PRODUCT KEY FACTS

CSOP MSCI HK China Connect Select ETF
a sub-fund of the CSOP ETF Series*(*This includes synthetic ETFs)

CSOP Asset Management Limited

30 April 2026

- ***This is a passive exchange traded fund.***
- ***This statement provides you with key information about this product.***
- ***This statement is a part of the Prospectus.***
- ***You should not invest in this product based on this statement alone.***

Quick facts

Stock code:	3432
Trading lot size:	10 Units
Fund Manager:	CSOP Asset Management Limited
Trustee and Registrar:	HSBC Institutional Trust Services (Asia) Limited
Custodian:	The Hongkong and Shanghai Banking Corporation Limited
Underlying Index:	MSCI HK China Connect Select Index (net total return version)
Base currency:	Hong Kong Dollar ("**HKD**")
Trading currencies:	HKD
Ongoing charges over a year #:	1.02%
Tracking difference of the last calendar year ##:	-1.58%
Dividend policy:	Annually in December subject to the Manager's discretion. Distributions may be paid out of capital or effectively out of capital and reduce the Sub-Fund's Net Asset Value ("**NAV**"). However, there is no guarantee of regular distribution nor the amount being distributed (if any). Distributions will be paid in HKD. Any income received by the Sub-Fund is subject to the process of purification. Investors should refer to the Prospectus of the Sub-Fund for further details on income purification. For the avoidance of doubt, in compliance with Sharia investment principles, no interest will be accrued or received in the Sub-Fund's account.
Financial year end of this fund:	31 December
ETF website:	https://www.csopasset.com/en/products/hk-cmcc (this website has not been reviewed by the Securities and Futures Commission (the "**SFC**"))

 # The ongoing charges figure is based on expenses for the year ended 31 December 2025. This figure may vary from year to year.

This is the actual tracking difference of the last calendar year. Investors should refer to the ETF website for more up-to-date information on actual tracking difference.

What is this product?

The CSOP MSCI HK China Connect Select ETF (the "**Sub-Fund**") is a sub-fund of the CSOP ETF Series*(*This includes synthetic ETFs) (the "**Trust**"), which is an umbrella unit trust established under Hong Kong law. The Sub-Fund is a passively managed index tracking exchange traded fund authorised under

Chapter 8.6 of the Code on Unit Trusts and Mutual Funds (the "**Code**"). The units of the Sub-Fund (the "**Units**") are traded on The Stock Exchange of Hong Kong Limited (the "**SEHK**") like stocks.

The Sub-Fund is a physical ETF and invests primarily in equity securities listed on the SEHK. The Sub-Fund is denominated in HKD.

Objectives and Investment Strategy

Objective

The investment objective of the Sub-Fund is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the MSCI HK China Connect Select Index (net total return version) (the "**Underlying Index**"). The Underlying Index adheres to Sharia investment principles, which have been approved by MSCI's Sharia advisors' committee of Sharia scholars as Sharia compliant.

There is no assurance that the Sub-Fund will achieve its investment objective.

Investment Strategy

In order to achieve the investment objective of the Sub-Fund, the Manager will intends to adopt a combination of physical representative sampling and synthetic representative sampling strategy. The Sub-Fund will (i) primarily use a physical representative sampling strategy by investing 50% to 100% of its NAV in securities constituting the Index ("**Index Securities**"); and (ii) where the Manager believes such investments are beneficial to the Sub-Fund and will help the Sub-Fund achieve its investment objective, use a synthetic representative sampling strategy as an ancillary strategy by investing up to 50% of its NAV in financial derivative instruments ("**FDIs**"), which will only be funded total return swaps with one or more counterparties.

Physical representative sampling sub-strategy

The Sub-Fund primarily uses a physical representative sampling by investing 50% to 100% of its NAV in Index Securities. The Sub-Fund may invest up to 100% of its NAV directly in equity securities listed on the SEHK.

