

2020 年 12 月期 中間決算短信 (2020 年 1 月 1 日～2020 年 6 月 30 日)
Interim Earnings Report for Fiscal Year ending December 2020 (January 1, 2020 – June 30, 2020)

2020 年 9 月 8 日
September 8, 2020

フ ァ ン ド 名 南方 FTSE 中国 A 株 50 ETF	上場取引所 東	
コ ー ド 番 号 1576	売買単位	10 口
連 動 対 象 指 標 FTSE 中国 A50 インデックス		
主 要 投 資 資 産 株式		
管 理 会 社 中国南方アセット・マネジメント・リミテッド		
U R L http://www.csopasset.com/en/home/index.php		
代 表 者 (役職名) 最高経営責任者 (氏名) 丁 晨		
問合せ先責任者 (役職名) アンダーソン・毛利・友 常法律事務所 弁護士 (氏名) 飛岡 和明 (TEL)03(6775)1000		

Fund name:	CSOP FTSE China A50 ETF	Listed Exchange:	TSE
Code:	1576	Trading unit:	10 units
Underlying indicator:	FTSE China A50 Index		
Primary invested assets:	Shares		
Management co.:	CSOP Asset Management Limited		
URL:	http://www.csopasset.com/en/home/index.php		
Representative:	(Title) Chief Executive Officer	(Name)	Ding Chen
Contact person:	(Title) Anderson Mori & Tomotsune, Attorney-at-law	(Name)	Kazuaki Tobioka (TEL)03(6775)1000

半期報告書提出予定日 2020 年 9 月
Scheduled submission date of Semi-annual Report: September 2020

I ファンドの運用状況

I Fund Management

1. 2020 年 6 月中間期の運用状況 (2020 年 1 月 1 日～2020 年 6 月 30 日)
1. Management Status for Half-Year ended June 2020 (from January 1, 2020 to June 30, 2020)

(1) 信託財産である外国 ETF の資産内訳

(百万円未満切捨て)

(1) Assets of Trust Asset Foreign ETF

(amounts below 1 mil. yen are discarded)

	主要投資資産 Primary Invested Assets		現金・預金・その他の資産 (負債控除後) Cash/Deposits/Other Assets (excluding liabilities)		合計 (純資産) Total (Net Assets)	
	金額 Amount	構成比 ratio	金額 Amount	構成比 ratio	金額 Amount	構成比 ratio
	百万円 JPY mil.	%	百万円 JPY mil.	%	百万円 JPY mil.	%
2020 年 6 月中間期 SAN ended June 2020	166,720	99.35	1,089	0.65	167,809	100
2019 年 12 月期 FY ended December 2019	238,972	99.32	1,632	0.68	240,603	100

(2) 信託財産である外国 ETF の設定・交換実績

(2) Creation and Redemption of Trust Asset Foreign ETF

	前計算期間末発行済口数 No. of Issued Units at End of Previous Calculation Period (①)	設定口数 No. of Units Created (②)	交換口数 No. of Units Redeemed (③)	当中間計算期間末発行済口数 No. of Units in Issue at End of Semi-annual Period (①+②-③)
	千口 '000 units	千口 '000 units	千口 '000 units	千口 '000 units
2020 年 6 月中間 期 SAN ended June 2020	1,139,500	117,500	442,500	814,500
2019 年 12 月期 FY ended December 2019	1,564,000	239,500	664,000	1,139,500

(3) 信託財産である外国 ETF の基準価額

(3) Net Asset Value of Trust Asset Foreign ETF

	総資産 Total Assets (①)	負債 Liabilities (②)	純資産 Net Assets (③(①-②))	1 口当たり基準価額 (((③/当中間計算期間末 (前計算期間 末) 発行済口数)×1) Net Asset Value per 1 unit (((③/No. of Units in Issue at End of Semi-annual Period (Previous Calculation Period))×1)
	百万円 JPY mil.	百万円 JPY mil.	百万円 JPY mil.	円 JPY
2020 年 6 月中間 期 SAN ended June 2020	168,102	293	167,809	206
2019 年 12 月期 FY ended December 2019	240,864	261	240,603	211

(4) 上場外国 ETF 信託受益証券に係る設定・交換実績

(4) Creation and Redemption of Listed Foreign ETF Trust Beneficiary Certificates (JDR)

	前計算期間末発行済口数 No. of Issued Units at End of Previous Calculation Period (①)	設定口数 No. of Units Created (②)	交換口数 No. of Units Redeemed (③)	当中間計算期間末発行済口数 No. of Issued Units at End of Semi-annual Period (①+②-③)
	千口 '000 units	千口 '000 units	千口 '000 units	千口 '000 units
2020 年 6 月中間 期 SAN ended June 2020	53	0	0	53
2019 年 12 月期 FY ended December 2019	53	0	0	53

(5) 上場外国 ETF 信託受益証券の分配金

(5) Dividend Payment of Listed Foreign ETF Trust Beneficiary Certificates (JDR)

	1 口当たり分配金 Dividend per 1 unit
	円 JPY
2020 年 6 月中間期 SAN ended June 2020	0
2019 年 12 月期 FY ended December 2019	15

注) 日本円への換算は、1 人民元 = 15.42 円 (2020 年 8 月 31 日東京時間午後 5 時現在のブルームバーグによる米国ドル/人民元 (CNH) 及び米国ドル/日本円の仲値) により計算されています。

Note: Conversion into Japanese yen has been calculated at the exchange rate of RMB 1.00 = JPY 15.42, which represents the middle rates for USD-RMB and USD-JPY as of 17:00 Tokyo time on August 31, 2020 as published by Bloomberg.

