

## Hang Seng Investment Index Funds Series IV

# Hang Seng China New Economy Index ETF

June 2022

### IMPORTANT RISK WARNINGS/FUND INFORMATION FOR INVESTORS

- The investment objective of Hang Seng China New Economy Index ETF ("HSCNE ETF") is to match, as closely as practicable, before fees and expenses, the HKD denominated total return performance (net of withholding tax) of the Hang Seng China New Economy Index (the "Index") through investing primarily in the constituent securities of the index.
  - As "HSCNE ETF" invests primarily in securities of companies classified under the industries that are perceived as "New Economy" under the Hang Seng Industry Classification System, an investment in "HSCNE ETF" may be more vulnerable to price fluctuations of securities of companies in these industries and other factors that particularly affect these industries as compared to an investment in a fund having a more diverse portfolio of investments. In addition, the valuation of securities associated with "New Economy" industries may be higher than those of more traditional industries, and "HSCNE ETF" may suffer a loss when there is a revaluation of these securities or subject to significant instability and fluctuations in valuations.
  - As "HSCNE ETF"'s investments are concentrated in a specific geographical location (i.e. the PRC), the value of "HSCNE ETF" may be more volatile than that of a fund having a more diverse portfolio of investments. The value of the Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the PRC market.
  - "HSCNE ETF" is also subject to investment risk, currency and exchange rate control risk, equity market risk, PRC market and concentration risks, risks relating to investments in "New Economy" companies, risks associated with investments in companies with weighted voting rights, Stock Connect risk, U.S. market risk/ADRs associated risk, PRC tax risk, RMB currency and conversion risk relating to RMB denominated securities, trading risk, trading differences risk, passive investment risk, reliance on market maker risk, tracking error risk, termination risk and reliance on the same group risk.
  - The Manager may at its discretion pay dividend out of capital or effectively out of the capital<sup>^</sup> of the Fund. Payment of dividends out of capital amounts to a return or withdrawal of part of an investor's original investment or from any such capital gains attributable to that original investment. Any such distributions may result in an immediate reduction in the Net Asset Value per Unit.
  - Investments involve risks and investors may lose substantial part of their investment in "HSCNE ETF".
- <sup>^</sup> The Manager may at its discretion pay distribution out of gross income while charging/paying all or part of the Fund's fees and expenses to/out of the capital of the Fund (resulting in an increase in distributable income for the payment of distribution by the Fund), and thereby effectively pay distributions out of the capital of the Fund.
- Investors should not only base on this material alone to make investment decisions, but should read the HSCNE ETF'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 match as closely as practicable, before fees and expenses, the HKD denominated total return performance (net of withholding tax) of the Hang Seng China New Economy Index (the "Index") through investing primarily in the constituent securities of the Index.

### Cumulative Performance

	3M	6M	1Y	3Y	5Y	Since Launch
HKD Counter	5.60%	-14.04%	N/A	N/A	N/A	-20.36%
Index	5.67%	-14.19%	N/A	N/A	N/A	-20.38%

### Calendar Year Performance

	YTD	2021 ▼	2020	2019	2018	2017
HKD Counter	-14.04%	-7.36%	N/A	N/A	N/A	N/A
Index	-14.19%	-7.21%	N/A	N/A	N/A	N/A

▼ Performance calculated from the Fund's Launch Date (i.e. 9 Nov 2021) to the end of that calendar year.

### Performance Chart



Fund: NAV to NAV, total return with dividend (if any) reinvested. (Source: NAV is provided by HSBC Institutional Trust Services (Asia) Limited. The Fund's performance information is provided by the Manager.) The performance information presented is calculated based on the assumption that there were no distributions to Unitholders, and is for reference only. Performance data has been calculated in HKD including ongoing charges and excluding your trading costs on SEHK.

Index: Hang Seng China New Economy Index, total return with dividend reinvested, net of withholding tax. (Source: Hang Seng Indexes Company Limited.)

Past performance information is not indicative of future performance. Investors may not get back the full amount invested.