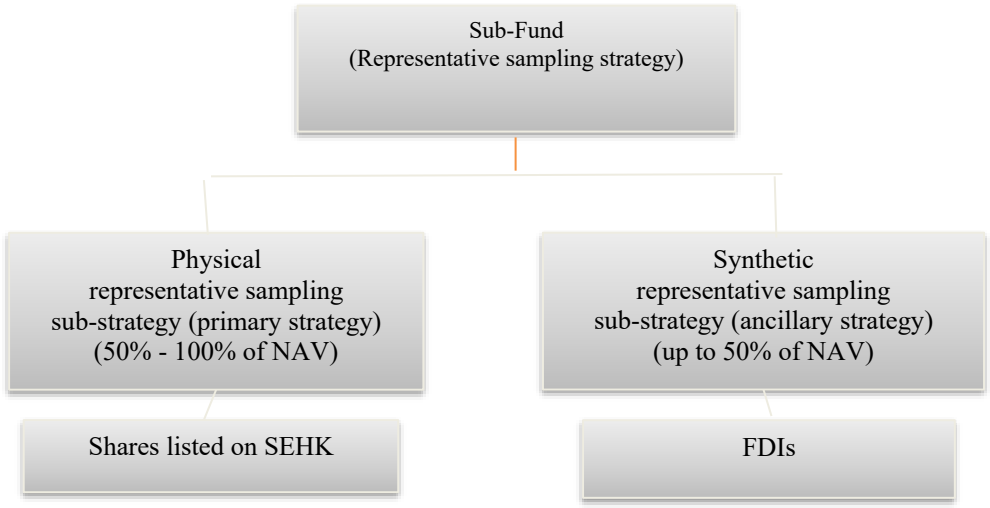
Synthetic representative sampling sub-strategy

By adopting a synthetic representative sampling sub-strategy, the Sub-Fund will only invest up to 50% of its NAV directly in funded total return swap transaction(s) whereby the Sub-Fund will pass on the relevant portion of cash to the swap counterparty(ies) and in return the swap counterparty(ies) will provide the Sub-Fund with an exposure to the economic gain/loss in the performance of the Index Securities (net of indirect costs).

The Sub-Fund will bear the swap fees, which includes all costs associated with swap transactions and are subject to the discussion and consensus between the Manager and the swap counterparty based on the actual market circumstances on a case-by-case basis (including the brokerage commission and any costs associated with the entering into, or unwinding or maintenance of, any hedging arrangements in respect of such swaps). In extreme market conditions and exceptional circumstances, the brokerage commission and costs associated with the hedging arrangement may increase significantly and in return increase the swap fees. Swap fees are accrued daily and spread out over the month. No fees are payable for the unwinding or early termination of swaps. The swap fees will be disclosed in the interim and annual financial reports of the Sub-Fund. The swap fees will be borne by the Sub-Fund and hence may have an adverse impact on the NAV and the performance of the Sub-Fund, and may result in higher tracking error. The Manager will only use a synthetic representative sampling sub-strategy when it considers that such investments are beneficial to the Sub-Fund.

Exposure of the Sub-Fund to the Index Securities (either through direct investment or FDIs) will be in substantially the same weightings (i.e. proportions) as these Index Securities have in the Underlying Index. The Manager may cause the Sub-Fund to deviate from the index weighting on condition that the maximum deviation from the index weighting of any constituent will not exceed 3% or such other percentage as determined by the Manager after consultation with the SFC.

The diagram below shows the investment strategies of the Sub-Fund:



Securities lending

The Manager may, on behalf of the Sub-Fund, enter into securities lending transactions, with the maximum level for up to 50% and expected level for approximately 20% of its NAV and is able to recall the securities lent out at any time. As part of the securities lending transactions, the Sub-Fund must receive cash and/or non-cash collateral of at least 100% of the value of the securities lent (interests, dividends and other eventual rights included) marked-to-market on a daily basis. Please refer to the section headed "Securities Financing Transactions" under Schedule 1 to the Prospectus and the Appendix of the Sub-Fund in Part 2 of the Prospectus regarding details of the arrangements.

The Sub-Fund will not enter into sale and repurchase transactions, reverse repurchase transactions and other similar over-the-counter transactions. Prior approval of the SFC (to the extent required under applicable regulatory requirements) will be sought and not less than one month's prior notice (or such shorter notice period as may be permitted under applicable regulatory requirements) will be given to Unitholders in the event the Manager wishes to enter into such transactions.

Other investments

The Sub-Fund may also invest not more than 5% of its NAV in cash and money market funds for cash management purpose.

Index

The Underlying Index is a free float-adjusted market capitalization weighted index. The Underlying Index reflects Sharia investment principles and is designed to measure the performance of the top 30 securities by full market capitalization in the MSCI China and the MSCI Hong Kong Indexes that are listed on the Hong Kong Stock Exchange. The securities must be available via the Southbound Trading of the Shanghai-Hong Kong or Shenzhen-Hong Kong Stock Connect Program.

