

IMPORTANT

If you are in any doubt about the contents of this notice, you should consult your stockbroker, bank manager, solicitor, accountant and other financial adviser for independent financial advice.

The Stock Exchange of Hong Kong Limited, the Hong Kong Exchanges and Clearing Limited, the Hong Kong Securities Clearing Company Limited and the Hong Kong Securities and Futures Commission (the "SFC") take no responsibility for the contents of this 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 notice.

Horizons CSI 300 ETF (RMB Counter Stock Code: 83127; HKD Counter Stock Code: 3127) the sub-fund of Horizons Exchange Traded Funds Series (the "Trust")

(A Hong Kong unit trust authorized under Section 104 of the Securities and Futures Ordinance (Cap. 571) of Hong Kong)¹

Notice to Unitholders

Dear Unitholders,

Change in the CSI 300 Index Calculation Method

We, as the Manager of the Trust, hereby inform you that the following change with respect to the calculation method of CSI 300 Index (the "Index"), the underlying index of Horizons CSI 300 ETF (the "Sub-Fund").

The Shanghai Stock Exchange and China Securities Index Co., Ltd., the index provider of the Index, have announced a change in the calculation method of the Index, specifically to the free float methodology (the "Change"), which took effect on 11 March 2015 (the "Effective Date"). From the Effective Date, the previous 10% threshold in negotiable market cap ratio is increased to 15%, and if the negotiable market cap ratio is between 0 and 15%, the inclusion factor would be rounded up to the nearest percentage point. The rest of the free float methodology remains unchanged. The new category-weighted chart is as follows:

Negotiable Market Cap Ratio (%)	≤15	(15 , 20]	(20 , 30]	(30 , 40]	(40 , 50]	(50 , 60]	(60 , 70)	(70 , 80)	>80
Inclusion Factor (%)	nearest higher percentage point	20	30	40	50	60	70	80	100

The Manager considered that the Change does not materially or adversely impact (i) the Sub-Fund; and (ii) the acceptability of the Index under the Code on Unit Trusts and Mutual Funds issued by the SFC. The revised index methodology of the Index is available at

http://www.csindex.com.cn/sseportal_en/csiportal/zs/jbxx/report.do?code=000300&&subdir=1

¹ 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.

The Prospectus of the Trust dated 19 September 2014 will be amended to reflect the Change and published on the Manager's website (<http://www.horizonsetfs.com.hk>²) and Hong Kong Exchanges and Clearing Limited's website (www.hkex.com.hk) as soon as reasonably practicable.

Capitalised terms used in this notice shall have the same meaning as defined in the Prospectus of the Trust dated 19 September 2014.

If you have any questions concerning the above, please contact us at (852) 2295 1500 during office hours.

The Manager accepts responsibility for the accuracy of the contents of this notice.

Mirae Asset Global Investments (Hong Kong) Limited

26 March 2015

² The website has not been reviewed by the SFC.