



## XIE Shares Philippines (PSEi) ETF\* (3037)

(\*This is a synthetic ETF)

August 2016  
(As of 31 Jul 2016)

EXCHANGE TRADED FUNDS

**IMPORTANT:** XIE Shares Trust I\* (\*This is a synthetic ETF) is an umbrella unit trust with a series of different sub-funds (each "XIE Shares ETF") which are exchange traded funds that provide investment returns, before fees and expenses, that seek to track the performance of different underlying indices. 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 ETFs

- As each XIE Shares ETF seeks to obtain an exposure to the economic gain/loss of the relevant index through unfunded swaps, each XIE Shares ETF is exposed to the counterparty and default risk of its swap counterparties and may suffer significant losses if its swap counterparties fail to perform their obligations. Dealing in the units of such XIE Shares ETF may be suspended or such XIE Shares ETF may ultimately be terminated if a default by a swap counterparty is not remedied and/or suitable replacement swap counterparty cannot be found.
- The management of each XIE Shares ETF's aggregate net counterparty exposure to all swap counterparties of each XIE Shares ETF's net asset value at the valuation point of each trading day is subject to the risks of intra-day price movements and swap counterparty's default in making any required cash payment.
- A XIE Shares ETF may be subject to risks arising from concentration of constituents of its underlying index in respect of a certain sector, industry or country. XIE Shares ETFs are more likely to be volatile than broadly-based funds as they are more susceptible to fluctuations in value resulting from adverse conditions in that single sector, industry or country.
- Some of the markets in which each XIE Shares ETF may invest are considered emerging market countries. Investments in emerging market may be subject to greater economic, political, social, legal, foreign exchange and liquidity risks as compared to investments in more developed markets. The value of a XIE Shares ETF's assets may be adversely affected by uncertainties or unexpected developments in matters such as political and social conditions, government policies and interventions, taxation, exchange rate and control, and other developments in economic, political, social and legal climate of these markets.
- Many assets and a substantial portion of the revenue of XIE Shares ETFs are not denominated in Hong Kong dollars. Any fluctuations in the relevant exchange rates will affect the value of securities as well as the net asset value of XIE Shares ETFs.
- XIE Shares ETFs are not "actively managed". The relevant XIE Shares ETF will decrease in value if its underlying index declines.
- As the price of the units in a XIE Shares ETF is driven by market factors, such units may trade at a substantial premium/discount to the XIE Shares ETF's net asset value.
- Changes in the net asset value of a XIE Shares ETF may deviate from the performance of its underlying index due to factors such as fees and expenses, liquidity of the index constituents, changes to its underlying index and default of swap counterparties.
- If an index provider terminates an index or does not allow the relevant XIE Shares ETF to use the index, and there is no successor index or if the size of the XIE Shares ETF falls below HK\$75 million, the relevant XIE Shares ETF may be terminated.
- A connected person of the trustee of a XIE Shares ETF may act as a swap counterparty (which may belong to the trustee's group), custodian and/or sub-custodian to the XIE Shares ETF, and undertake other activities (such as acting as the swap calculation agent), which may give rise to potential conflicts of interest. If any conflicts of interest arise in respect of a XIE Shares ETF, the trustee and the manager of the XIE Shares ETF will endeavour to resolve such conflicts fairly.

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

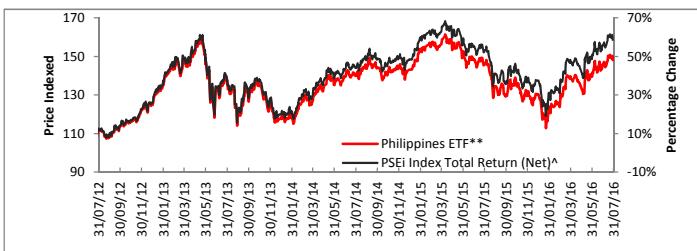
### Fund Performance

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

	1 month	3 months	6 months	Since Inception
XIE Shares Philippines ETF**	1.85%	10.15%	19.50%	48.08%
PSEi Index^	2.05%	11.06%	21.13%	58.61%

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

	2012^^	2013	2014	2015	YTD
XIE Shares Philippines ETF**	24.87%	-5.79%	21.64%	-9.09%	13.83%
PSEi Index^	25.84%	-4.70%	23.68%	-7.46%	15.56%



Source: ^Bloomberg & Enhanced Investment Products Limited,

\*\*Enhanced Investment Products Limited

^^Since inception on 17th February 2012

All performance numbers of XIE Shares Philippines ETF are net of fees, NAV to NAV, in HKD with dividends reinvested. Index: PSEi Index. The Index is a total return index(net) and calculated in HKD.

### Investment Objective

The investment objective of XIE Shares Philippines (PSEi) ETF\* (\*This is a synthetic ETF) ("XIE Shares Philippines ETF") is to provide investment returns, before fees and expenses, that seek to track the performance of the PSEi Index.