The Underlying Index adheres to Sharia investment principles, which have been approved by MSCI's Sharia advisors' committee of Sharia scholars as Sharia compliant. The Underlying Index applies stringent screens to exclude securities based on two types of criteria:

- business activities, i.e., investments in companies which are directly active in, or derive more than 5% of their revenue (cumulatively) from the following activities are not permissible: alcohol, tobacco, cannabis, pork related products, conventional financial services, defence/weapons, gambling/casino, music, hotels, cinema, adult entertainment and online dating (i.e., the "**prohibited activities**"); and

- financial ratios, i.e., investments in companies deriving significant income from interest or companies that have excessive leverage are not permissible.

The Underlying Index constituents are capped at 8% at an issuer level during each rebalancing, and an additional screen will be applied to exclude companies involved in meat or other related business segments.

The Underlying Index is a net total return index, which means that it reflects the reinvestment of dividends or distributions, after deduction of any withholding tax. The Underlying Index is denominated and quoted in HKD.

The Underlying Index was launched on 3 April 2024 and had a base level of 1000 as of 30 November 2017. As of 27 February 2026, the Underlying Index had a total market capitalisation of HK$ 3,250.79 billion and 30 constituents.

The Underlying Index is compiled and managed by MSCI Inc. (the "**Index Provider**"). The Manager (and each of its Connected Persons) is independent of the Index Provider.

The most updated list of the constituents of the Underlying Index and their respective weightings can be obtained from the website of the Index Provider at https://www.msci.com/constituents and the additional information and other important news of the Underlying Index can be obtained from the website of the Index Provider at https://www.msci.com/equity-fact-sheet-search (the contents of which has not been reviewed by the SFC).

Bloomberg Code: NH756451

Use of derivatives / investment in derivatives

The Sub-Fund's net derivative exposure may be up to 50% of the Sub-Fund's NAV.

What are the key risks?

Investment involves risks. Please refer to the Prospectus for details including the risk factors.

1. Investment risk

- The Sub-Fund is not principal guaranteed and your investments may suffer losses. There is no assurance that the Sub-Fund will achieve its investment objective.
- The Sub-Fund is passively managed and the Manager will not have the discretion to adapt to market changes due to the inherent investment nature of the Sub-Fund. Falls in the Underlying Index are expected to result in corresponding falls in the value of the Sub-Fund.

2. Equity market risk

- The Sub-Fund's investment in equity securities is subject to general market risks, whose value may fluctuate due to various factors, such as changes in investment sentiment, political and economic conditions and issuer-specific factors.

3. New index risk

- The Underlying Index is a new index. The Sub-Fund may be riskier than other funds tracking more established indices with longer operating history.

4. Concentration risk

- Insofar as the investments in Index Securities are concerned, the constituents of the Underlying Index, and accordingly the Sub-Fund's investments, are concentrated in a single geographical region or country (the PRC including Hong Kong) and companies whose securities listed on the SEHK (including H-Shares, Red-chips and P-chips) and primarily traded in Hong Kong, and have substantial business exposure to the PRC Mainland. The value of the Sub-Fund may be more volatile than that of a fund having a more diverse portfolio of investments and may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the relevant sector.
- Sharia-compliant investments are limited to certain businesses and industries. The value of the Sub-Fund may therefore be more volatile than that of a fund having a more diverse portfolio of investments.

5. Risks associated with investment in FDIs

- The Sub-Fund's synthetic representative sampling strategy will involve investing up to 50% of its NAV in FDIs, including swaps (which will be funded total return swaps). In the case of swaps, the Sub-Fund may

suffer significant loss if a swap counterparty fails to perform its obligations, or in case of insolvency or default of the swap counterparty(ies).

- Risks associated with FDIs include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. FDIs are susceptible to price fluctuations and higher volatility, and may have large bid and offer spreads and no active secondary markets. The leverage element/component of an FDI can result in a loss significantly greater than the amount invested in the FDI by the Sub-Fund. Exposure to FDIs may lead to a high risk of significant loss by the Sub-Fund.

6. Sharia investment risks

- *Regulatory risk*: Sharia investment principles are guidelines for investments that comply with Sharia/Islamic law. The laws and regulations surrounding Sharia-compliant investment can change, and this can impact the profitability of certain investments of the Sub-Fund. In response to such a change, the Sub-Fund may need to divest from these assets irrespective of the market condition and may suffer a loss as a result.

- *Investment risk:* The Sub-Fund tracks the Underlying Index, which invest in Sharia compliant investments. Strict adherence to Sharia investment principles may exclude securities of certain issuers and therefore some market opportunities available to funds that do not follow Sharia investment principles may be unavailable for the Sub-Fund, and the Sub-Fund's performance may at times be worse than the performance of relatable funds that do not follow Sharia investment principles.

