

IMPORTANT: The Stock Exchange of Hong Kong Limited (the “SEHK”), the Securities and Futures Commission (“SFC”) and the Hong Kong Securities Clearing Company Limited take no responsibility for the contents of this Announcement, make no representation as to its accuracy or completeness and expressly disclaim any liability whatsoever for any loss howsoever arising from or in reliance upon the whole or any part of the contents of this Announcement.

Sensible Asset Management Hong Kong Limited (the “Manager”) accepts full responsibility for the accuracy of the information contained in this Announcement as at the date of publication, and confirms, having made all reasonable enquiries, that to the best of its knowledge and belief, as at the date of publication, there are no other facts the omission of which would make any statement misleading.

SFC authorisation is not a recommendation or endorsement of a scheme nor does it guarantee the commercial merits of a scheme or its performance. It does not mean the scheme is suitable for all investors nor is it an endorsement of its suitability for any particular investor or class of investors.

Investment involves risks, including the loss of principal. You are advised to consider your investment objectives and circumstances in determining the suitability of an investment in the Value Gold ETF. An investment in the Value Gold ETF may not be suitable for everyone.

If you are in doubt about the contents of this Announcement, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser.

Value Gold ETF

*(A Hong Kong unit trust,
authorised under Section 104 of the Securities and Futures Ordinance
(Cap. 571) of Hong Kong)*

Stock Code: 03081

Announcement -

Addition of a new RMB counter of the Value Gold ETF under the Dual Counter model and Change of Auditor

A. Dual Counter

Introduction

The units (the “Units”) in the Value Gold ETF (the “Trust”) are currently denominated and traded in Hong Kong dollars (“HKD”). The Manager has been granted approval by the SEHK for the Units to be available for trading on the SEHK and deposit, clearing and settlement in the Central Clearing and Settlement System (“CCASS”) under a dual counter (the “Dual Counter”) arrangement with effect from 29 November 2013 (the “Effective Date”). As such Units will, from the Effective Date, be traded on the SEHK in HKD and Renminbi (“RMB”).

Dual Counter Model

Investors should note that (i) the Units – whether traded in either currency – remain denominated in HKD and of the same class, with the same rights attaching thereto, (ii) the board lot size of 100 Units remains the same for RMB traded Units, and (iii) cash subscription for Units will still only be able to be made in HKD and cash redemption proceeds in respect of Units (whether RMB traded Units or HKD traded Units) will only be paid in HKD in the manner described in the Prospectus. In-gold creation and

redemption will still be available in the manner described in the Prospectus and will be unaffected by the Dual Counter arrangement adopted in respect of the Units.

No distributions of dividends are presently made by the Trust. This policy will be unaffected by the dual counter arrangement adopted in respect of the Units.

More information with regard to the Dual Counter model is available on the website of Hong Kong Exchanges and Clearing Limited http://www.hkex.com.hk/eng/market/sec_tradinfra/rmbequity/faqrmbequity.htm.

Change of short name for the HKD Counter

The short name of the HKD Counter will be changed from “VALUE GOLD ETF” to “VALUEGOLD ETF” with effect from the Effective Date.

Different Counters

Investors will, from the Effective Date, be able to distinguish the different currency traded Units as follows: RMB Counter and traded Units will have a SEHK stock code and short name as 83081 and “VALUEGOLD ETF-R” whilst the HKD Counter and traded Units will have a SEHK stock code and short name as 03081 and “VALUEGOLD ETF”. In addition each counter will have a unique and separate International Securities Identification Number (ISIN) assigned to it: For the HKD Counter HK0000071313 and for the RMB Counter HK0000167822.

Investors should note that the market price on the SEHK of HKD traded Units and of RMB traded Units may deviate significantly due to different factors such as market liquidity, supply and demand in each counter and the exchange rate between the HKD and the RMB (in both the onshore and offshore markets).

For further details please refer to the prospectus for the Trust (the “Prospectus”).

Inter-Counter Transfer

The Dual Counter arrangement will, subject to the relevant broker or CCASS participant offering an inter-counter transfer service, allow Unitholders to transfer Units from the RMB Counter to the HKD Counter and *vice versa* from the Effective Date. Such inter-counter transfers are effected and processed within CCASS only. However, it should be noted that not all brokers and CCASS participants will be able to offer an inter-counter service.

Market Making

As with all exchange traded funds (each, an “ETF”) listed on the SEHK, the Manager will ensure that there is at all times at least one market maker for Units traded in HKD and, from the Effective Date, one market maker for Units traded in RMB as well (although the same entity can act as the market maker for both counters). The Manager will seek to ensure that at least one Market Maker per counter is required to give not less than 3 months’ prior notice to terminate the relevant market making arrangement.

For a list of the market makers for each counter please refer to the Prospectus.

Dual Counter Related Risks

The SEHK’s Dual Counter model in Hong Kong is relatively recent. It may bring additional risks for investing in the Trust.