### Key Facts

Exchange Listing	The Stock Exchange of Hong Kong – Main Board
Launch Date	09 November 2021
Listing Date	11 November 2021
Tracked Index	Hang Seng China New Economy Index
Base Currency	HKD
Fund Manager	Hang Seng Investment Management Limited
Trustee Name	HSBC Institutional Trust Services (Asia) Limited
In-kind/Cash Creation or Redemption	Minimum 500,000 Units (or multiples thereof) through Participating Dealers Only
Net Asset Value (NAV)	HKD 9.3446 per unit
Total Asset Value	HKD 70.08 million
Issued Units	7,500,000
Number of Stocks held	114
Management Fee	0.25% per annum
Trustee Fee	0.06% p.a. (subject to a minimum monthly fee of HKD20,000)

For all fees and charges, please refer to the "CHARGES AND EXPENSES" section in the Prospectus for details.

### Top Holdings

Alibaba Group Holding Ltd	10.43%
Tencent Holdings Ltd	9.29%
Meituan	5.65%
Contemporary Amperex Technology	5.21%
JD.com Inc	3.66%
LONGi Green Energy Technology	2.86%
BYD Co Ltd	1.99%
Midea Group Co Ltd	1.99%
East Money Information Co Ltd	1.92%
Pinduoduo Inc	1.91%



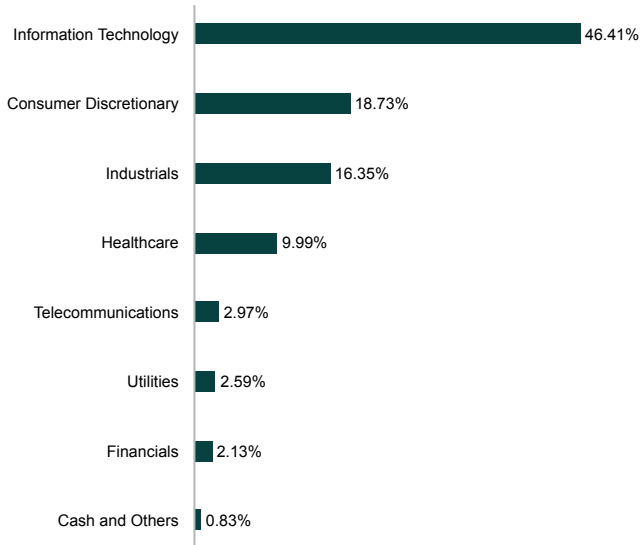
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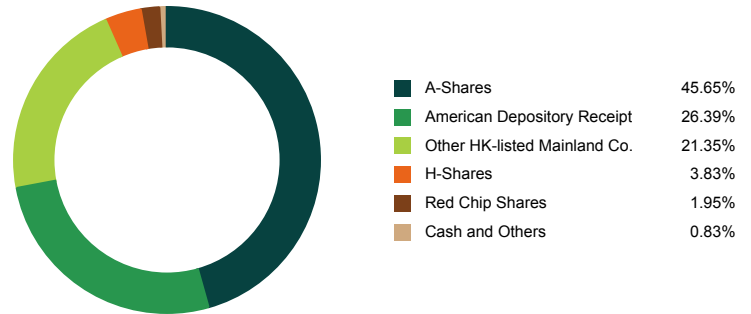
## Trading Information

Counter	Board Lot Size	Trading Currency	ISIN	Bloomberg Code	Stock Code
HKD Counter	100	HKD	HK0000783578	3176 HK	3176

## Industrial Breakdown



## Share Class Breakdown





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## List Of Participating Dealers+

ABN AMRO Clearing Hong Kong Ltd  
BNP Paribas Securities Services  
Haitong International Securities Company Limited  
Mirae Asset Securities (HK) Limited  
The Hongkong and Shanghai Banking Corporation Limited

\* Please visit [www.hangsenginvestment.com](http://www.hangsenginvestment.com)\* for the latest list.

## List Of Market Makers+

### HKD Counter

BNP Paribas Securities (Asia) Limited  
Flow Traders Hong Kong Limited  
Jane Street Asia Trading Limited

\* Please visit [www.hangsenginvestment.com](http://www.hangsenginvestment.com)\* for the latest list.

## Volatility

	1Y	3Y
Standard Deviation	N/A	N/A
Sharpe Ratio	N/A	N/A

HKD Counter

Source: Morningstar Asia Limited

## Fund Literature



Download the offering documents here

(Source: Hang Seng Investment Management Limited / HSBC Institutional Trust Services (Asia) Limited/Morningstar Asia Limited. All information as at 29 Jun 2022.)

Please read the disclaimer in relation to the Index in the Fund's Offering Document. 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 ("HSVM") reasonably believes to be reliable. For information sourced externally (as disclosed), HSVM 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 is not indicative of future performance. Before making any investment decisions, investors should read the Offering Document 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.