

Issuer: Mirae Asset Global Investments (Hong Kong) Limited

- **This is an 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:	3040
Trade lot size:	100 Units
Fund Manager:	Mirae Asset Global Investments (Hong Kong) Limited
Trustee:	Cititrust Limited
Ongoing charges over a year*:	0.25%
Tracking difference of the last calendar year**:	0.04%
Underlying Index:	MSCI China Index
Base currency:	Hong Kong dollars
Trading currency:	Hong Kong dollars
Dividend policy:	Annually at the Manager's discretion (May in each year)
Financial year end of the Sub-Fund	31 March
ETF Website:	http://www.miraeasset.com.hk/en/etf/3040

* The ongoing charges figure is based on expenses reported in the Sub-Fund's annual financial statements for the year ended 31 March 2019, expressed as a percentage of the Sub-Fund's average net asset value over the same period. This figure may vary from year to year.

** This is the actual tracking difference of the calendar year ended 31 December 2018. Investors should refer to the Sub-Fund's website for more up-to-date information on actual tracking difference.

What is this product?

Mirae Asset Horizons MSCI China ETF (the "Sub-Fund") is an investment fund of the Mirae Asset Horizons Exchange Traded Funds Series, which is an umbrella unit trust established under Hong Kong law. The Sub-Fund is an index tracking ETF falling under Chapter 8.6 and Appendix I of the Code on Unit Trusts and Mutual Funds issued by the Securities and Futures Commission. The units of the Sub-Fund (the "Units") are traded on The Stock Exchange of Hong Kong Limited (the "SEHK") like stocks.

Objective and investment strategy

Objective

The Sub-Fund seeks to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the MSCI China Index (the "Underlying Index").

Strategy

The Manager intends to adopt a full replication strategy through investing all, or substantially all,

**Mirae Asset Horizons Exchange Traded Funds Series -
Mirae Asset Horizons MSCI China ETF**

of the assets of the Sub-Fund directly in substantially all securities constituting the Underlying Index in substantially the same weightings as these securities have in the Underlying Index to achieve the investment objective of the Sub-Fund (“Replication Strategy”).

Where the adoption of a Replication Strategy is not efficient or practicable or is otherwise at the Manager’s absolute discretion, the Manager may pursue a Representative Sampling Strategy and hold a representative sample of the constituent securities of the Underlying Index selected by the Manager using quantitative analytical models to derive a portfolio sample. Investors should note that the Manager may switch between the Replication Strategy and the Representation Sampling Strategy without prior notice to investors, in its absolute discretion.

In relation to the Sub-Fund’s investments in A-Shares, the Manager will invest via the Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect (collectively, the “Stock Connect”).

The Manager has no intention to invest in financial derivatives instruments (or to adopt a synthetic replication strategy) nor to engage in securities lending or repurchase transactions in respect of the Sub-Fund. Any change in the Manager’s intention to enter into any of the above transactions in respect of the Sub-Fund is subject to prior approval of the SFC and not less than one month’s prior notice (or such other notice period as agreed with the SFC) will be given to unitholders should there be a change in such intention.

Index

The MSCI China Index comprises 469 constituents and its equity universe comprise H-shares, Red chips and P chips listed on The Stock Exchange of Hong Kong Limited, A-Shares (with effect from 1 June 2018) and B-shares listed on the Shanghai Stock Exchange and Shenzhen Stock Exchange and foreign listed companies (such as companies listed in NASDAQ, New York Stock Exchange and Singapore Stock Exchange). The MSCI China Index provides liquid exposure to publicly-listed companies that are in the sectors of financials, energy, telecommunication services, information technology, industrials, consumer staples, consumer discretionary, materials, utilities and health care throughout China. The Underlying Index is compiled and published by MSCI Inc. (the “Index Provider”) and was launched on 31 December 1992. The Underlying Index is a total net return index. The Manager (and each of its connected persons) is independent of the Index Provider.

As at 29 March 2019, the Underlying Index had a total market capitalisation of US\$ 1,749,659.14 million and 469 constituents.

As at 29 March 2019, the 10 largest constituent stocks of the Underlying Index, as listed below, represented about 50.90% of the Underlying Index:

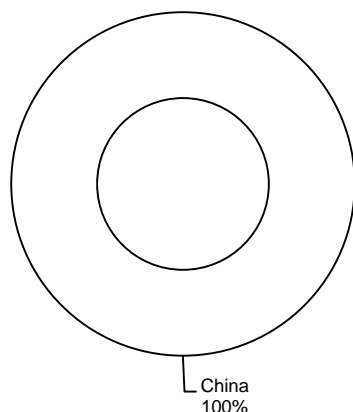
	Index Constituent	Weighting in Index	Exchange
1	TENCENT HOLDINGS	15.01%	HONG KONG STOCK EXCHANGE
2	ALIBABA GROUP HLDG ADR	13.52%	NEW YORK STOCK EXCHANGE
3	CHINA CONSTRUCTION BK H	4.71%	HONG KONG STOCK EXCHANGE
4	CHINA MOBILE	3.58%	HONG KONG STOCK EXCHANGE
5	PING AN INSURANCE H	3.34%	HONG KONG STOCK EXCHANGE
6	ICBC H	2.91%	HONG KONG STOCK EXCHANGE
7	BAIDU ADR	2.61%	NASDAQ STOCK MARKET
8	BANK OF CHINA H	2.06%	HONG KONG STOCK EXCHANGE