If there is a suspension of the inter-counter transfer of Units between the HKD Counter and the RMB Counter for any reason, Unitholders will only be able to trade their Units in

the relevant counter on the SEHK.

The market price on the SEHK of HKD traded Units and of RMB traded Units may deviate significantly due to different factors, such as market liquidity, supply and demand in each counter and the exchange rate between the RMB and the HKD (in both the onshore and the offshore markets). As such investors may pay more or receive less when buying HKD traded Units on the SEHK than in respect of RMB traded Units and *vice versa*.

The Trust is denominated in HKD but has Units traded in RMB with effect from the Effective Date. The RMB is currently not a freely convertible currency and is subject to exchange controls and restrictions. RMB based investors who create and redeem Units in cash (which is only possible in HKD) or who buy and sell Units traded in HKD are therefore exposed to foreign exchange risk as a result of fluctuations in the RMB exchange rate against the HKD.

Non-RMB based investors who buy and sell RMB traded Units will be exposed to foreign exchange rate fluctuations between the RMB and other currencies, in particular, the relevant investor's base currency. There is no guarantee that the value of RMB against the investors' base currencies (for example HKD) will not depreciate.

If investors wish or intend to convert redemption proceeds (in HKD) or sale proceeds (in RMB on RMB traded Units or in HKD on HKD traded Units) into a different currency, they are subject to the relevant foreign exchange risk and may incur loss from such conversion as well as associated fees and charges.

Investors without RMB accounts may buy and sell HKD traded Units only.

Not all brokers and CCASS participants may be familiar with and able to buy Units in one counter and to sell Units in the other or to carry out inter-counter transfers of Units or to trade both counters at the same time. This may inhibit or delay an investor dealing in both HKD traded Units and RMB traded Units and may mean an investor can only trade in one currency.

For further risks associated with the Trust, please refer to the Prospectus.

SEHK Approval

In accordance with the Dual Counter procedures, the SEHK has granted its approval for admission for trading of the Units to the RMB Counter with effect from the Effective Date, 29 November 2013.

Stamp Duty

Approval has been given for remission or refund in full of stamp duty payable or paid in respect of any contract notes or instruments of transfer relating to transactions in all Units (both RMB traded and HKD traded Units).

Website

From the Effective Date the website of the Manager in respect of the Trust www.valueetf.com.hk/valueGoldETF/eng/index.php will be updated. In particular the near real time net asset value (the "NAV") per Unit and the last closing NAV per Unit will also be provided in RMB (although it should be noted that the near real time estimated NAV per Unit in RMB and the last closing NAV per unit in RMB are for reference only).

The near real time estimated NAV per Unit in RMB and the last closing NAV per Unit in RMB are for reference only. The near real time estimated NAV per Unit in RMB is calculated by Interactive Data Hong Kong Limited using the near real time estimated NAV per Unit in HKD multiplied by a near real time HKD:RMB foreign exchange rate for offshore RMB (CNH)

quoted by Interactive Data Hong Kong Limited. The near real time estimated NAV per Unit in RMB and in HKD as well as the exchange rate for offshore RMB (CNH) will only be updated during the trading hours of the SEHK. The last closing NAV per Unit in RMB is calculated using the last closing NAV per Unit in HKD multiplied by a HKD:RMB foreign exchange rate for offshore RMB (CNH) quoted by Thomson Reuters at 11 am (London time) as of the same Dealing Day. The daily closing NAV per Unit in RMB and in HKD and the exchange rate will only be updated when both the SEHK is open for normal trading and London Gold Fixing Price is available.

B. Change of Auditor

In exercise of its powers under Clause 20.2 of the Trust Deed constituting the Trust, the Manager has determined to change the Auditor of the Trust from KPMG to Ernst & Young with effect from 1 December 2013.

The Manager has decided to change the Auditor after careful consideration of the services required and fees charged and with the consent of the Trustee. The Manager considers the change of Auditor for the Trust will not prejudice Unitholders' rights or interests.

C. Prospectus

With immediate effect the Prospectus has been updated, reissued and is available on the Manager's website www.valueetf.com.hk/valueGoldETF/eng/index.php.

The changes to the Prospectus provide enhanced disclosure with regard to the Dual Counter arrangements described above. In particular (i) additional risk factors relating to the Dual Counter and RMB have been added, (ii) further disclosures have been inserted under "Creations and Redemptions (Primary Market)" and "Exchange Listing and Trading (Secondary Market)", and (iii) consequential changes have been made to the text of the Prospectus to make it consistent with the Dual Counter arrangements generally. In addition, the Prospectus has been revised to reflect the change of Auditor and the updated biography of Mr Cheah Cheng Hye – the Chairman and Co-chief investment officer of the Sub-Manager.

Further Enquiries

Investors who have any enquiries regarding the above may contact the Manager at 9/F Nexus Building, 41 Connaught Road Central, Hong Kong or our enquiry hotline at (852) 2880 9263 during office hours.

**Sensible Asset Management Hong Kong Limited
as Manager of the Value Gold ETF**

29 October 2013