



# XIE Shares FTSE Chimerica ETF (3161)

November 2016  
(As of 31 Oct 2016)

**IMPORTANT:** XIE Shares FTSE Chimerica ETF (the "XIE Shares ETF") is a sub-fund of XIE Shares Trust II, which is an umbrella unit trust established under Hong Kong law. The XIE Shares ETF is an exchange traded fund that provides investment returns, before fees and expenses, that seeks to track the performance of the underlying index (the "Index"). Investments involve risks, including the loss of principal. Investors are advised to consider their own investment objectives and circumstances in determining the suitability of an investment in the XIE Shares ETF described in this document. An investment in a XIE Shares ETF may not be suitable for everyone. If you are in any doubt, you should consult your stockbroker, bank manager, solicitor, accountant or other financial adviser for independent financial advice.

### Key risks of XIE Shares ETF

- The Index is comprised of approximately 21 of the largest PRC related companies (which are incorporated outside the PRC) listed in the United States ("US"). As such, investment in the XIE Shares ETF will be subject to the general risks relating to the PRC due to, among other factors, risks associated with foreign exchange, uncertainty concerning PRC laws and regulations and government policies.
- The XIE Shares ETF is subject to concentration risk as a result of tracking the performance of a single geographical region (the PRC) and a limited number of stocks and may likely be more volatile than a broad-based fund.
- XIE Shares ETF is not "actively managed", therefore when there is a decline in the Index, the XIE Shares ETF will also decrease in value.
- The XIE Shares ETF will invest in PRC related companies (which are incorporated outside the PRC) listed in the US which involves special risks and considerations not typically associated with investing in Hong Kong companies. An investment in XIE Shares ETF involves risks similar to those of investing in PRC companies and in a portfolio of securities traded on exchanges in the US including market fluctuations caused by economic and political developments, changes in interest rates and perceived trends in stock prices as well as litigation risk.
- The XIE Shares ETF is an investment fund. There is no guarantee of the repayment of principal. Therefore your investment in the XIE Shares ETF may suffer losses.
- Returns on investments in securities of large companies could be less than the returns on investments in securities of small-sized and mid-sized companies. The Index and thus the XIE Shares ETF are concentrated in securities of large companies. Hence the returns may be less than the returns of funds that focus their investments in securities of small-sized and mid-sized companies.
- As the price of the units in a XIE Shares ETF (the "Unit") is driven by market factors, such Units may trade at a substantial premium/discount to the XIE Shares ETF's net asset value.
- Differences in trading hours between exchanges in the US and The Stock Exchange of Hong Kong Limited may result in the trading price per Unit deviating from its net asset value.
- Changes in the net asset value of a XIE Shares ETF may deviate from the performance of the Index due to factors such as fees and expenses, any adoption of a representative sampling strategy, liquidity of the market, foreign exchange costs and changes to the regulatory policies.
- If the index provider terminates the index license agreement or the Index or otherwise does not allow the XIE Shares ETF to use the Index, and there is no successor index or if its funds size falls below HKD100 million, the XIE Shares ETF may be terminated and investors may suffer a loss.

You should read the prospectus of the XIE Shares ETF for further details, including their features and risks. Your investment decisions should not be based solely on this document.

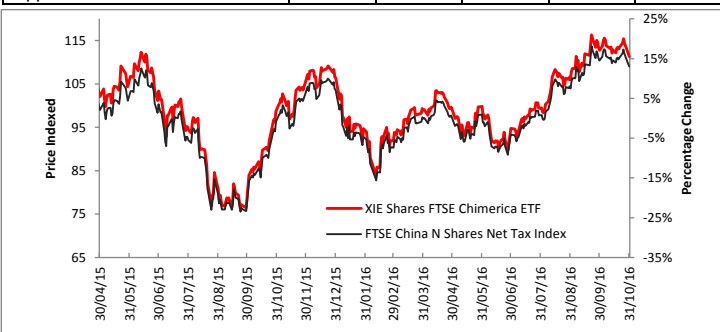
### Fund Performance

#### Cumulative Performance(in HKD, %)

	1 month	3 months	6 months	Since Inception
XIE Shares FTSE Chimerica ETF**	-1.33%	11.93%	11.65%	11.27%
FTSE China N Shares All Cap Capped Net Tax Index^	-1.27%	12.26%	12.23%	13.04%

#### Calendar Year Performance(in HKD, %)

	2012	2013	2014	2015^^	YTD
XIE Shares FTSE Chimerica ETF**	NA	NA	NA	6.43%	4.55%
FTSE China N Shares All Cap Capped Net Tax Index^	NA	NA	NA	7.20%	5.45%



Source: ^Bloomberg & Enhanced Investment Products Limited,

\*\*Enhanced Investment Products Limited

^^Since inception on 22nd April 2015

All performance numbers of XIE Shares FTSE Chimerica ETF are net of fees, NAV to NAV, in HKD with dividends reinvested. Index: FTSE China N Shares All Cap Capped Net Tax Index. The Index is a total return index(net) and calculated in HKD.

### Investment Objective

The investment objective of XIE Shares FTSE Chimerica ETF is to provide investment results that, before fees and expenses, closely correspond to the performance of the FTSE China N Shares All Cap Capped Net Tax Index.

### Fund Details

Total Net Assets	\$222,518,832
Closing Price	\$9.04
Net Assets per Unit	\$8.9008
Outstanding Units	25,000,000
Stock Code	3161
Listing Date	22nd April 2015
Financial Year End	31st December
Primary Exchange	SEHK - Main Board
Management Fee	0.65% <sup>#</sup>
Base Currency	HKD
Trading Lot Size	200
Fund Manager	Enhanced Investment Products Limited
Trustee	Cititrust Limited
ISIN	HK0000243151

<sup>#</sup> This refers to management fee only. For complete information on fees and charges, please refer to the prospectus.

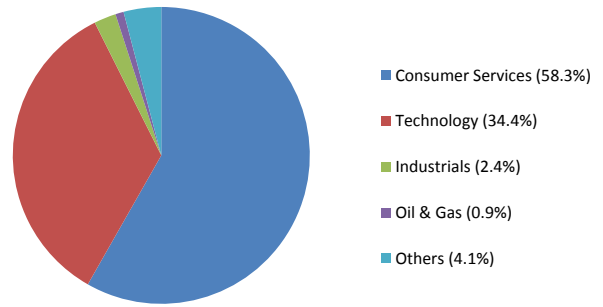
For more information about XIE Shares ETFs, please visit [www.xieshares.com](http://www.xieshares.com).

## Top 10 constituents of FTSE China N Shares All Cap Capped Net Tax Index

Company Names	%
New Oriental Education & Techn	11.90%
NetEase Inc	11.40%
Alibaba Group Holding Ltd	9.70%
Ctrip.com International Ltd	9.70%
JD.com Inc	9.50%
Baidu Inc	9.30%
SINA Corp/China	7.00%
TAL Education Group	6.00%
Vipshop Holdings Ltd	5.40%
58.com Inc	4.40%
Others	15.80%

Source: Bloomberg

## Sector Allocation of FTSE China N Shares All Cap Capped Net Tax Index



Source: Bloomberg

## About XIE Shares

XIE Shares ETFs are Asian ETFs managed by an independent manager in Hong Kong. They are simple to use, transparent and cost-efficient investment solutions.

## Important Information

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You should consult your own independent professional advisors in relation to any such investments.

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