2. 信託財産である外国 ETF の会計方針の変更

2. Change in Accounting Policies of Trust Asset Foreign ETF

(1) 会計基準等の改正に伴う会計方針の変更 : 無

(1) Changes accompanying revision to accounting standards, etc. : No

(2) (1) 以外の会計方針の変更 : 無

(2) Changes other than those in (1) : No



CSOP ETF SERIES

(An umbrella unit trust established in Hong Kong)

CSOP FTSE CHINA A50 ETF

Stock Codes: 82822 (RMB counter) and 02822 (HKD counter)

(A sub-fund of CSOP ETF Series)

Unaudited Semi-Annual Report

FOR THE PERIOD ENDED 30 JUNE 2020

CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)

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CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)

REPORT OF THE MANAGER TO THE UNITHOLDERS

Introduction

The CSOP FTSE China A50 ETF (the “CSOP A50 ETF” or the “Sub-Fund”), a sub-fund of the CSOP ETF Series, is a unit trust authorized under the Securities and Futures Ordinance (Cap. 571) of Hong Kong. It was launched on 23 August 2012 and commenced trading in RMB under the stock code 82822 on The Stock Exchange of Hong Kong Limited (the “SEHK”) on 28 August 2012; following the SEHK’s dual counter model, the CSOP A50 ETF started trading in HKD under the stock code 02822 on the SEHK on 8 November 2012. The CSOP A50 ETF is benchmarked against the FTSE China A50 Index (the “A50 Index”) and adopts the full-replication strategy. The Manager and RQFII Holder of the CSOP A50 ETF is CSOP Asset Management Limited (the “Manager”). The trustee is HSBC Institutional Trust Services (Asia) Limited (the “Trustee”).

The CSOP A50 ETF is a physical ETF which invests directly in the A50 Index securities through the RQFII quotas of the Manager, Shanghai-Hong Kong Stock Connect and Shenzhen-Hong Kong Stock Connect. Under current regulations in the PRC, foreign investors can invest in the domestic securities market through certain qualified foreign institutional investors that have obtained status as a QFII or a RQFII from the CSRC and have been granted quota(s) by SAFE to remit foreign freely convertible currencies (in the case of a QFII) and RMB (in the case of a RQFII) into the PRC for the purpose of investing in the PRC’s domestic securities markets. Meanwhile, from November 17, 2014, foreign investors can trade eligible stocks listed in Shanghai Stock Exchange through Shanghai-Hong Kong Stock Connect. And from December 5, 2016, foreign investors can trade eligible stocks listed in Shenzhen Stock Exchange through Shenzhen-Hong Kong Stock Connect. The Manager has obtained RQFII status and the total RQFII quotas obtained by the Manager amount to RMB 46.1 billion as of 30 June 2020.

The FTSE China A50 Index (the “Index”) is compiled and published by FTSE International Limited. It comprises the top 50 A-Share companies from both the Shanghai and Shenzhen markets by market capitalisation. The Index operates under clearly defined rules published by the index provider and is a tradable index.

Capital Gains Tax (“CGT”) Treatment

Rules governing taxes on capital gains derived by QFIIs or RQFIIs from the trading of PRC Securities (including China A-Shares) were announced on 14 November 2014. According to the rules, investors are not required to pay capital gain tax from 17 November 2014. Therefore, the Manager did not make provision for any withholding tax after November 17, 2014.

Change to the type of the Underlying Index

The Sub-Fund has been using FTSE China A50 price return index as its Underlying Index since its inception in August 2012. Price return index does not include the reinvestment of dividends from the constituent securities of the index. Price return index only considers price movements of the constituent securities of the index but the net total return index assumes that dividends paid by the constituent securities of the index, net of any withholding taxes, are reinvested in additional shares of such index’s constituents. As such, an index’s net total return is usually considered to be a more accurate measurement of the actual investment return and performance. Therefore, it is proposed that the type of the Underlying Index of the Sub-Fund will change from price return index to net total return index with effect from 27 February 2015.

The Manager believes that the change to the type of the Underlying Index will not only reduce the cash dragging but also its tracking error of the Sub-Fund. The Manager considers that the change made to the type of the Sub-Fund’s Underlying Index would not materially prejudice unitholders’ rights or interests and does not anticipate adverse impact to the operation of the Sub-Fund.

CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)

REPORT OF THE MANAGER TO THE UNITHOLDERS (CONTINUED)

The Sub-Fund Performance

The CSOP A50 ETF seeks to provide investment results, before fees and expenses, which closely correspond to the performance of the Index. As of 30 June 2020, the dealing Net Asset Value (“NAV”) per unit of the CSOP A50 ETF was RMB 13.3610 and there were 814,500,000 units outstanding. The total asset under management was approximately RMB 10.9 billion.

For the period ended 30 June 2020, the FTSE China A50 net return index decreased by 1.79% while the dealing NAV decreased by 2.43%. The difference in performance between the NAV of the CSOP A50 ETF and the Index is mainly attributed to dividends, fees and expenses including tax on dividends. YTD Net total return of the RMB counter (stock code 82822) was -2.71%.

