

Issuer: Mirae Asset Global Investments (Hong Kong) Limited

## PRODUCT KEY FACTS



Global X ETF Series-  
Global X MSCI China ETF (Unlisted Class)  
29 April 2024

- 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

<b>Fund Manager:</b>	Mirae Asset Global Investments (Hong Kong) Limited
<b>Trustee:</b>	Cititrust Limited
<b>Administrator:</b>	Citibank, N.A., Hong Kong Branch
<b>Dealing Frequency</b>	Daily (each Business Day)
<b>Ongoing charges over a year*:</b>	Class E (HKD) Units: estimated to be 0.18% Class E (RMB) Units: estimated to be 0.18% Class E (USD) Units: estimated to be 0.18% Class F (HKD) Units: estimated to be 0.15% Class F (RMB) Units: estimated to be 0.15% Class F (USD) Units: estimated to be 0.15% Class R1 (HKD) Units: estimated to be 0.25% Class R1 (RMB) Units: estimated to be 0.25% Class R1 (USD) Units: estimated to be 0.25% Class R2 (HKD) Units: estimated to be 0.30% Class R2 (RMB) Units: estimated to be 0.30% Class R2 (USD) Units: estimated to be 0.30%
<b>Estimated annual tracking difference**:</b>	-2%
<b>Underlying Index:</b>	MSCI China Index
<b>Base currency:</b>	Hong Kong dollars
<b>Dividend policy:</b>	Annually at the Manager's discretion (May in each year) <b>Distributions on any Units will be paid in the class currency of the relevant class only.</b>
<b>Minimum initial investment:</b>	Class E (HKD) Units: HKD1,000,000 Class E (RMB) Units: RMB1,000,000 Class E (USD) Units: USD1,000,000 Class F (HKD) Units: HKD50,000,000 Class F (RMB) Units: RMB50,000,000 Class F (USD) Units: USD50,000,000 Class R1 (HKD) Units: HKD100,000 Class R1 (RMB) Units: RMB100,000 Class R1 (USD) Units: USD100,000 Class R2 (HKD) Units: HKD10,000

<p><b>Minimum subsequent investment:</b></p> <p><b>Financial year end of the Sub-Fund</b></p> <p><b>ETF Website#:</b></p> <p>* As the Unlisted Classes of Units (as defined below) of the Sub-Fund (as defined below) are newly set up, this figure is an estimate only and represents the sum of the estimated ongoing charges over a 12-month period, expressed as a percentage of the estimated average Net Asset Value (as defined below) of the relevant class of the Sub-Fund over the same period. It may be different upon actual operation of the Sub-Fund and may vary from year to year. Please refer to “Ongoing fees payable by the Sub-Fund” below and the Prospectus for details.</p> <p>** This is an estimated annual tracking difference. Investors should refer to the Sub-Fund’s website for more up-to-date information on the actual tracking difference.</p> <p># This website has not been reviewed or approved by the Securities and Futures Commission (the “SFC”).</p>	<p>Class R2 (RMB) Units: RMB10,000  Class R2 (USD) Units: USD10,000  Class E (HKD) Units: HKD100,000  Class E (RMB) Units: RMB100,000  Class E (USD) Units: USD100,000  Class F (HKD) Units: HKD500,000  Class F (RMB) Units: RMB500,000  Class F (USD) Units: USD500,000  Class R1 (HKD) Units: HKD10,000  Class R1 (RMB) Units: RMB10,000  Class R1 (USD) Units: USD10,000  Class R2 (HKD) Units: HKD1,000  Class R2 (RMB) Units: RMB1,000  Class R2 (USD) Units: USD1,000</p> <p>31 March</p> <p><a href="https://www.globalxetfs.com.hk/">https://www.globalxetfs.com.hk/</a></p>
<p><b>What is this product?</b></p>	<ul style="list-style-type: none"> <li>• Global X MSCI China ETF (the “<b>Sub-Fund</b>”) is an investment fund of the Global X ETF Series (the “<b>Trust</b>”), which is an umbrella unit trust established under Hong Kong law. The Sub-Fund is an index tracking ETF falling under Chapter 8.6 of the Code on Unit Trusts and Mutual Funds issued by the SFC (the “<b>Code</b>”).</li> <li>• <b>The Sub-Fund offers both listed class of Units (the "Listed Class of Units") and unlisted classes of Units (the "Unlisted Classes of Units"). This statement contains information about the offering of the Unlisted Classes of Units, and unless otherwise specified, references to "Units" in this statement shall refer to the "Unlisted Classes of Units". Investors should refer to a separate statement for the offering of the Listed Class of Units.</b></li> </ul>
<p><b>Objective and investment strategy</b></p> <p><b>Objective</b></p>	<p>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”).</p>

