

THIS ANNOUNCEMENT AND NOTICE IS IMPORTANT AND REQUIRES YOUR IMMEDIATE ATTENTION AND DOES NOT CONSTITUTE AN INVITATION OR OFFER TO ACQUIRE, PURCHASE OR SUBSCRIBE FOR UNITS OF THE EXCHANGE TRADED FUND NAMED BELOW

If you are in any doubt about this Announcement and Notice or as to the action to be taken, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser.

If you have sold or transferred all your Units in E Fund (HK) CSI 300 A-Share Index ETF, you should at once hand this Announcement and Notice to the purchaser or transferee or to the bank, stockbroker or other agent through whom the sale or transfer was effected for transmission to the purchaser or the transferee.

IMPORTANT: The Stock Exchange of Hong Kong Limited (the “SEHK”), the Hong Kong Exchanges and Clearing Limited (the “HKEX”), the Securities and Futures Commission (the “SFC”) and the Hong Kong Securities Clearing Company Limited (the “HKSCC”) take no responsibility for the contents of this Announcement and Notice, 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 and Notice.

E Fund Management (Hong Kong) Co., Limited accepts full responsibility for the accuracy of the information contained in this Announcement and Notice 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 an endorsement of the Trust (as defined below) and the Sub-Fund (as defined below) nor does it guarantee the commercial merits of the Trust and the Sub-Fund or their performance. It does not mean the Trust and the Sub-Fund are suitable for all investors nor is it an endorsement of their suitability for any particular investor or class of investors.

E Fund ETFs Trust (the “Trust”)

(a Hong Kong umbrella unit trust authorised under
Section 104 of the Securities and Futures Ordinance (Cap. 571) of the laws of Hong Kong)

E Fund (HK) CSI 300 A-Share Index ETF

(RMB Counter Stock Code: 83100)
(HKD Counter Stock Code: 03100)

(the “Sub-Fund”)

DISTRIBUTION ANNOUNCEMENT

Further to the Announcement and Notice dated 2 September 2022 and titled “Announcement and Notice of the Proposed Cessation of Trading, Termination, Voluntary Deauthorisation and Delisting and Non-Applicability of Certain Provisions of the Code on Unit Trusts and Mutual Funds” (i.e. the First Announcement), this Announcement and Notice is to inform Relevant Investors of the Distribution per Unit of the Sub-Fund as follows:

	Distribution (in RMB)	Distribution per Unit (in RMB) (rounded down to 2 decimal places)
HKD counter and RMB counter	RMB13,247,161.44	RMB33.11

The Distribution for the Sub-Fund will be credited to the CCASS accounts of the relevant stockbrokers and financial intermediaries through whom the Relevant Investors held the Units on 14 October 2022 (i.e. the Distribution Record

Date). It is expected that the Relevant Investors will receive the Distribution on or around 31 October 2022, but the exact timing may vary between different stockbrokers and financial intermediaries. Each Relevant Investor should contact his/her stockbrokers or financial intermediaries in relation to the payment arrangements, including payment procedures and settlement date, of the Distribution from them.

The Manager will also update investors by further announcements as and when appropriate in accordance with the applicable regulatory requirements, including: (a) (by 19 December 2022, prior to Further Distribution, if any) an announcement to inform the investors the amount of Further Distribution per Unit and the further distribution date; (b) (by 19 December 2022, if PRC tax clearance is not obtained by then) an announcement to inform the investors of this fact and to provide an estimated time of PRC tax clearance and/or refund (as the case may be); and (c) an announcement on or shortly before the Termination Date to inform investors about the Termination Date, Deauthorisation Date and the date for delisting of the Sub-Fund.

IMPORTANT NOTES: Stockbrokers and financial intermediaries are urged to forward a copy of this Announcement and Notice to their clients holding Units, and inform them of the contents of this Announcement and Notice as soon as possible. Relevant Investors should contact their stockbrokers and financial intermediaries in relation to the payment of the Distribution from them. Investors should exercise caution and consult with their professional and financial advisers before dealing in the Units or otherwise deciding on the course of actions to be taken in relation to their Units.

Reference is made to the Announcement and Notice dated 2 September 2022 titled “Announcement and Notice of the Proposed Cessation of Trading, Termination, Voluntary Deauthorisation and Delisting and Non-Applicability of Certain Provisions of the Code on Unit Trusts and Mutual Funds” (the “**First Announcement**”) issued by E Fund Management (Hong Kong) Co., Limited (the “**Manager**”), the manager of the Trust and the Sub-Fund.