### Fund Details

Total Net Assets	\$17,769,037
Closing Price	\$11.82
Net Assets per Unit	\$11.8460
Outstanding Units	1,500,000
Stock Code	3037
Listing Date	21st February 2012
Financial Year End	31st December
Primary Exchange	SEHK - Main Board
Management Fee	0.39% <sup>#</sup>
Base Currency	HKD
Trading Lot Size	300
Fund Manager	Enhanced Investment Products Limited
Trustee	Cititrust Limited
ISIN	HK0000098886

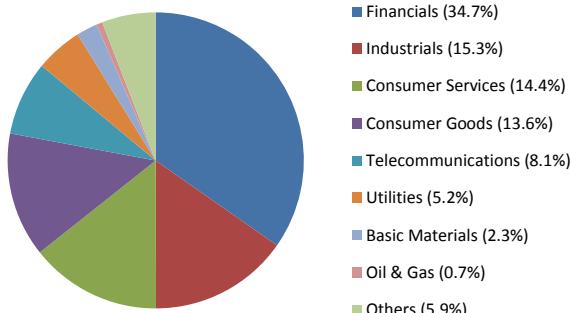
<sup>#</sup> This refers to management fee only. For complete information on fees and charges, please refer to the prospectus.

### Top 10 constituents of PSEi Index

Company Names	%
SM Investments Corp	10.56%
Ayala Land Inc	8.36%
SM Prime Holdings Inc	7.23%
JG Summit Holdings Inc	6.45%
Philippine Long Distance Telephone Company	6.25%
Ayala Corp	5.97%
Aboitiz Equity Ventures Inc	5.52%
Universal Robina Corp	5.32%
BDO Unibank Inc	5.14%
Bank of the Philippine Islands	5.01%
Others	34.18%

Source: Bloomberg

### Sector Allocation of PSEi 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. XIE Shares offers 9 ETFs, with 8 of them tracking the indices of 8 emerging Asia countries: China, India, Indonesia, Korea, Malaysia, the Philippines, Taiwan and Thailand.

#### Important Information

This document is prepared and issued by Enhanced Investment Products Limited (EIP). Xie Shares Trust I\* (\*This is a synthetic ETF) and its sub-funds (Index Funds) are authorized by the Hong Kong Securities and Futures Commission (SFC). SFC authorization is not a recommendation or endorsement of the Index Funds and it does not guarantee the commercial merits of the scheme and its performance. This document has not been reviewed by the SFC and does not constitute an offer, recommendation or solicitation to buy or sell any security or enter into any other transaction. Its contents must not be reproduced, distributed or transmitted to any person in any jurisdiction where it is unlawful to do so under the laws of such jurisdiction.

Past performance is not indicative of future performance or returns. Investment involves risks, including possible loss of principal. The prices, value and returns of the Index Fund may go down as well as up. The Index Funds may trade at prices above or below their net asset values. Each Index Fund has its own investment objective and risk profile. It may not be suitable for every investor.

This document contains general information only. EIP does not purport to provide any investment, financial, legal or other expert advice in this document. You must not rely on this document as any such advice or any offer, recommendation or solicitation to buy or sell any security or to implement any investment strategy. Any opinions in this document only reflect our judgment as at the date of this document and may change if circumstances changes subsequently. The information and opinions are derived from sources which EIP reasonably considers accurate, complete and up-to-date.

The update has been prepared without having regard to your investment objectives, financial circumstances or any other needs. You should determine for yourself the relevance of the information in this document. Prior to investing in any Index Fund, you should review the relevant prospectus (available for viewing at [www.xieshares.com](http://www.xieshares.com)) and make your own appraisal as to the suitability of an investment in such Index Fund having regard to your objectives and circumstances, including any risks and benefits of such investment.

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

This document is also subject to the terms and conditions for XIE Shares' website (which are fully set out at

[http://www.xieshares.com/www/terms\\_conditions.html?lang=en](http://www.xieshares.com/www/terms_conditions.html?lang=en) as if this document is part of the content of XIE Shares' website.

#### Index Providers' Disclaimers

XIE Shares Philippines ETF is not in any way sponsored, endorsed, sold or promoted by the Philippines Stock Exchange ("PSE"), and the PSE will not make any warranty or representation whatsoever, expressly or impliedly, either as to the results to be obtained from the use of the PSEi Index and/or the figure at which the PSEi Index stands at any particular time on any particular day or otherwise. The PSEi Index is compiled and calculated by the PSE. However, the PSE shall not be liable (whether in negligence or otherwise) to any person for any error in the PSEi Index and PSE shall not be under any obligation to advise any person of any error therein. The PSEi is a trade mark of the PSE.

©2016 Enhanced Investment Products Limited. All rights reserved. "XIE Shares" and "易亞" names and logos are registered trademarks of Enhanced Investment Products Limited.

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