## Strategy

The Manager intends to adopt a full replication strategy through investing all, or substantially all, 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 engage in sale and repurchase transactions, reverse repurchase transactions or other similar over-the-counter transactions in respect of the Sub-Fund. Should there be a change in such intention, the Manager will seek prior approval of the SFC if required and not less than one month's prior notice (or such other notice period as agreed with the SFC) will be given to unitholders.

The Manager may, on behalf of the Sub-Fund, enter into securities lending transactions with a maximum level of up to 50% and expected level of approximately 20% of its net asset value (“**Net Asset Value**”) 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) valued on a daily basis. The collateral will be subject to safekeeping by the Trustee or an agent appointed by the Trustee. Non-cash collateral received may not be sold, re-invested or pledged. Any re-investment of cash collateral received shall be subject to the requirements as set out in the Code. To the extent the Sub-Fund undertakes securities lending transactions, all revenues (net of direct and indirect expenses as reasonable and normal compensation for the services rendered by the Manager, a securities lending agent and/or other service providers in the context of such transactions to the extent permitted by applicable legal and regulatory requirements) shall be returned to the Sub-Fund.

The Manager may invest no more than 10% of the Sub-Fund's Net Asset Value in futures for investment and hedging purposes, where the Manager believes such investments will help the Sub-Fund achieve its investment objective and are beneficial to the Sub-Fund. The futures in which the Sub-Fund may invest will be index futures which exhibit high correlation with the Underlying Index in order to manage the Sub-Fund's exposure to the Underlying Index constituents.

## Index

The equity universe of the MSCI China Index comprises H-shares, Red chips and P chips listed on The Stock Exchange of Hong Kong Limited, A-Shares 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.

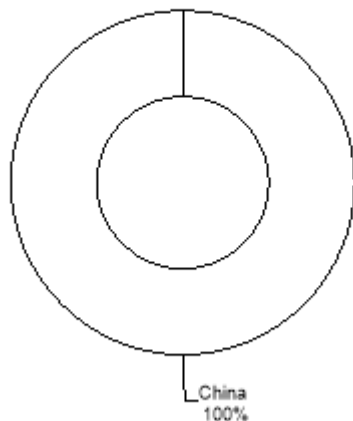
As at 31 March 2024, the Underlying Index had a total market capitalisation of HKD88.01 trillion and 704 constituents.

### Index Constituents

The constituents of the Index, their respective weightings and additional information of the Index are published at [www.msci.com/constituents](http://www.msci.com/constituents) (this has not been reviewed or approved by the SFC).

Below is the chart showing the weightings in the Underlying Index by country as at 31 December 2023:

### Country Allocation of the Underlying Index



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

### Use of derivatives / investment in derivatives

The Sub-Fund’s net derivative exposure may be up to 50% of the Sub-Fund’s Net Asset Value.