Capitalised terms not defined in this Announcement and Notice shall have the same meanings as defined in the First Announcement.

The purpose of this Announcement and Notice is to inform the Relevant Investors of the Distribution. Relevant Investors, as defined in the First Announcement, mean those investors who remain invested in the Sub-Fund as of 14 October 2022, being the Distribution Record Date.

1. **Distribution amount**

As disclosed in the First Announcement, the Manager will, after consulting the Trustee, the Auditor and PRC tax advisers, declare a Distribution for the Sub-Fund in respect of the Relevant Investors (i.e. those investors remain so as at the Distribution Record Date).

On the above basis, the Manager, after having consulted the Trustee, the Auditor and PRC tax advisers, has resolved to approve that Distribution of the following amount shall be paid in cash by the Sub-Fund in the form of a Distribution to the Relevant Investors of the Sub-Fund:

	Distribution (in RMB)	Distribution per Unit (in RMB) (rounded down to 2 decimal places)
HKD counter and RMB counter	RMB13,247,161.44	RMB33.11

The Distribution per Unit for the Sub-Fund was determined on the basis of the Net Asset Value per Unit of the Sub-Fund as at 24 October 2022 and rounded down to 2 decimal places. Each Relevant Investor will be entitled to a Distribution of an amount equal to the Sub-Fund’s then Net Asset Value in proportion to the Relevant Investor’s Units in the Sub-Fund as at the Distribution Record Date. The Sub-Fund’s then Net Asset Value is the total value of the net proceeds from the realisation of the assets of the Sub-Fund, excluding (i) the Provision, (ii) any taxes payable, including PRC tax payable as determined by the Manager in accordance with the Sub-Fund’s current tax provisioning policy and in consultation with the Trustee and the PRC tax advisers (the final amount is subject to the discretion of the PRC tax authorities), and (iii) any expenses payable.

The Manager expects to obtain PRC tax clearance in around December 2022. Upon obtaining PRC tax clearance, should the final PRC tax amount be lower than that as determined by the Manager in consultation with the Trustee and the PRC tax advisers, the surplus will be paid to Relevant Investors in around December 2022 (“**Further Distribution**”). The Manager will issue a further announcement by 19 December 2022:

- (i) if a Further Distribution is payable, to inform the Relevant Investors of the exact day of payment of the Further Distribution, together with the amount of Further Distribution per Unit; or
- (ii) if PRC tax clearance is not obtained by such date, to inform the Relevant Investors of this fact and to provide an estimated time of PRC tax clearance and/or refund (as the case may be).

If the final PRC tax amount is higher than that as determined by the Manager in consultation with the Trustee and the PRC tax advisers, the shortfall will be borne by the Manager. Investors should note that the termination, deauthorisation and delisting of the Sub-Fund are subject to PRC tax clearance.

Notwithstanding the above, the Manager does not expect or anticipate there will be a Further Distribution after the Distribution. For the avoidance of doubt, if PRC tax clearance is obtained on or before 19 December 2022 and if a Further Distribution is not payable, the Manager will not issue a further announcement of such fact, but it will inform investors of such fact in the announcement informing investors about the Termination Date, Deauthorisation Date and the date for the delisting of the Sub-Fund to be published on or shortly before the Termination Date.

2. Distribution Payment

The Distribution for the Sub-Fund will be credited to the CCASS accounts of the relevant stockbrokers and financial intermediaries through whom the Relevant Investors held the Units on 14 October 2022 (i.e. the Distribution Record Date). It is expected that the Relevant Investors will receive the Distribution on or around 31 October 2022, but the exact timing may vary between different stockbrokers and financial intermediaries. Each Relevant Investor should contact his/her stockbrokers or financial intermediaries in relation to the payment arrangements, including payment procedures and settlement date, of the Distribution from them.

Distribution to the extent of distribution of profits and/or capital of the Sub-Fund should generally not be subject to Hong Kong profits tax by Hong Kong investors (whether by way of withholding or otherwise). For investors carrying on a trade, profession or business in Hong Kong, profits derived in redemption or disposal of Units in the Sub-Fund may be subject to Hong Kong profits tax if the profits in question arise in or are derived from such trade, profession or business, sourced in Hong Kong, as well as the Units of the Sub-Fund are revenue assets of the investors.

Investors should consult their professional tax advisers for tax advice.