**Mirae Asset Horizons Exchange Traded Funds Series -
Mirae Asset Horizons MSCI China ETF**

9	CNOOC	1.91%	HONG KONG STOCK EXCHANGE
10	JD.COM ADR	1.26%	NASDAQ STOCK MARKET

Below is the chart showing the weightings in the Underlying Index by country as at 29 March 2019:

Country Allocation of the Underlying Index



Details of the index methodology of the Underlying Index can be found on <http://www.msci.com>.

What are the key risks?

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

1. General investment risk

- The Sub-Fund's investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the fund may suffer losses. There is no guarantee of the repayment of principal.

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. PRC related risks

- The Sub-Fund tracks the Underlying Index which consists of constituents that are primarily operated in the PRC. As such the Sub-Fund is subject to risks relating to the PRC. These risks may include, to name a few, risks associated with uncertainty concerning PRC laws and regulations and government policies.
- High market volatility and potential settlement difficulties in the PRC markets may also result in significant fluctuations in the prices of the securities traded on such markets and thereby may adversely affect the value of the Sub-Fund.
- The Sub-Fund has a portfolio investing in companies whose operations are primarily in

Mirae Asset Horizons Exchange Traded Funds Series - Mirae Asset Horizons MSCI China ETF

the PRC and therefore is subject to emerging market risks.

- Generally, investment in emerging markets such as the PRC are subject to a greater risk of loss than investing in a developed market due to greater political, economic and taxation uncertainty and risks linked to volatility and market liquidity.

4. PRC market concentration risk

- The Sub-Fund is subject to concentration risk as a result of tracking the performance of a single geographical region i.e. the PRC. The value of the Sub-Fund may be more volatile than that of a fund having a more diverse portfolio of investments.
- The value of the Sub-Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the PRC market.

5. Stock Connect risks

- The rules and regulations relevant to Stock Connect are subject to change which may have potential retrospective effect. Stock Connect is subject to quota limitations. Where a suspension in the trading through the programme is effected, the Sub-Fund's ability to invest in A-Shares or access the PRC market through the programme will be adversely affected. In such event, the Sub-Fund's ability to achieve its investment objective could be affected.

6. RMB currency risk

- The Sub-Fund may invest in RMB denominated investments. RMB is currently not freely convertible and is subject to exchange controls and restrictions. Investors are therefore exposed to foreign exchange risk and there is no guarantee that the value of RMB will not depreciate against the investors' base currencies (e.g. Hong Kong dollars). Any depreciation of RMB could adversely affect the value of investor's investment in the Sub-Fund.
- Although offshore RMB (CNH) and onshore RMB (CNY) are the same currency, they trade at different rates. Any divergence between CNH and CNY may adversely impact investors.

7. PRC tax risk

- There are risks and uncertainties associated with the current PRC tax laws, regulations and practice in respect of capital gains realised via Stock Connect on the Sub-Fund's investments in the PRC (which may have retrospective effect). Any increased tax liabilities on the Sub-Fund may adversely affect the Sub-Fund's value.
- Based on professional and independent tax advice, the Sub-Fund does not currently make any withholding corporate income tax provision on the gross realised or unrealised capital gains derived from the trading of A-Shares.

8. Trading differences risk

- As the Shenzhen Stock Exchange and Shanghai Stock Exchange may be open when Units in the Sub-Fund are not priced, the value of the securities in the Sub-Fund's portfolio may change on days when investors will not be able to purchase or sell Units of the Sub-Fund.
- Differences in trading hours between the Shenzhen Stock Exchange and Shanghai Stock Exchange established outside Hong Kong and the SEHK may also increase the level of premium or discount of the Unit price to its net asset value.

9. Passive investments

**Mirae Asset Horizons Exchange Traded Funds Series -
Mirae Asset Horizons MSCI China ETF**

- 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.

10. Trading risk

- Generally, retail investors can only buy or sell Units on the SEHK. The trading price of the Units on the SEHK is driven by market factors such as demand and supply of the Units. Therefore, the Units may trade at a substantial premium/discount to its net asset value.
- 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 net asset value per Unit when buying Units on the SEHK, and may receive less than the net asset value per Unit when selling Units on the SEHK.

11. 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 minimizing tracking error. There can be no assurance of exact or identical replication at any time of the performance of the Underlying Index.

12. Termination risks

- If MSCI terminates the Underlying Index or does not allow the Sub-Fund to use the Underlying Index, and there is no successor index or if its fund size falls below HK\$50,000,000 the Sub-Fund may be terminated. Investors may not be able to recover their investments and suffer a loss when the Sub-Fund is terminated.

