IMPORTANT RISK WARNINGS / FUND INFORMATION FOR HONG KONG INVESTORS

- Hang Seng Index ETF (the “HSI ETF”) is an index-tracking fund which aims to match, before expenses, as closely as practicable the performance of the Hang Seng Index (the “Index”). The HSI ETF invests primarily in the constituent stocks of the Index.
- The HSI ETF is different from a typical unit trust as it is listed on The Stock Exchange of Hong Kong Limited, and like other listed stocks, carry similar risks such as liquidity risk and risk of trading suspension. The market price per Unit could be significantly higher or lower than its Net Asset Value per Unit due to increased demand and supply, liquidity and scale of trading spread in the secondary market and will fluctuate during the trading day.
- The HSI ETF is subject to tracking error risks, risks associated with passive investments and risks of concentration of investments in a single market/several constituent stocks of the Index.
- The Manager may, at its discretion, pay dividend out of capital. The Manager also, at its discretion, pay dividend out of gross income while all or part of the fees and expenses of the HSI ETF are charged to/paid out of the capital of the HSI ETF, resulting in an increase in distributable income for the payment of dividends by the HSI ETF and therefore, the HSI ETF may effectively pay dividend out of capital. Payment of dividends out of capital or effectively out of capital amounts to a return or withdrawal of part of an investor’s original investment or from any capital gains attributable to that original investment. Any distributions involving payment of dividends out of the capital of the HSI ETF or effectively out of the capital of the HSI ETF may result in an immediate reduction of the Net Asset Value per Unit of the HSI ETF.
- Investment involves risks and investors may lose substantial part of their investment in the HSI ETF.

INVESTMENT OBJECTIVE

HSI ETF is an index-tracking fund that seeks to provide investment returns for investors that match the performance of the Index as closely as practicable.

FACTS

- Exchange Listing: The Stock Exchange of Hong Kong – Main Board
- Establishment Date: 13 September 2004
- Stock Code: 2833
- Tracked Index: Hang Seng Index
- Trading Board Lot Size: 100 Units
- Trading Currency: HKD
- Short Sell: Allowed (uplink rule exempted)
- Dividend Payout Frequency: Semi-annually (if any)
- Web Site: www.hangsgeng.com/etf
- Manager: Hang Seng Investment Management Limited
- Trustee: AIA Company (Trustee) Limited
- In-kind Creation or Redemption: Minimum 50,000 Units (or multiples thereof) through Participating Dealers Only

TOP HOLDINGS

- HSBC Holdings
- Tencent Holdings
- China Mobile
- AIA Group
- China Construction Bank
- Industrial and Commercial Bank of China
- Bank of China
- CK Hutchison Holdings
- Hong Kong Exchanges & Clearing
- Ping An Insurance

Asset Allocation

- Finance: 46.42%
- Commerce & Industry: 37.99%
- Properties: 10.60%
- Utilities: 4.51%
- Cash & Others: 0.48%

Key Figures

<table>
<thead>
<tr>
<th>Key Figures</th>
<th>HKS 520.20 per Unit</th>
<th>HKS 250.75 per Unit</th>
</tr>
</thead>
<tbody>
<tr>
<td>Market Closing Price</td>
<td>HKS 44,246.01 Million</td>
<td></td>
</tr>
<tr>
<td>Net Asset Value (NAV)</td>
<td>176,453,046</td>
<td></td>
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<tr>
<td>Total Asset Value</td>
<td>50</td>
<td></td>
</tr>
<tr>
<td>Average Daily Turnover (Jul 15)</td>
<td>HKD 13.40 Million</td>
<td></td>
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<tr>
<td>Number of Stocks held</td>
<td>0.05% p.a.</td>
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<tr>
<td>Current Management Fee</td>
<td>0.05% p.a.</td>
<td></td>
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<tr>
<td>Current Trustee Fee</td>
<td>0.05% p.a.</td>
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Performance (in HKD)

- **Performance in Price Return**
  - 3 Mths: HSI ETF -12.52%
  - 6 Mths: HSI ETF -25.66%
  - 1 Yr: HSI ETF -18.16%
  - 3 Yrs: HSI ETF -90.31%
  - 5 Yrs: Hang Seng Index 78.50%
  - L-T-D: Hang Seng Index 78.50%

- **Performance in Total Return**
  - 3 Mths: HSI ETF -10.85%
  - 6 Mths: HSI ETF 37.08%
  - 1 Yr: Hang Seng Index 153.54%
  - 3 Yrs: Hang Seng Index 168.36%
  - 5 Yrs: Hang Seng Index 168.36%
  - L-T-D: Hang Seng Index 168.36%

Dividend History

- **Start Date to 14 Dec 2012**
  - (total 17 distributions) HKD 48.20 aggregated dividend per unit

Please read the disclaimer in relation to the Index in the HSI ETF’s Term Sheet. The HSI ETF has been authorized by the Securities and Futures Commission in Hong Kong (“SFC”). SFC authorisation is not a recommendation or endorsement of the HSI ETF nor does it guarantee the commercial merits of the HSI ETF or its performance. It does not mean the HSI ETF is suitable for all investors nor is it an endorsement of its performance information presented is not indicative of future performance. Investors should read the Hang Seng Offering Document of the HSI ETF, including the full text of the risk factors stated therein (such as the arrangement in the event that the HSI ETF is delisted) in detail before making any investment decision.
HANG SENG INDEX ETF
(SEHK STOCK CODE : 2833)

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DAILY TURNOVER & MARKET CLOSING PRICE

LIST OF MARKET MAKERS *

Bluefin HK Ltd.
Commerz Securities Hong Kong Ltd
Deutsche Securities Asia Ltd.
IMC Asia Pacific Ltd.
Merrill Lynch Far East Ltd.
Nomura International (Hong Kong) Ltd
Optiver Trading Hong Kong Ltd.
Phillip Securities (HK) Ltd.
SG Securities (HK) Ltd.

* Please visit www.hangseng.com/etf for the latest list.

LIST OF PARTICIPATING DEALERS *

ABN AMRO Clearing Hong Kong Limited
BNP Paribas Securities Services
BOCI Securities Limited
Credit Suisse Securities (Hong Kong) Limited
DBS Vickers (Hong Kong) Limited
Deutsche Securities Asia Limited
Goldman Sachs (Asia) Securities Limited
Hang Seng Securities Limited
Merrill Lynch Far East Limited
Morgan Stanley Hong Kong Securities Limited
Nomura International (Hong Kong) Limited
Phillip Securities (Hong Kong) Limited
SG Securities (HK) Limited
Yuanta Securities (Hong Kong) Company Limited

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Source : HKEx