Exchange Liquidity

Since inception, the CSOP A50 ETF has attracted great investor attention from investors across the globe. The trading value of the RMB counter (stock code: 82822) remained steadily at an average daily turnover of RMB 10.9 million in June 2020. The trading value of the HKD counter (stock code: 02822) remained steadily at an average daily turnover of HKD 323.8 million in June 2020. The Sub-Fund’s high liquidity often placed it in the most actively traded ETFs on the HKEx. The trading volume for the CSOP A50 ETF reflected strong interest in the CSOP A50 ETF.

Portfolio Rebalance

The CSOP A50 ETF adopts a full-replication strategy to track the Index. Since inception, the Sub-Fund has experienced thirty one quarterly index rebalances.

CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)

CONDENSED STATEMENT OF FINANCIAL POSITION
As at 30 June 2020

		30 June 2020 (Unaudited) RMB	31 December 2019 (Audited) RMB
	<i>Notes</i>		
ASSETS			
NON-CURRENT ASSETS			
Deposit reserve		1,383,200	1,383,200
CURRENT ASSETS			
Investments	7(c), 8(a), 8(d)	10,692,048,593	15,497,514,898
Derivative financial instruments	8(a), 8(b), 8(d)	119,900,000	-
Interest receivable from bank deposits		1,479	7,375
Interest receivable from derivative financial instruments		26,720	-
Bank balances	7(c)	88,176,914	121,318,541
		10,900,153,706	15,618,840,814
Total assets		10,901,536,906	15,620,224,014
LIABILITIES			
CURRENT LIABILITIES			
Management fee payable	7(a)	8,699,300	12,076,568
Trustee fee payable	7(b)	351,487	487,942
License fee payable		9,350,048	3,421,534
Other accounts payable		570,797	916,694
Total liabilities		18,971,632	16,902,738
EQUITY			
Net assets attributable to unitholders	4	10,882,565,274	15,603,321,276

Note: Interim reports have applied the same accounting policies and methods of computation as are applied in the annual reports of the Sub-Fund.

The accompanying notes form an integral part of these unaudited condensed financial statements.

CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)

CONDENSED STATEMENT OF COMPREHENSIVE INCOME

For the period ended 30 June 2020

		Period from 1 January 2020 to 30 June 2020 (Unaudited) RMB	Period from 1 January 2019 to 30 June 2019 (Unaudited) RMB
	<i>Notes</i>		
INCOME			
Dividend income		138,105,054	219,708,749
Interest income from bank deposits	7(c)	343,896	413,280
Interest income from derivative financial instruments		26,720	-
Net (loss)/gain on investments and derivative financial instruments	5	(549,093,656)	4,563,193,921
Other income		17,894,682	7,977,944
Total net (loss)/income		<u>(392,723,304)</u>	<u>4,791,293,894</u>
EXPENSES			
Management fee	7(a)	(59,285,142)	(86,707,376)
Trustee fee	7(b)	(2,395,359)	(3,503,329)
Transaction costs of investments		(19,223,300)	(18,372,883)
Audit fee		(463,572)	(510,760)
Safe custody and bank charges	7(d)	(1,463,998)	(2,485,480)
Legal and other professional fee		(62,344)	(149,766)
License fee		(5,928,769)	(8,695,701)
Other operating expenses	7(d)	(923,936)	(439,271)
Total operating expenses		<u>(89,746,420)</u>	<u>(120,864,566)</u>
Operating (loss)/profit		<u>(482,469,724)</u>	<u>4,670,429,328</u>
Taxation	6	<u>(13,897,628)</u>	<u>(22,111,280)</u>
Total comprehensive (loss)/income		<u><u>(496,367,352)</u></u>	<u><u>4,648,318,048</u></u>

The accompanying notes form an integral part of these unaudited condensed financial statements

CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)

CONDENSED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS
For the period ended 30 June 2020

		Period from 1 January 2020 to 30 June 2020 (Unaudited) RMB	Period from 1 January 2019 to 30 June 2019 (Unaudited) RMB
Net assets attributable to unitholders at the beginning of the period	<i>Notes</i>	15,603,321,276	15,698,178,722
		-----	-----
Proceeds on issue of units	4	1,434,605,700	449,936,900
Payments on redemption of units	4	(5,658,994,350)	(5,615,997,500)
		-----	-----
Net decrease from unit transactions		(4,224,388,650)	(5,166,060,600)
		-----	-----
Total comprehensive (loss)/income for the period		(496,367,352)	4,648,318,048
		-----	-----
Net assets attributable to unitholders at the end of the period		10,882,565,274	15,180,436,170
		=====	=====

The accompanying notes form an integral part of these unaudited condensed financial statements.

CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)

CONDENSED STATEMENT OF CASH FLOWS
For the period ended 30 June 2020

	Period from 1 January 2020 to 30 June 2020 (Unaudited) RMB	Period from 1 January 2019 to 30 June 2019 (Unaudited) RMB
OPERATING ACTIVITIES		
Payments for purchase of investments	(4,083,866,492)	(3,225,292,022)
Proceeds from sale of investments	8,220,339,141	8,376,577,970
Dividend income received	138,105,054	219,708,749
Interest income from bank deposits received	349,792	411,930
Other income received	17,894,682	7,977,944
Management fee paid	(62,662,410)	(88,060,578)
Trustee fee paid	(2,531,814)	(3,558,004)
Transaction costs paid	(19,223,300)	(18,372,883)
Taxation paid	(13,897,628)	(22,111,280)
Other operating expenses paid	(3,260,002)	(15,379,485)
Net cash generated from operating activities	4,191,247,023	5,231,902,341
FINANCING ACTIVITIES		
Proceeds on issue of units	1,434,605,700	449,936,900
Payments on redemption of units	(5,658,994,350)	(5,615,997,500)
Net cash used in financing activities	(4,224,388,650)	(5,166,060,600)
Net (decrease)/increase in cash and cash equivalents	(33,141,627)	65,841,741
Cash and cash equivalents at the beginning of the period	121,318,541	136,222,741
Cash and cash equivalents at the end of the period	88,176,914	202,064,482
Analysis of balances of cash and cash equivalents		
Bank balances	88,176,914	202,064,482

The accompanying notes form an integral part of these unaudited condensed financial statements.

**CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)**

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

1. GENERAL INFORMATION

CSOP ETF Series (the “Trust”) is an umbrella unit trust governed by its trust deed dated 25 July 2012, as amended, (the “Trust Deed”) and authorised by the Securities and Futures Commission of Hong Kong (the “SFC”) pursuant to Section 104(1) of the Securities and Futures Ordinance. The terms of the Trust Deed are governed by the laws of Hong Kong. As at 30 June 2020, the Trust has seven sub-funds which are CSOP FTSE China A50 ETF (the “Sub-Fund”), CSOP SZSE ChiNext ETF, CSOP MSCI China A Inclusion Index ETF, ICBC CSOP S&P New China Sectors ETF, CSOP Hong Kong Dollar Money Market ETF, CSOP US Dollar Money Market ETF and CSOP CSI 500 ETF. The CSOP CSI 500 ETF was launched on 18 March 2020. The date of inception of the Sub-Fund was 23 August 2012. The Sub-Fund is listed on The Stock Exchange of Hong Kong Limited. CSOP Asset Management Limited, the manager of the Sub-Fund, applied and obtained approval to list Japan Depository Receipt (“JDR”) which represents units of the Sub-Fund on the Tokyo Stock Exchange (“TSE”). The JDR which represents units of the Sub-Fund was listed on the TSE on 27 February 2013.

The manager and the trustee of the Sub-Fund are CSOP Asset Management Limited (the “Manager”) and HSBC Institutional Trust Services (Asia) Limited (the “Trustee”) respectively.

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 Underlying Index, namely, FTSE China A50 Index (the “Underlying Index”). In order to achieve the investment objective of the Sub-Fund, the Manager will adopt a full replication strategy by directly investing all, or substantially all, of the assets of the Sub-Fund in index securities constituting the Underlying Index in substantially the same weightings (i.e. proportions) as these index securities have in the Underlying Index. The Manager may also use a representative sampling strategy in exceptional circumstances.

The Sub-Fund has been using FTSE China A50 net total return index as its underlying index.

Under current regulations in the People’s Republic of China (“PRC”), generally foreign investors can invest in the domestic securities market through certain qualified foreign institutional investors that have obtained status as a Qualified Foreign Institutional Investor (“QFII”) or a Renminbi Qualified Foreign Institutional Investor (“RQFII”) from the China Securities Regulatory Commission (“CSRC”) and have been granted quota(s) by the State Administration of Foreign Exchange (“SAFE”) of the PRC to remit foreign freely convertible currencies (in the case of a QFII) and Chinese Renminbi (“RMB”) (in the case of a RQFII) into the PRC for the purpose of investing in the PRC’s domestic securities markets. Foreign investors can also invest in the domestic securities market through Shanghai/Shenzhen – Hong Kong Stock Connect Program (“Stock Connect”).

The Sub-Fund obtains exposure to securities issued within the PRC through the RQFII quotas of the Manager and Stock Connect. The Manager has obtained RQFII status in the PRC and the RQFII quotas have been granted, on behalf of the Sub-Fund. To the extent that the Manager has, on behalf of the Sub-Fund, utilised its entire RQFII quota, the Manager may, subject to any applicable requirements, apply for an increase of the RQFII quota. On the other hand, the Manager actively manages the RQFII quota obtained and may impose limits on creation applications as it considers appropriate.

These condensed semi-annual financial statements are prepared for the Sub-Fund only. The condensed financial statements for CSOP SZSE ChiNext ETF, CSOP MSCI China A Inclusion Index ETF, ICBC CSOP S&P New China Sectors ETF, CSOP Hong Kong Dollar Money Market ETF, CSOP US Dollar Money Market ETF and CSOP CSI 500 ETF have been prepared separately.

**CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)**

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these condensed financial statements are set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

These condensed semi-annual financial statements for the six months ended 30 June 2020 have been prepared in accordance with Hong Kong Accounting Standard (“HKAS”) 34 “Interim Financial Reporting”. The condensed semi-annual financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2019, which have been prepared in accordance with Hong Kong Financial Reporting Standards (“HKFRS”).

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2019, as described in the annual financial statements.

