

Global X HSCEI Covered Call Active ETF

3416 HKD



IMPORTANT INFORMATION

Investors should not base investment decisions on this material alone. Please refer to the Prospectus for details including the product features and the risk factors. Investment involves risks. Past performance is not indicative of future performance. There is no guarantee of the repayment of the principal. Investors should note:

- The investment objective of Global X HSCEI Covered Call Active ETF (the "Funds") is to generate income by primarily investing in constituent equity securities in the Hang Seng China Enterprises Index (the "Reference Index") and selling (i.e. "writing") call options on the Reference Indexes respectively to receive payments of money from the purchaser of call options (i.e. "premium"). - If the value of the securities relating to the Reference Index held by the Fund declines, the premium that the Fund received for writing the Reference Index Call Option may reduce such loss to some extent. However, the downside of adopting a covered call strategy is that the Fund's opportunity to profit from an increase in the level of the Reference Index is limited to the strike price of the Reference Index Call Options written, plus the premium received. - The market value of an Reference Index Call Option may be affected by factors including supply and demand, interest rates. The Fund's ability to utilise Reference Index Call Options successfully will depend on the ability of the Manager to correctly predict future price fluctuations. If an Reference Index Call Option expires and if there is a decline in the market value of the Reference Index during the option period, the premiums received by the Fund from writing the Reference Index Call Options may not be sufficient to offset the loss realised. - The Reference Index Call Options in the OTC markets may not be as liquid as exchange-listed options. The Fund may find the terms of counterparties in the OTC markets to be less favorable than the terms available for listed options. Moreover, the SEHK may suspend the trading of options in volatile markets which may cause the Fund unable to write Reference Index Call Options at times. - The use of futures contracts involves market risk, volatility risk, leverage risk and negative roll yields and "contango" risk. - Investing in Reference Index Futures and writing Reference Index Call Options generally involve the posting of margin. If the Fund is unable to meet its investment objective as a result of margin requirements imposed by the HKFE, the Fund may experience significant losses. - The Fund employs an actively managed investment strategy. The Fund may fail to meet its objective as a result of the implementation of investment process which may cause the Fund to underperform as compared to direct investments in the constituent equity securities of the Reference Index. - The Fund is exposed to concentration risk by tracking a specific regions or countries. - To the extent that the constituent securities of Reference Index are concentrated in securities of a particular sector or market, the investments of it may be similarly concentrated. - The trading price of the Fund's unit on the SEHK is driven by secondary market trading factors, which may lead to a substantial premium or discount to the Fund's net asset value. - The Manager may at its discretion pay dividends out of the capital of the Fund. Distributions paid out of capital, represent a return of an investor's original investment or its gains and may potentially reduce the Fund's Net Asset Value per Share as well as the capital available for future investment. - The Fund may suffer from a losses or delays when recovering the securities lent out. This may potentially affect its ability to meet payment and redemption obligations. Collateral shortfalls due to inaccurate pricing or change of value of securities lent, may cause significant losses to the Fund.

INVESTMENT POINTS

- **Innovative Income Strategy**
Deliver appealing income with a monthly distribution plan (Monthly distribution is not guaranteed and may be from capital just in case)
- **Downside Protection**
Provide downside protection with option premium

PERFORMANCE¹ as of 29 Aug 2025

Cumulative Return	3 Mths	6 Mths	YTD	Since Listing
FUND	7.16%	10.18%	13.69%	38.03%

Calendar Year Return	2024	2023	2022	2021	2020
FUND	-	-	-	-	-

FUND DETAILS¹



Stock Code	3416 (HKD)
ISIN	HK0000978954 (HKD)
Listing Date	29 Feb 2024
Ongoing Charges Over a Year ²	0.75%
Distribution Frequency ³	Monthly at the Manager's discretion ⁴ (Dividend rate is not guaranteed, distributions may be made out of capital)
Board Lot Size	500 Units
Base Currency	HKD
Trading Currency	HKD counter: HKD
Exchange	HKEX

#Monthly (if any) subject to the Manager's discretion. Distributions (if any) may be paid out of capital or out of gross income while all or part of fees and expenses may be charged to capital at the Manager's discretion resulting in an increase in distributable income for the payment of distributions and therefore distributions may be paid effectively out of capital. However, distributions may not be paid if the cost of the SubFund's operations is higher than the return from management of the Sub-Fund's cash and holdings of investment products. Distributions will be paid in the Base Currency (HKD) only (in respect of Listed Class of Shares) or in the Class Currency of the relevant class only (in respect of Unlisted Classes of Shares). Please refer to the Prospectus (including Product Key Facts Statement) for details including the product features and the risk factors. Investment involves risks. Past performance is not indicative of future performance.