### What are the key risks?

**Investment involves risks. You may suffer substantial / total loss by investing in this Sub-Fund. 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. Risk associated with high volatility of the market in the PRC**
- 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.
- 4. Emerging market risk**
- China is an emerging market. The Sub-Fund invests in PRC companies which may involve increased risks and special considerations not typically associated with investment in more developed markets, such as liquidity risks, currency risks/control, political and economic uncertainties, legal and taxation risks, settlement risks, custody risk and the likelihood of a high degree of volatility.
- 5. 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.
- 6. Securities lending transactions risk**
- The borrower may fail to return the securities in a timely manner or at all. The Sub-Fund may as a result suffer from a loss or delay when recovering the securities lent out. This may restrict the Sub-Fund's ability in meeting delivery or payment obligations from redemption requests.
  - As part of the securities lending transactions, the Sub-Fund must receive cash collateral of at least 100% of the valuation of the securities lent valued on a daily basis. However, there is a risk of shortfall of collateral value due to inaccurate pricing of the securities lent or change of value of securities lent. This may cause significant losses to the Sub-Fund.
  - By undertaking securities lending transactions, the Sub-Fund is exposed to operational risks such as delay or failure of settlement. Such delays and failure may restrict the Sub-Fund's ability in meeting delivery or payment obligations from redemption requests.
- 7. 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 negatively affected.

#### **8. 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.
- Under exceptional circumstances, payment of realisation and/or dividend payment in RMB may be delayed due to the exchange controls and restrictions applicable to RMB.

#### **9. 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.

#### **10. Passive investment risk**

- 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.

#### **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. Differences in dealing arrangements between Listed and Unlisted Classes of Units risk**

- Investors of Listed Class of Units and Unlisted Classes of Units are subject to different pricing and dealing arrangements. The Net Asset Value per Unit of each of the Listed Class of Units and Unlisted Classes of Units may be different due to different fees and cost applicable to each class. The trading hours of The Stock Exchange of Hong Kong Limited (the "SEHK") applicable to the Listed Class of Units in the secondary market and the dealing deadlines in respect of the Unlisted Classes of Units are also different.
- Units of the Listed Class of Units are traded on the stock exchange on an intraday basis at the prevailing market price (which may diverge from the corresponding Net Asset Value), while Units of the Unlisted Classes of Units are sold through intermediaries based on the dealing day-end Net Asset Value and are dealt at a single valuation point with no access to

intraday liquidity in an open market. Depending on market conditions, investors of the Listed Class of Units may be at an advantage or disadvantage compared to investors of the Unlisted Classes of Units.

- In a stressed market scenario, investors of the Unlisted Classes of Units could realise their Units at Net Asset Value while investors of the Listed Class of Units in the secondary market could only realise at the prevailing market price (which may diverge from the corresponding Net Asset Value) and may have to exit the Sub-Fund at a significant discount. On the other hand, investors of the Listed Class of Units could sell their Units on the secondary market during the day thereby crystallising their positions while investors of the Unlisted Classes of Units could not do so in a timely manner until the end of the day.

### **13. Differences in cost mechanisms between Listed and Unlisted Classes of Units risk**

- Investors should note that different cost mechanisms apply to Listed Class of Units and Unlisted Classes of Units. For Listed Class of Units, the transaction fee and duties and charges in respect of creation and realisation applications are paid by the participating dealers applying for or realising such Units and/or the Manager. Investors of Listed Class of Units in the secondary market will not bear such transaction fees and duties and charges (but for the avoidance of doubt, may bear other fees, such as SEHK trading fees).
- On the other hand, the subscription and realisation of Unlisted Classes of Units may be subject to a subscription fee and realisation fee, respectively, which will be payable to the Manager by the investor subscribing or realising. In addition, in order to protect the interests of all Unitholders of Unlisted Classes of Units, in the event of substantial net subscriptions or net realisations of an Unlisted Class of Units of the Sub-Fund and/or exceptional market circumstances, in addition to the Subscription Price and/or Realisation Price, the Manager is entitled to add/deduct an amount which it considers represents an appropriate allowance for the fiscal and purchase/sale charges.
- Any or all of these factors may lead to a difference in the Net Asset Value of the Listed Class of Units and the Unlisted Classes of Units.