Standards and amendments to existing standards effective 1 January 2020

There are no standards, amendments to standards or interpretations that are effective for annual periods beginning on 1 January 2020 that have a material effect on the financial statements of the Sub-Fund.

New standards and amendments to standards effective after 1 January 2020 that are relevant to the Sub-Fund but are not yet effective and have not been early adopted by the Sub-Fund

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2020, and have not been applied in preparing these financial statements. None of these are expected to have a material effect on the financial statements of the Sub-Fund.

**CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)**

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

3. CRITICAL ACCOUNTING ESTIMATES AND ASSUMPTIONS

The Manager makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. Estimates are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. The estimates and assumptions that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year are outlined below.

In preparing these financial statements, the Manager has made certain assumptions and used various estimates concerning the fair value of the securities that are suspended from trading which is dependent on what might happen in the future. The resulting accounting estimates may not equal the related actual results.

Fair value of securities that are suspended from trading

As at 30 June 2020 and 31 December 2019, there was no investment held by the Sub-Fund which has been suspended for trading.

4. NUMBER OF UNITS IN ISSUE AND NET ASSETS ATTRIBUTABLE TO UNITHOLDERS PER UNIT

The Sub Fund's capital is represented by the units in the Sub-Fund, and shown as "net assets attributable to unitholders" in the condensed statement of financial position. Subscriptions and redemptions of units during the period are shown in the condensed statement of changes in net assets attributable to unitholders. In order to achieve the investment objectives, the Sub-Fund endeavors to invest its capital in accordance with the investment policies, whilst maintaining sufficient liquidity to meet redemption requests.

In accordance with the provisions of the Trust Deed dated 25 July 2012, as amended, and the Prospectus of the Sub-Fund, investments are stated at the last traded price on the valuation day for the purpose of determining net asset value per unit for subscriptions and redemptions and for various fee calculations.

Redeemable units of the Sub-Fund are classified as equity and they are carried at the redemption amount that would be payable at the reporting date if the unitholder exercised the right to redeem the units in the Sub-Fund.

CSOP FTSE CHINA A50 ETF
(A SUB-FUND OF CSOP ETF SERIES)

NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

4. NUMBER OF UNITS IN ISSUE AND NET ASSETS ATTRIBUTABLE TO UNITHOLDERS PER UNIT (Continued)

The movements of the redeemable units for the period ended 30 June 2020 and 30 June 2019 are as follows:

	Period from 1 January 2020 to 30 June 2020 (Unaudited) units	Period from 1 January 2019 to 30 June 2019 (Unaudited) units
Number of units in issue at the beginning of the period	1,139,500,000	1,564,000,000
Units issued	117,500,000	36,000,000
Units redeemed	(442,500,000)	(448,000,000)
Number of units in issue at the end of the period	<u>814,500,000</u>	<u>1,152,000,000</u>
	As at 30 June 2020 (Unaudited) RMB	As at 31 December 2019 (Audited) RMB
Net assets attributable to unitholders per unit (per statement of financial position)	<u>13.3610</u>	<u>13.6931</u>

5. NET (LOSS)/GAIN ON INVESTMENTS AND DERIVATIVE FINANCIAL INSTRUMENTS

	Period from 1 January 2020 to 30 June 2020 (Unaudited) RMB	Period from 1 January 2019 to 30 June 2019 (Unaudited) RMB
Net change in unrealised gain/loss in value of investments and derivative financial instruments	(1,404,690,140)	3,346,146,231
Net realised gain on sale of investments and derivative financial instruments	<u>855,596,484</u>	<u>1,217,047,690</u>
	<u>(549,093,656)</u>	<u>4,563,193,921</u>

6. TAXATION

No provision for Hong Kong profits tax has been made for the Sub-Fund as it is authorised as a collective investment scheme under Section 104 of the Hong Kong Securities and Futures Ordinance and is therefore exempt from profits tax under Section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

PRC tax

The Sub-Fund invests in A-Shares listed in the PRC and is subjected to 10% withholding tax on dividend income derived from A-Shares. Withholding tax was charged on dividend income received from A-Shares during the period.

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NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

6. TAXATION (Continued)

The taxation of the Sub-Fund for the period ended 30 June 2020 and 30 June 2019 represents:

	Period from 1 January 2020 to 30 June 2020 (Unaudited) RMB	Period from 1 January 2019 to 30 June 2019 (Unaudited) RMB
Withholding tax on dividend income	13,885,588	22,095,851
Withholding tax on interest income	12,040	15,429
Taxation	13,897,628	22,111,280

7. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND CONNECTED PERSONS

The following is a summary of significant related party transactions and transactions entered into during the period between the Sub-Fund and the Trustee, the Manager and the Connected Persons of the Manager. Connected Persons of the Manager are those as defined in the Code on Unit Trusts and Mutual Funds established by the Securities & Futures Commission of Hong Kong (the “SFC Code”). All transactions entered into during the period from 1 January 2020 to 30 June 2020, between the Sub-Fund and the Manager and its Connected Persons were carried out in the normal course of business and on normal commercial terms. To the best of the Manager’s knowledge, the Sub-Fund does not have any other transactions with the Connected Persons of the Manager except for those disclosed below.

(a) Management fee

The Manager is entitled to receive a management fee, currently at the rate of 0.99% per annum of the net asset value of the Sub-Fund, accrued daily and calculated as at each dealing day and payable monthly in arrears.

