HANG SENG RMB GOLD ETF

(SEHK STOCK CODE：83168)

www.hangsenginvestment.com

IMPORTANT RISK WARNINGS / FUND INFORMATION FOR HONG KONG INVESTORS

- **Hang Seng RMB Gold ETF (the "Fund") aims to provide investment results denominated in Renminbi ("RMB") that, before fees and expenses and other hedging costs, closely correspond to the performance of the LBMA Gold Price AM in US dollars ("USD"). The Fund will seek to hedge against the foreign exchange rate movements between RMB and USD so that its performance in RMB will, before fees and expenses and other hedging costs, track the performance of the LBMA Gold Price AM in USD as closely as possible. The performance of the Fund is not expected to be materially affected by the foreign exchange rate movements between RMB and USD. However, investors will be subject to the foreign exchange rate risk when they realise their investment and convert the RMB proceeds into other currencies (for example HK dollars). There can be no assurance that the Fund will achieve its investment objective.**
- **The trading price of the Fund's Units on The Stock Exchange of Hong Kong Limited (the "SEHK") will be subject to market forces and may deviate significantly from the Net Asset Value per Unit.**
- **The Fund primarily invests in Bullion (as defined in the Fund's Prospectus). There is no guarantee that the price of Bullion will appreciate. The Fund may experience greater volatility and may be adversely affected by the performance of industries and sectors or events related to gold and to its production and sale and will cause a fall in the price of the Fund.**
- **The custody of Bullion for the Fund is different to custody arrangements typical in mutual funds/unit trusts which invest in equities and bonds. Among which include, but not limited to, the Bullion held by the Custodian may be lost or damaged and such Bullion may not be insured.**
- **The Fund is denominated in RMB which is currently not freely convertible and is subject to exchange controls and restrictions. The Fund is subject to risks associated with RMB including RMB foreign exchange risk, RMB hedging risk, offshore RMB ("CNH") market risk and RMB trading and settlement of Fund's Units risk.**
- **The LBMA Gold Price AM is quoted in USD. The Fund will enter into a series of swaps with the Swap Counterparty to hedge against the foreign exchange rate movements between RMB and USD. In the event of an insolvency or default by the Swap Counterparty, the Fund may be exposed to RMB/USD foreign exchange risk on an unhedged basis.**
- **The Fund is also subject to tracking error risks, risks associated with passive investments and risks of concentration in a particular commodity (i.e. gold).**
- **Investment involves risks and investors may lose a substantial part of their investment in the Fund.**
- **Investors should not only base on this factsheet alone to make the investment decision, but should read the Fund's offering documents (including the full text of the risk factors stated therein) in detail.**

INVESTMENT OBJECTIVE

The investment objective of the Fund is to provide investment results denominated in RMB that, before fees and expenses and other hedging costs, closely correspond to the performance of the LBMA Gold Price AM in USD. The Fund will seek to hedge against the foreign exchange rate movements between RMB and USD so that its performance in RMB will, before fees and expenses and other hedging costs, track the performance of the LBMA Gold Price AM in USD as closely as possible.

FACTS

Exchange Listing	The Stock Exchange of Hong Kong - Main Board
Establishment Date	8 Feb 2012
Stock Code	83168
Benchmark (LBMA Gold Price AM)	The morning fixing price of gold per troy ounce calculated, quoted in USD and published by the ICE Benchmark Administration Limited ("IBA") once the IBA auction process that runs at 10:30 a.m. (London time) is concluded
Trading Board Lot Size	100 Units
Trading Currency	RMB
Short Sell	Allowed (uptick rule exempted)
Dividend Payout Frequency	No distributions will be made
Web Site	www.hangsenginvestment.com
Manager	Hang Seng Investment Management Limited
Trustee	HSBC Institutional Trust Services (Asia) Limited
Custodian	HSBC Bank plc
Creation or Redemption	Minimum 300,000 Units (or whole multiples thereof or such other multiple of Units from time to time determined by the Manager, approved by the Trustee and notified to Participating Dealers) for all creations and redemptions in cash or in gold