TOP 10 HOLDINGS (%)⁴ as of 29 Aug 2025

Tencent	7.40
Alibaba	6.36
Xiaomi	6.22
China Construction Bank	6.15
Meituan	4.27
China Mobile	4.20
Industrial and Commercial Bank of China	3.60
BYD	3.19
Ping An Insurance	2.85
Bank of China	2.69

Source: MAGIHK, 30 Jun 2025. ¹Past 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 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 HKEX you might have to pay. Where no past performance is shown there was insufficient data available in that year to provide performance. Fund inception date: 28 February 2024. ²The Fund adopts a single management fee structure, whereby a single flat fee will be paid out of the assets of the Fund to cover all of the costs, fees and expenses of the Fund. The ongoing charges figure is an annualised figure based on the ongoing expenses of the Fund, expressed as a percentage of the Fund's average Net Asset Value of the Listed Class of Shares of the SuFund over the same period. The figure may vary from year to year. The Fund adopts a single management fee structure, whereby a single flat fee will be paid out of the assets of the Fund to cover all of the costs, fees and expenses of the Fund. The ongoing charges of the Fund are fixed at 0.75% of the Fund's Net Asset Value of the Listed Class of Shares of the Fund, which is equal to the current rate of the management fee of the Listed Class of Shares of the Fund. For the avoidance of doubt, any ongoing expenses of the Fund exceeding the ongoing charges of the Fund (i.e. the management fee) shall be borne by the Manager and shall not be charged to the Fund. Please refer to the Product Key Facts and the Prospectus for further details. ³The Manager may at its absolute discretion declare distributions monthly to unitholders in each financial year and details of the distribution declaration dates, distribution amounts and ex-dividend payment dates will be published on the Manager's website <https://www.globalxetfs.com.hk/>. Distributions may be made out of capital or income at the Manager's discretion. There can be no assurance that a distribution will be paid and there is no guarantee as to the actual frequency and/or amount of dividend payments. Please note that a positive distribution yield does not imply a positive return on the total investment. Investors should not base investment decisions on the above information alone. Please refer to the Prospectus (including Product Key Facts Statement) for details including the product features and the risk factors. Investment involves risks. Past performance is not indicative of future performance. ⁴Holdings are subject to change.



WHAT IS THE COVERED CALL STRATEGY?