(b) Trustee fee and Registrar’s fee

The Trustee is entitled to receive a trustee fee of up to 0.08% per annum of the net asset value of the Sub-Fund, which accrued daily and calculated as at each dealing day and payable monthly in arrears.

The Trustee fee is inclusive of fees payable to The Hongkong and Shanghai Banking Corporation Limited (the “Custodian”) and HSBC Bank (China) Company Limited (the “PRC Custodian”).

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NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

7. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND CONNECTED PERSONS (Continued)

(b) Trustee fee and Registrar's fee (Continued)

The Trustee, acting as the Registrar, is also entitled to a fee of RMB100 per participating dealer per transaction.

The Trustee shall also be entitled to be reimbursed from the Sub-Fund for all out-of-pocket expenses incurred.

(c) Financial assets

The investments and bank balances of the Sub-Fund held with related parties of the Trustee are:

	As at 30 June 2020 (Unaudited) RMB	As at 31 December 2019 (Audited) RMB
Investments		
The Hongkong and Shanghai Banking Corporation Limited	8,686,647,481	12,622,214,674
HSBC Bank (China) Company Limited	2,005,401,112	2,875,300,224
	<u>10,692,048,593</u>	<u>15,497,514,898</u>
Bank balances		
The Hongkong and Shanghai Banking Corporation Limited	51,410,010	89,544,243
HSBC Bank (China) Company Limited	36,766,904	31,774,298
	<u>88,176,914</u>	<u>121,318,541</u>
Deposit reserve		
HSBC Bank (China) Company Limited	<u>1,383,200</u>	<u>1,383,200</u>

Interest income amounting to RMB343,896 (for the period from 1 January 2019 to 30 June 2019: RMB413,280) was earned on these bank balances for the period ended 30 June 2020.

(d) Other respective amounts paid to the Trustee and its connected persons

The other respective amounts paid to the Trustee and its connected persons for the period ended 30 June 2020 and 2019 were as follows:

	Period from 1 January 2020 to 30 June 2020 (Unaudited) RMB	Period from 1 January 2019 to 30 June 2019 (Unaudited) RMB
Safe custody and bank charges	1,463,998	2,485,480
Other operating expenses	502,874	331,706

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8. FINANCIAL RISK MANAGEMENT

The objective of the Sub-Fund is to provide investment results that, before deduction of fees and expenses, closely correspond to the performance of the FTSE China A50 Index. The Sub-Fund's activities may expose it to a variety of risks including but not limited to: market risk (including market price risk, interest rate risk and currency risk), credit and counterparty risk and liquidity risk which are associated with the markets in which the Sub-Fund invests.

The following is a summary of the main risks and risk management policies.

(a) Market risk

(i) Market price risk

Market price risk is the risk that the value of a financial instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether those changes are caused by factors specific to the individual instrument or factors affecting all instruments in the market.

The Sub-Fund is designated to track the performance of the FTSE China A50 Index, therefore the exposures to market risk in the Sub-Fund will be substantially the same as the tracked index. The Manager manages the Sub-Fund's exposures to market risk by ensuring that the key characteristics of the portfolio, such as security weight and industry weight, are closely aligned with the characteristics of the tracked index.

As at 30 June 2020 and 31 December 2019, the Sub-Fund's investments and derivative financial instruments were concentrated in the following industries:

	30 June 2020 (Unaudited)		31 December 2019 (Audited)	
	Fair value RMB	% of net asset value	Fair value RMB	% of net asset value
Listed equities in PRC and funded total return swap * by industry				
Basic materials	52,227,837	0.48	94,150,582	0.60
Consumer goods	3,189,705,381	29.32	4,022,500,080	25.78
Consumer services	250,895,738	2.30	181,100,866	1.16
Financials	5,099,600,213	46.87	8,745,290,441	56.05
Health care	594,514,570	5.46	585,416,264	3.75
Industrials	807,479,246	7.43	1,130,418,192	7.24
Oil & gas	113,678,376	1.04	188,821,650	1.21
Technology	498,329,813	4.57	243,190,388	1.56
Telecommunications	67,674,656	0.62	116,879,788	0.75
Utilities	137,842,763	1.26	189,746,647	1.22
	<u>10,811,948,593</u>	<u>99.35</u>	<u>15,497,514,898</u>	<u>99.32</u>

*The data of funded total return swap represents their underlying asset.

The Sub-Fund held 50 out of 50 (31 December 2019: 50 out of 50) constituent securities comprising the FTSE China A50 Index. The Sub-Fund is therefore exposed to substantially the same market price risk as the FTSE China A50 Index.

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NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

8. FINANCIAL RISK MANAGEMENT (Continued)

(a) Market risk (Continued)

(i) Market price risk (Continued)

Sensitivity analysis in the event of a possible change in the index by 25% as estimated by the Manager

As at 30 June 2020, if the FTSE China A50 Index were to increase by 25% (31 December 2019: 25%) with all other variables held constant, this would increase the operating profit for the period/year by approximately RMB2,702,987,148 (31 December 2019: RMB3,737,309,260). Conversely, if the FTSE China A50 Index were to decrease by 25% (31 December 2019: 25%), this would decrease the operating profit for the period/year by an equal amount.