KEY FIGURES

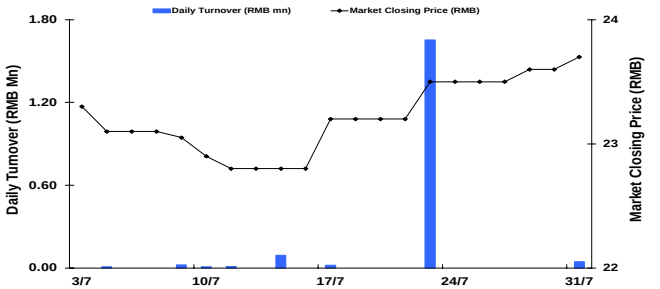
Market Closing Price	RMB 23.70 per Unit
Net Asset Value (NAV)	RMB 23.7387 per Unit
Total Asset Value	RMB 53.49 Million
Issued Units	2,253,300
Average Daily Turnover (Jul 17)	RMB 88,800.95
Gold Type	gold bars or ingots of minimum fineness of 99.5% gold
Current Management Fee	0.15% p.a.
Current Trustee and Registrar Fee	0.12% p.a. (subject to a minimum of RMB65,000 per month)
Current Trustee Service Fee	RMB 21,000 p.a.
Current Custodian Fee	Up to 0.10% p.a.
Current Swap Counterparty Fees	No direct fees are payable. Indirect costs (the spread income from swap transactions) are built into the value of the swaps

ASSET ALLOCATION



(Source: HSBC Institutional Trust Services (Asia) Limited. All information as at 31 Jul 2017.)

DAILY TURNOVER & MARKET CLOSING PRICE



Source : SEHK

PERFORMANCE

	3 Mths	6 Mths	1 Yr	3 Yrs	5 Yrs	L-T-D
Fund (In RMB)	-0.36%	6.01%	-6.47%	-6.27%	-27.16%	-32.64%
LBMA Gold Price AM (In USD)	0.06%	6.94%	-4.96%	-2.21%	-21.96%	-27.35%
	Y-T-D	2016	2015	2014	2013	2012▼
Fund (In RMB)	8.43%	7.27%	-12.69%	-1.36%	-28.77%	-5.59%
LBMA Gold Price AM (In USD)	9.25%	9.12%	-11.42%	-0.19%	-27.79%	-4.53%

Note: Effective from 20 Mar 2015, the benchmark tracked by the Fund was changed from London Gold Fixing Price to the LBMA Gold Price AM. Please note that all the performance information of the benchmark presented above (i.e. including the period before such change) is that of the LBMA Gold Price AM, and is for reference only.

\# Fund: Performance calculated based on Unit price-to-Unit price return. (Source: Unit Prices are provided by HSBC Institutional Trust Services (Asia) Limited. The Fund's performance information is provided by the Manager.)
LBMA Gold Price AM: Performance calculated based on gold price-to-gold price return. (Source: Gold prices are obtained from Bloomberg. The performance information is provided by the Manager.)

▼ Performance calculated from the Fund's Start Date (i.e. 8 Feb 2012) to the end of that calendar year.

List of Participating Dealer(s)*

ABN AMRO Clearing Hong Kong Ltd
Hang Seng Securities Limited

List of Market Maker(s)*

Commerz Securities Hong Kong Ltd
Hang Seng Securities Ltd.

* Please visit www.hangsenginvestment.com for the latest list.

(Source: HSBC Institutional Trust Services (Asia) Limited. All information as at 31 Jul 2017.)

All references to the LBMA Gold Price AM are used with the permission of the IBA and have been provided for informational purpose only. IBA accepts no liability or responsibility for the accuracy of the prices of the Fund. The Fund has been authorized by the Securities and Futures Commission in Hong Kong ("SFC"). (SFC authorisation is not a recommendation or endorsement of the Fund nor does it guarantee the commercial merits of the Fund or its performance. It does not mean the Fund is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.) Certain information contained in this factsheet is obtained and prepared from sources which Hang Seng Investment Management Limited ("HSIM") reasonably believes to be reliable. For information sourced externally (as disclosed), HSIM has reasonable belief that such information is accurate and complete. This factsheet is for your information and reference only, and does not constitute any offer, solicitation or recommendation to buy or sell Units in the Fund. Investors should note that investment involves risks and not all investment risks are predictable. Prices of fund units may go up as well as down and past performance information presented (if any) is not indicative of future performance. Before making any investment decisions, investors should read the Prospectus of the Fund (including the full text of the risk factors stated therein (such as the arrangement in the event that the Fund is delisted)) in detail and obtain appropriate professional advice where necessary. This factsheet has not been reviewed by the SFC.

Issued by Hang Seng Investment Management Limited, a wholly-owned subsidiary of Hang Seng Bank

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