Covered Call Strategy Payoff



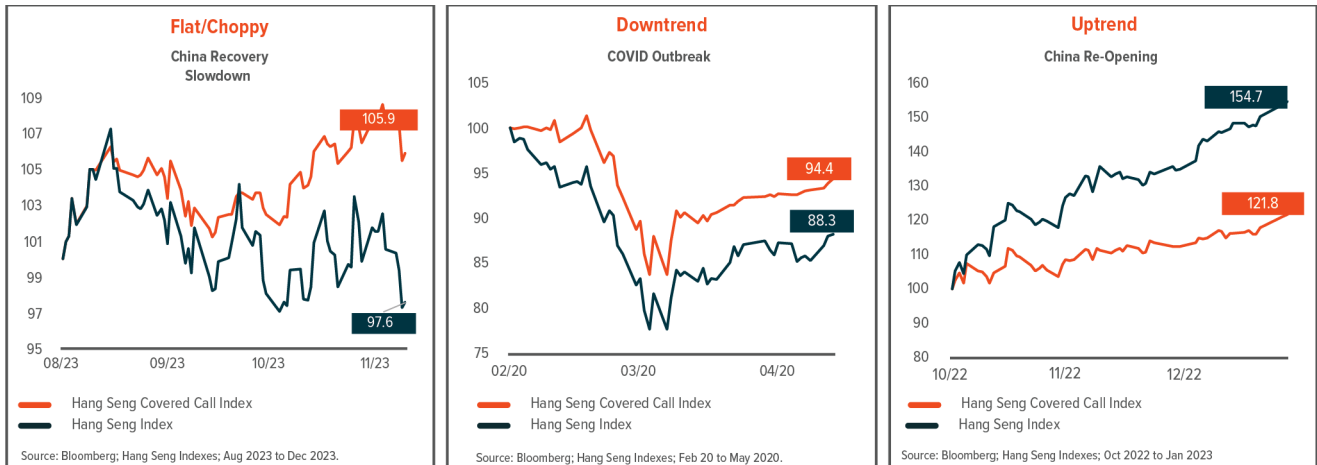
Covered Call Features

- Generates higher income versus the underlying security itself due to the premiums received from selling call options.
- Upside potential is capped in the event that the stock appreciates beyond the strike price.
- Option premiums tend to increase during volatile markets, offering a potential risk management component.
- No additional downside protection beyond the premiums received.

Source: Mirae Asset, 2025

CASE STUDY

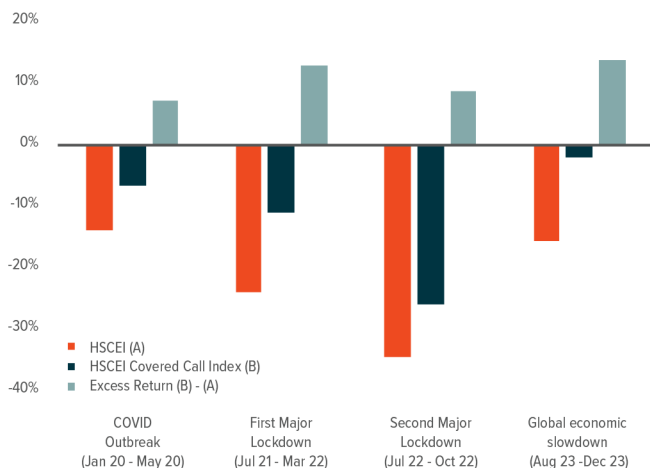
HSI COVERED CALL INDEX PERFORMANCE IN SPECIFIC TIME



1. Source: Hang Seng Indexes; Annualised Income yield has been over 10% for both HSI Covered Call index and HSCEI Covered Call Index since index inception in 24 Jun 2019. Index yield is not equivalent to yield/return of the fund. Positive yield does not mean positive return. Covered call writing can limit the upside potential of the underlying security. Payments of distributions 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 may result in an immediate reduction in the Net Asset Value per Share of the Fund and will reduce the capital available for future investment. Data as of 31 Jan 2024

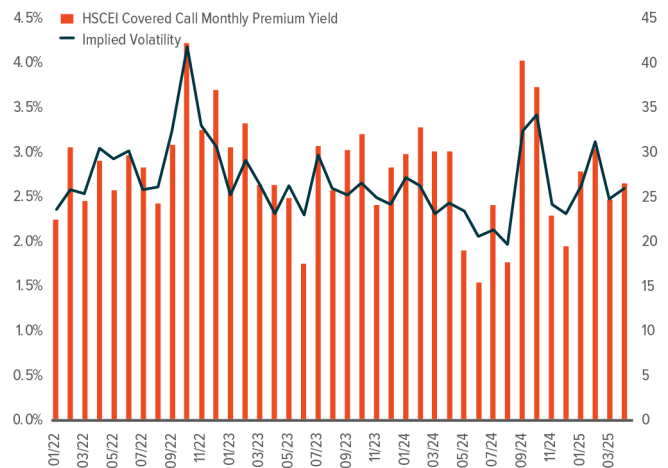
DEMONSTRATED DOWNSIDE PROTECTION

HSCEI Index vs HSCEI Covered Call Index



Source: Hang Seng Indexes; Bloomberg; Data as of 31 Dec 2023

OPTION PREMIUM INCOME IS HIGHER THAN DISTRIBUTED DIVIDEND



Source: Bloomberg, Mirae Asset, Mar 2025

Income