### **14. Termination risks**

- The Sub-Fund may be terminated early under certain circumstances, for example, where MSCI terminates the Underlying Index or does not allow the Net Asset Value of the Sub-Fund to use the Underlying Index and there is no successor index, or the fund size falls below HK\$50,000,000. Investors may not be able to recover their investments and suffer a loss when the Sub-Fund is terminated.

### **15. Dividend distributions**

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

### **16. 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.

## How has the Sub-Fund performed?

Since the Sub-Fund is newly set up, there is insufficient data available to provide a useful indication of past performance to investors.

## 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 which may be payable by you

Fee	What you pay
Subscription fee <sup>#</sup>	Up to 3% of the subscription amount
Realisation fee <sup>#</sup>	Nil
Switching fee <sup>^</sup>	Nil

<sup>#</sup> 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" of the Prospectus for further details on the permitted maximum of such fees allowed.

<sup>^</sup> Investors should note that switching between Unlisted Classes of Units and Listed Class of Units is not available. Switching of Unlisted Class of Units of the Sub-Fund to unlisted shares, units or interests in any other collective schemes (including any other sub-funds of the Trust) is currently not permitted.

### 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 subscription/realisation price.

	Annual rate (as a % of the Sub-Fund's Net Asset Value)			
	Class E (HKD) Units Class E (RMB) Units Class E (USD) Units	Class F (HKD) Units Class F (RMB) Units Class F (USD) Units	Class R1 (HKD) Units Class R1 (RMB) Units Class R1 (USD) Units	Class R2 (HKD) Units Class R2 (RMB) Units Class R2 (USD) Units
<b>Management fee</b>	0.08%	0.05%	0.15%	0.20%
<b>Trustee fee</b>	0.03% per annum			
<b>Performance fee</b>	Not applicable			
<b>Administration fee</b>	Not applicable			



Please note that the management 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. Please refer to the Prospectus for details.

### Additional information

You generally buy and redeem Units at the Sub-Fund's next-determined Net Asset Value after the Trustee/Registrar receives, directly or via a distributor, your request in good order on or before 11:00 a.m. (Hong Kong time), being the Sub-Fund's dealing cut-off time for the Unlisted Classes of Units on each dealing day of the Sub-Fund. Before placing your subscription or realisation orders, please check with your distributor for the distributor's internal dealing cut-off time (which may be earlier than the Sub-Fund's dealing cut-off time).

You can find the following information of the Sub-Fund on the following website <https://www.globalxetfs.com.hk/> (which has not been reviewed or approved by the SFC):

- the Prospectus and this Product Key Facts Statement (as revised from time to time);
- the latest annual audited financial reports and interim unaudited financial reports (in English only);
- the last Net Asset Value of the Sub-Fund in HKD, and last Net Asset Value per Unit of the Sub-Fund in HKD, RMB and USD (updated on a daily basis on each Dealing Day);
- the full portfolio information 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 (including this Product Key Facts Statement) or the constitutive documents of the Trust and/or the Sub-Fund;
- any public announcements made by the Manager in respect of the Sub-Fund, including information with regard to the Sub-Fund and the Underlying Index, the suspension of the creation and realisation of Units, the suspension of the calculation of the Net Asset Value and changes in fees;
- the past performance information of both the Listed Class of Units and Unlisted Classes of Units of the Sub-Fund;
- the ongoing charges of both the Listed Class of Units and Unlisted Classes of Units of the Sub-Fund;
- the annual tracking difference and tracking error of the Sub-Fund;
- the composition of distributions (i.e. the relative amounts paid out of net distributable income and capital, if any, for a 12-month rolling period); and
- the proxy voting policy of the Manager.

The Net Asset Value of the Sub-Fund is calculated, and the latest subscription and realisation prices of the Unlisted Classes of Units are available, each business day on the website <https://www.globalxetfs.com.hk/> (which has not been reviewed or approved by the SFC). Please refer to the Prospectus for details.

### 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.