), thus this further adjustment to the RQFII Quota has taken immediate effect on 12 April 2014. As a result, the total RQFII Quota is RMB13 billion as at 12 April 2014.

To the extent that the Manager has, on behalf of the Sub-Fund, utilised its entire RQFII quota, the Manager may, subject to any applicable regulations, apply for an increase of the RQFII quota and

will make an announcement on its website upon receipt of the additional quota being granted by SAFE.

The above changes will be reflected in the revised prospectus of the Sub-Fund (by way of addendum) and the revised Product Key Facts Statement, both of which together with this Announcement will be published on the Manager's website at <http://etf.chinaamc.com.hk/HKen/CSI300> and HKEx's website at www.hkex.com.hk on 24 April 2014.

Further Application for Adjustment to the RQFII Quota

The Manager has made a further application, on behalf of the Sub-Fund, to the SAFE for a further adjustment to the RQFII Quota from RMB 13 billion to RMB 11 billion (the "**Further Adjustment to the RQFII Quota**").

As at the date of this announcement, the assets under management of the Sub-Fund are approximately RMB 6.6 billion, all of which have been invested utilising the RQFII Quota. The Further Adjustment to the RQFII Quota will not affect the Sub-Fund's assets under management. The reduced RQFII quota of RMB 2 billion will be subject to other uses at the discretion of the Manager. The Further Adjustment to the RQFII Quota will take immediate effect upon the SAFE's approval.

The Manager is of the view that the Further Adjustment to RQFII Quota will not have material impact on the operations of the Sub-Fund and will not materially prejudice the interests of the holders of the units of the Sub-Fund. The proposed Further Adjustment to the RQFII Quota has been notified to the trustee of the Sub-Fund and the trustee of the Sub-Fund does not have any objection to it.

The Manager will make an announcement and publish the revised prospectus of the Sub-Fund (by way of addendum) and the revised product key facts statement of the Sub-Fund on its website at <http://etf.chinaamc.com.hk/HKen/CSI300> and HKEx's website at www.hkex.com.hk upon receipt of the approval (if any) for the Further Adjustment to the RQFII Quota from the SAFE. Further announcements may be made when appropriate in accordance with applicable regulatory requirements. The Manager will update the status of the application for the Further Adjustment to the RQFII Quota one month from the date of this announcement if approval from the SAFE has not been obtained by then.

The Further Adjustment to the RQFII Quota is subject to the SAFE's approval and investors should exercise caution in dealing any units of the Sub-Fund.

General

Investors who have any enquiries regarding the above may contact the Manager at 37th Floor, Bank of China Tower, 1 Garden Road, Central, Hong Kong or enquiry hotline at (852) 3406 8686 during office hours.

China Asset Management (Hong Kong) Limited
華夏基金(香港)有限公司

as Manager of ChinaAMC CSI 300 Index ETF

Date: 24 April 2014