13. Dividend distributions

- Dividend distributions are not guaranteed, and therefore, investors may not receive any dividends from the Sub-Fund.

14. Risk associated with regulatory or exchanges requirements of the equity market in the PRC

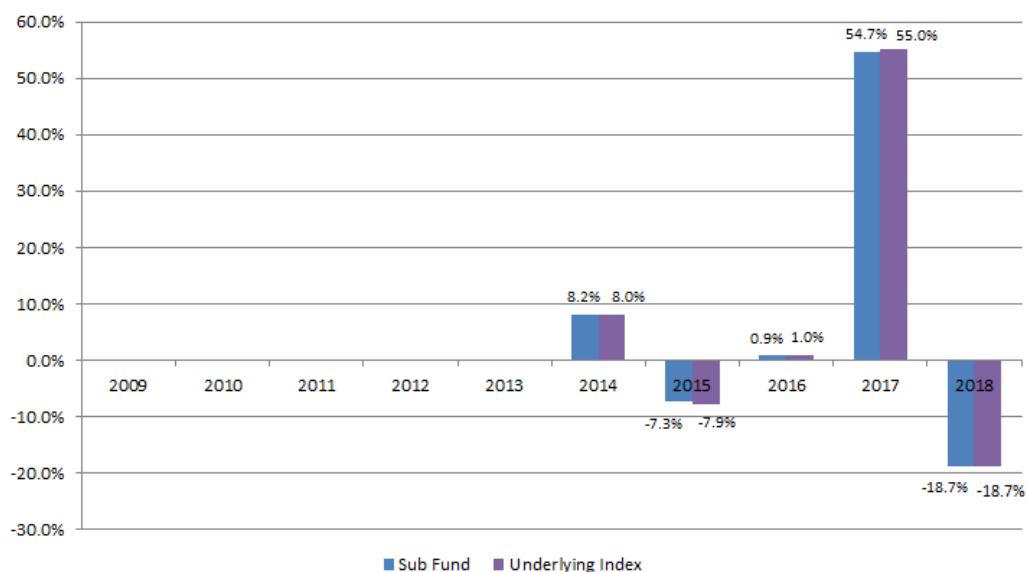
- Securities exchanges in the PRC typically have the right to suspend or limit trading in any security traded on the relevant exchange. The government or the regulators may also implement policies that may affect the financial markets. All these may have a negative impact on the Sub-Fund.

15. Reliance on market maker

- Liquidity in the market for the Units may be adversely affected if there is no market maker for the Sub-Fund. Although the Manager will ensure 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.

Mirae Asset Horizons Exchange Traded Funds Series - Mirae Asset Horizons MSCI China ETF

How has the Sub-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.
- These figures show by how much the Sub-Fund increased or decreased in value during the calendar year shown. Performance data has been calculated in HKD including ongoing charges and excluding trading costs on SEHK you might have to pay.
- Where no past performance is shown there was insufficient data available in that year to provide performance.
- Sub-Fund launch date: 10 June 2013

Is there any guarantee?

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

What are the fees and charges?

Charges incurred when trading the Sub-Fund on SEHK

Fee	What you pay
Brokerage fee	Market rates
Transaction levy	0.0027%
Trading fee	0.005%
Stamp duty	Nil

**Mirae Asset Horizons Exchange Traded Funds Series -
Mirae Asset Horizons MSCI China ETF**

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 net asset value which may affect the trading price.

	Annual rate (as a % of the Sub-Fund's net asset value)
Management fee*	0.049%
Trustee fee*	Up to 0.05% p.a. (subject to a minimum fee of US\$2,500 per month)
Performance fee	Not applicable
Administration fee	Not applicable

*Please note that such a fee may be increased up to a permitted maximum amount by providing 1 month's prior notice to unitholders. Please refer to the "Fees and Charges" section 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

You can find the following information of the Sub-Fund at the following website at <http://www.miraeasset.com.hk/en/etf/3040> (which has not been reviewed by the SFC):

- the Prospectus and this statement (as revised from time to time);
- the latest annual accounts and interim unaudited report (in English only);
- the last closing net asset value of the Sub-Fund in HKD, and last closing net asset value per unit in HKD;
- the near real time estimated net asset value per Unit updated every 15 seconds throughout each dealing day in HKD;
- the latest list of the participating dealers and market makers;
- the composition of the Sub-Fund (updated on a daily basis);
- any notices relating to material changes to the Sub-Fund which may have an impact on its investor such as material alterations or additions to the Prospectus or the Sub-Fund's constitutive documents;
- any public announcements made by the Sub-Fund, including information with regard to the Sub-Fund and the Underlying Index, the notices of the suspension of the creation and redemption of Units, the suspension of the calculation of the net asset value, changes in fees and the suspension and resumption of trading;
- the past performance information of the Sub-Fund;
- the ongoing charges of the Sub-Fund; and
- the actual tracking difference and tracking error of the Sub-Fund.

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.