- *Compliance risk*: No Sharia compliance advisor will be appointed at the Sub-Fund level. There may be circumstances where the Sub-Fund may have exposure to non-Sharia compliant investments for reasons uncontrollable by or not reasonably foreseeable to the Manager. Sharia is not a codified legal system, and the interpretation of the Sharia compliant investments adopted by the Sub-Fund may not be consistent with the interpretation of certain Islamic professional in other parts of the world.

- *Purification of income risk*: In accordance with Sharia investment principles, on which the screening of constituents of the Underlying Index is based, the Sub-Fund will adhere to the dividend purification rule as detailed in the Prospectus. If a stock held by the Sub-Fund derives part of its total income from interest income and/or from prohibited activities, this portion of income will be deducted from the total distributions paid out to the Unitholders and given to charity. The NAV and in turn the performance of the Sub-Fund may therefore be adversely impacted. In addition, in line with Sharia investment principles, the Sub-Fund will not receive any interest and accordingly, any bank deposits held by the Sub-Fund are non-interest-bearing bank deposits.

- *Reclassification of Sharia status risk*: Sharia is not a codified legal system, there may be circumstances where the underlying investments may be reclassified by the Manager to remove the Sharia compliant status. In the event the Sharia status of the underlying investment is revoked, the Sub-Fund may be required to liquidate such investment acquired by the Sub-Fund. Such liquidation may have to be undertaken at a substantial discount and the Sub-Fund may suffer significant/substantial losses.

7. Risks relating to securities lending transactions

- Securities lending transactions may involve the risk that the borrower may fail to return the securities lent out in a timely manner and the value of the collateral may fall below the value of the securities lent out.

8. Tracking error risk

- The Sub-Fund may be subject to tracking error risk, which is the risk that its performance may not track that of the Underlying Index exactly. This tracking error may result from the investment strategy used, and fees and expenses. The Manager will monitor and seek to manage such risk in minimising tracking error. There can be no assurance of exact or identical replication at any time of the performance of the Underlying Index.

9. Trading risk

- The trading price of the Units on the SEHK is driven by market factors such as the demand and supply of the Units. Therefore, the Units may trade at a substantial premium or discount to the Sub-Fund’s NAV.

- As investors will pay certain charges (e.g. trading fees and brokerage fees) to buy or sell Units on the SEHK, investors may pay more than the NAV per Unit when buying Units on the SEHK, and may receive less than the NAV per Unit when selling Units on the SEHK.

10. <u>Reliance on market makers risk</u>

- Although the Manager will use its best endeavours to put in place arrangements so that at least one market maker will maintain a market for the Units and that at least one market maker gives not less than 3 months' notice prior to terminating market making arrangement under the relevant market maker agreement, liquidity in the market for the Units may be adversely affected if there is no or only one market maker for the Units. There is also no guarantee that any market making activity will be effective.