(ii) Interest rate risk

Interest rate risk arises from the effects of fluctuations in the prevailing levels of market interest rates on the fair value of financial assets and liabilities and future cash flow.

As at 30 June 2020 and 31 December 2019, interest rate risk arises only from bank balances. As the bank balances held by the Sub-Fund is short term in nature and the interest arising from these interest bearing assets are immaterial, the Manager considers that changes in their fair value and future cash flows in the event of a change in market interest rates will not be material. As a result, the Manager considers sensitivity analysis of interest rate risk is not necessary to be presented.

(iii) Currency risk

Currency risk is the risk that the value of financial instruments will fluctuate due to changes in foreign exchange rates. The Sub-Fund is not exposed to currency risk arising from balances and transactions in foreign currencies as the majority of its assets and liabilities are denominated in RMB, the Sub-Fund's functional and presentation currency. As a result, the Manager considers sensitivity analysis of currency risk is not necessary to be presented.

(b) Credit and counterparty risk

Credit and counterparty risk is the risk that an issuer or counterparty will be unable or unwilling to meet a commitment that it has entered into with the Sub-Fund.

The Sub-Fund limits its exposure to credit and counterparty risk by carrying out the majority of its investment transactions and contractual commitment activities with well-established broker-dealers, banks and regulated exchanges with high credit ratings.

The Sub-Fund may invest in financial derivative instruments ("FDIs"), which is mainly funded total return swaps with one or more counterparties. The counterparties are transactions of over-the-counter FDIs or their guarantors must be substantial financial institutions. Collateral are received from the counterparty to reduce counterparty risk.

All transactions in listed securities are settled or paid for upon delivery using approved and reputable brokers. In addition, the Sub-Fund places bank balances with reputable financial institutions. As such, the Manager does not consider the Sub-Fund to be exposed to significant credit and counterparty risk.

As at 30 June 2020, the Sub-Fund placed bank balances of RMB51,410,010 (31 December 2019: RMB89,544,243) and investments of RMB8,686,647,481 (31 December 2019: RMB12,622,214,674) with The Hong Kong and Shanghai Banking Corporation Limited ("HSBC"), which is the custodian of the Sub-Fund. The S&P credit rating of HSBC is A- (31 December 2019: A).

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NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

8. FINANCIAL RISK MANAGEMENT (Continued)

(b) Credit and counterparty risk (Continued)

As at 30 June 2020, the Sub-Fund placed bank balances of RMB36,766,904 (31 December 2019: RMB31,774,298) deposit reserve of RMB1,383,200 (2019: RMB1,383,200) and investments of RMB2,005,401,112 (31 December 2019: RMB2,875,300,224) with HSBC Bank (China) Company Limited (“HSBC China”), which is the PRC custodian of the Sub-Fund. The Moody’s credit rating of HSBC China is A1 (31 December 2019: A1).

As at 30 June 2020, the Sub-Fund invested in funded total return swap was as follows:

Counterparty	Credit rating	Swap value RMB	Collateral value RMB	Collateral ratio
UBS AG London	A-	119,900,000	119,326,017	99.52%

The Sub-Fund measures credit risk and expected credit losses using probability of default, exposure at default and loss given default. Management consider both historical analysis and forward looking information in determining any expected credit loss. As at 30 June 2020 and 31 December 2019, deposit reserve, interest receivable from bank deposits, interest receivable from derivative financial instruments and bank balances are held with counterparties with high credit ratings and are due to be settled within 1 month. Management consider the probability of default to be close to zero as the counterparties have a strong capacity to meet their contractual obligations in the near term. As a result, no loss allowance has been recognised based on 12-month expected credit losses as any such impairment would be wholly insignificant to the Sub-Fund.

The maximum exposure to credit risk as at 30 June 2020 and 31 December 2019 is the carrying amount of the financial assets as shown on the condensed statement of financial position.

(c) Liquidity risk

Liquidity risk is the risk that the Sub-Fund may not be able to generate sufficient cash resources to settle its obligations in full as they fall due or can only do so on terms that are materially disadvantageous.

The Sub-Fund is exposed to daily redemptions of units in the Sub-Fund. The Sub-Fund invests the majority of its assets in securities that are traded in an active market which can be readily disposed of.

The table below analyses the Sub-Fund’s financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

	Less than 1 month RMB	1 month to less than 3 months RMB	Over 3 months RMB	Total RMB
As at 30 June 2020				
Management fee payable	8,699,300	-	-	8,699,300
Trustee fee payable	351,487	-	-	351,487
License fee payable	-	9,350,048	-	9,350,048
Other accounts payable	7,010	300	563,487	570,797
Contractual cash outflow	9,057,797	9,350,348	563,487	18,971,632

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NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

8. FINANCIAL RISK MANAGEMENT (Continued)

(c) Liquidity risk (Continued)

	Less than 1 month RMB	1 month to less than 3 months RMB	Over 3 months RMB	Total RMB
As at 31 December 2019				
Management fee payable	12,076,568	-	-	12,076,568
Trustee fee payable	487,942	-	-	487,942
License fee payable	-	3,421,534	-	3,421,534
Other accounts payable	16,010	2,000	898,684	916,694
Contractual cash outflow	12,580,520	3,423,534	898,684	16,902,738

Units are redeemed on demand at the unitholder's option. As at 30 June 2020, there were 2 (31 December 2019:1) unitholders holding more than 10% of the Sub-Fund's units.