IMPORTANT NOTES: Stockbrokers and financial intermediaries are urged to forward a copy of this Announcement and Notice to their clients holding Units, and inform them of the contents of this Announcement and Notice as soon as possible. Relevant Investors should contact their stockbrokers and financial intermediaries in relation to the payment arrangements, including payment procedures and settlement date, of the Distribution from them.

Investors are strongly advised to read and consider the First Announcement together with the Prospectus, for further details in relation to the Sub-Fund, the termination, deauthorisation and delisting of the Sub-Fund and the applicable risk factors and their implications to investors.

3. Net Asset Value of the Sub-Fund

Each of the Manager and the Trustee confirms that, the Net Asset Value and Net Asset Value per Unit of the Sub-Fund as at 24 October 2022 were RMB13,247,161.44 and RMB33.1179, respectively.

A simple breakdown of the Net Asset Value of the Sub-Fund is as follows:

	As at 24 October 2022 (RMB)
Assets	
Cash and cash equivalents	14,917,968.71
Other receivables	101,914.94
Total assets	15,019,883.65
Liabilities	
Accrued expenses and other payables	1,772,722.21
Total liabilities	1,772,722.21
Net Asset Value	13,247,161.44
Number of Units in issue	400,000
Net Asset Value per Unit (rounded down to 4 decimal places)	33.1179

4. Provision set aside and actual amount of Future Costs

On 2 September 2022, the Provision in the amount as shown in the first column in the table below was set aside, to discharge part of the costs and expenses associated with the termination of the Sub-Fund:

Amount of the Provision set aside	Actual amount of Future Costs incurred and borne by the Sub-Fund up to 24 October 2022
RMB791,795.94	RMB791,795.94

As mentioned in the First Announcement, any Future Costs, i.e. any future costs, charges, expenses, claims and demands (including but not limited to any legal costs, auditors' fees, regulatory maintenance costs, termination related expenses and the fees payable to any other service provider to the Sub-Fund) that the Trustee and the Manager may incur or make, during the period between the date of the First Announcement up to and including the Termination Date (including if the Termination Date is extended), in connection with or arising out of the ongoing maintenance of the Sub-Fund and the implementation of the termination, to the extent not covered by the Provision, will be borne by the Manager.

Conversely, where the Provision is in excess of the actual amount of Future Costs until the Termination Date, such excess will be refunded to the Relevant Investors as part of a Further Distribution in proportion to the Relevant Investor's interests in the Sub-Fund as at the Distribution Record Date. For the avoidance of doubt, Future Costs do not include transaction costs and any taxes relating to the realisation of assets of the Sub-Fund.

The actual Future Costs incurred and borne by the Sub-Fund during the period from the time after the First Announcement was published up to 24 October 2022 are shown in the second column in the table above.

Each of the Manager and the Trustee confirms that, as of 24 October 2022, all Future Costs in respect of the Sub-Fund (including the amount expected to be incurred up to the Termination Date) have been fully accounted for and there will be no further liabilities accruing to the Sub-Fund.

As the amount of the Provision is insufficient to cover the actual amount of Future Costs, the shortfall has been borne by the Manager. In the unlikely event that there are additional Future Costs, the Manager will continue to bear the shortfall.

5. Further announcements

The Manager will also update investors by the following further announcements:

- (by 19 December 2022, prior to Further Distribution, if any) an announcement to inform the investors the amount of Further Distribution per Unit and the further distribution date;
- (by 19 December 2022, if PRC tax clearance is not obtained by then) an announcement to inform the investors of this fact and to provide an estimated time of PRC tax clearance and/or refund (as the case may be); and
- (on or shortly before the Termination Date) an announcement informing investors about the Termination Date, Deauthorisation Date and the date for delisting of the Sub-Fund,

in accordance with the applicable regulatory requirements. If there is any change to the dates mentioned in the First Announcement, the Manager will issue an announcement to inform the Relevant Investors of the revised dates.

Investors should exercise caution and consult their professional and financial advisers before dealing in the Units or otherwise deciding on the course of actions to be taken in relation to their Units.

6. Enquiries

If you have any queries concerning this Announcement and Notice, please direct them to your stockbrokers or financial intermediaries or contact the Manager at Suites 3501-02, 35/F, Two International Finance Centre, 8 Finance Street, Central, Hong Kong or by telephone at (852) 3929 0960 during office hours (except Hong Kong statutory holidays).

E Fund Management (Hong Kong) Co., Limited

as Manager of the Trust and the Sub-Fund

24 October 2022