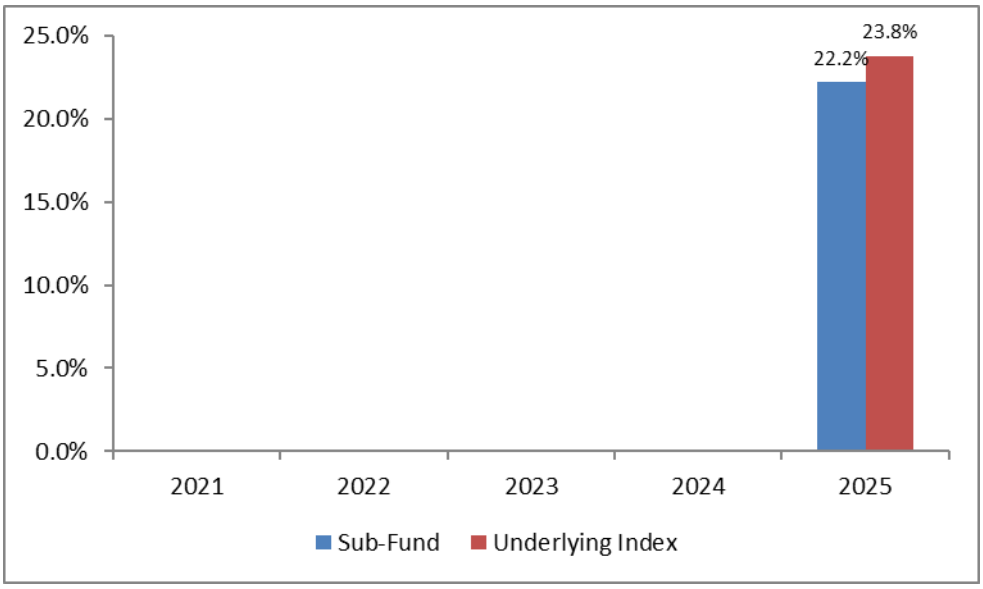
11. <u>Risk of early termination</u>

- The Sub-Fund may be terminated early under certain circumstances, for example, where the Underlying Index is no longer available for benchmarking or if the size of the Sub-Fund falls below equivalent of HKD200 million in the Base Currency of the Sub-Fund. Investors may not be able to recover their investments and may suffer a loss when the Sub-Fund is terminated.

12. <u>Risk relating to distributions paid out of capital</u>

- Payment of dividends out of capital or effectively out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Any such distributions involving payment of dividends out of capital or effectively out of capital of the Sub-Fund may result in an immediate reduction of the NAV per Unit of the Sub-Fund.

How has the fund performed?



- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To-NAV, with dividend reinvested.
- These figures show by how much the Sub-Fund increased or decreased in value during the calendar year being shown. Performance data has been calculated in HKD including ongoing charges and excluding your trading costs on SEHK.
- Where no past performance is shown there was insufficient data available in that year to provide performance.
- Fund launch date: 4 July 2024

Is there any guarantee?

The Sub-Fund does not have any guarantees. You may not get back the full amount of money you invest.

What are the fees and charges?

Charges incurred when trading the Sub-Fund on the SEHK

Fee	What you pay
Brokerage fee	At market rates[1]
Transaction levy	0.0027%[2]
Accounting and Financial Reporting Council ("AFRC") transaction levy	0.00015%[3]
Trading fee	0.00565%[4]
Stamp duty	Nil

Ongoing fees payable by the Sub-Fund

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the NAV of the Sub-Fund which may affect the trading price.

	Annual rate (as a % of the Sub-Fund's NAV)
Management fee*	0.99% per annum
Trustee fee* (inclusive of fees payable to the Custodian)	Included in the Management fee
Registrar fee	Included in the Management fee
Performance fee	Nil
Other ongoing charges	Please refer to Part 2 of the Prospectus.

** Please note that some fees may be increased up to a permitted maximum amount by providing one month's prior notice to Unitholders. Please refer to the section headed "Fees and Charges" in Part 1 of the Prospectus for details.*

Other fees

You may have to pay other fees when dealing in the Units of the Sub-Fund.

Additional Information

The Manager will publish important news and information in respect of the Sub-Fund, both in English and Chinese language at the following website https://www.csopasset.com/en/products/hk-cmcc (this website has not been reviewed by the SFC), including:

- the Prospectus and this statement (as amended and supplemented from time to time);
- the latest annual and semi-annual financial reports (in English only);
- any public announcements made by the Sub-Fund, including information in relation to the Sub-Fund and the Underlying Index, notices of the suspension of the calculation of NAV, changes in fees and charges, the suspension and resumption of trading of Units;
- notices relating to material changes to the Sub-Fund which may have an impact on its investors such as material alterations or additions to the offering documents and constitutive documents of the Sub-Fund;

[1] The brokerage fee is payable in the currency decided by the intermediaries used by the buyer and the seller.
[2] Transaction levy of 0.0027% of the trading price of the Units, payable by each of the buyer and the seller.
[3] AFRC transaction levy of 0.00015% of the trading price of the Units, payable by each of the buyer and the seller.
[4] Trading fee of 0.00565% of the trading price of the Units, payable by each of the buyer and the seller.

- the near real-time indicative NAV per Unit of the Sub-Fund updated every 15 seconds during normal trading hours on the SEHK in HKD;
- the last NAV of the Sub-Fund and the last NAV per Unit of the Sub-Fund in HKD;
- full portfolio information of the Sub-Fund (updated on a daily basis);
- the compositions of the dividends (i.e. the relative amounts paid out of net distributable income and capital) for the last 12 months (also available by the Manager on request);
- the tracking difference and tracking error of the Sub-Fund;
- the latest list of participating dealers and market makers; and
- the past performance information of the Sub-Fund.

The near real time indicative NAV per Unit in HKD (updated every 15 seconds during SEHK trading hours) is indicative and for reference purposes only.

Important

- If you are in doubt, you should seek professional advice.
- The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.