The Sub-Fund manages its liquidity risk by investing in securities that it expects to be able to liquidate within 7 days or less. The following table illustrates the expected liquidity of assets held:

	Less than 1 month RMB	1 to 12 months RMB	No stated maturity RMB	Total RMB
As at 30 June 2020				
Total assets	10,900,125,507	28,199	1,383,200	10,901,536,906
As at 31 December 2019				
Total assets	15,618,833,439	7,375	1,383,200	15,620,224,014

(d) Fair value estimation

The Sub-Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities that the Sub-Fund can access at the measurement date (level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (level 3).

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NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

8. FINANCIAL RISK MANAGEMENT (Continued)

(d) Fair value estimation (Continued)

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgment, considering factors specific to the asset or liability.

The determination of what constitutes “observable” requires significant judgment by the Sub-Fund. The Sub-Fund considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

The following table analyses within the fair value hierarchy the Sub-Fund’s financial assets (by class) measured at fair value at 30 June 2020 and 31 December 2019:

	Level 1 RMB	Level 2 RMB	Level 3 RMB	Total RMB
As at 30 June 2020				
Assets				
Investment				
- Equity securities	10,692,048,593	-	-	10,692,048,593
Derivative financial instruments				
- Funded total return swap	119,900,000	-	-	119,900,000
Total assets	10,811,948,593	-	-	10,811,948,593
As at 31 December 2019				
Assets				
Investment				
- Equity securities	15,497,514,898	-	-	15,497,514,898
Total assets	15,497,514,898	-	-	15,497,514,898

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities and swap. The Sub-Fund does not adjust the quoted price for these instruments.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. As at 30 June 2020 and 31 December 2019, there was no investment classified within level 2.

As at 30 June 2020 and 31 December 2019, there was no investment held by the Sub-Fund which has been suspended for trading.

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NOTES TO THE UNAUDITED CONDENSED FINANCIAL STATEMENTS

8. FINANCIAL RISK MANAGEMENT (Continued)

(d) Fair value estimation (Continued)

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently or do not trade. As at 30 June 2020 and 31 December 2019, the sub fund did not hold any investments classified in level 3.

During the year ended 31 December 2019, the suspended equity investment of RMB448,585,791 has been transferred from level 2 to level 1 related to the security which was suspended for trading as at 31 December 2018 and has resumed trading during the year ended 31 December 2019.

Transfer between levels of the fair value hierarchy are deemed to have occurred at the beginning of the reporting period.

The assets and liabilities included in the condensed statement of financial position, other than investments and derivative financial instruments, are carried at amortised cost; their carrying value are approximation of fair value. There are no other assets and liabilities not carried at fair value but for which fair value is disclosed.

(e) Capital risk management

The Sub-Fund's capital is represented by the redeemable units outstanding. The Sub-Fund's objective is to provide investment results that correspond generally to the performance of the respective index. The Manager may:

- Redeem and issue new units on a daily basis in accordance with the constitutive documents of the Sub-Fund;
- Exercise discretion when determining the amount of distributions of the Sub-Fund to the unitholders; and
- Suspend the creation and redemption of units under certain circumstance as currently disclosed in the Prospectus of the Sub-Fund.

9. DISTRIBUTION

There was no distribution during the period ended 30 June 2020 and 30 June 2019.

10. FINANCIAL INSTRUMENTS BY CATEGORY

As of 30 June 2020 and 31 December 2019, other than investments and derivative financial instruments as disclosed in the financial statements which are classified as financial assets at fair value through profit or loss, all financial assets including deposit reserve, interest receivable from bank deposits, interest receivable from derivative financial instruments and bank balances are categorised as per IFRS 9 and carried at amortised cost. All the financial liabilities of the Sub-Fund are carried at amortised cost.

11. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE

The SFC Code allows the Sub-Fund to invest in constituent securities issued by a single issuer for more than 10% of the Sub-Fund's net asset value provided that the investment is limited to any constituent securities that each accounts for more than 10% of the weighting of the Index and the Sub-Fund's holding of any such constituent securities may not exceed their respective weightings in the Index (except as a result of changes in the composition of the Index and the excess is transitional and temporary in nature).

The Manager and the Trustee have confirmed that the Sub-Fund has complied with this limit during the period/year ended 30 June 2020 and 31 December 2019.

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11. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE (Continued)

There was no constituent security (31 December 2019: 1) that individually accounted for more than 10% of the net asset value of the Sub-Fund and their respective weightings of the FTSE China A50 Index as at 30 June 2020.

As at 31 December 2019

	Weighting in the Index (%)	% of net asset value
PING AN INSURANCE (GROUP) CO OF CHINA LTD A SHR ORD CNY1	13.16	12.60

During the period ended 30 June 2020, the FTSE China A50 Net Total Return index decreased by 1.79% (31 December 2019: increased by 42.12%) while the net asset value per unit of the Sub-Fund decreased by 2.43% (31 December 2019: increased by 36.42%).

12. SOFT COMMISSION ARRANGEMENT

The Manager has entered into soft commission arrangements for the period/year ended 30 June 2020 and 31 December 2019 with some brokers under which certain goods and services used to support investment decision making are obtained from third parties and are paid for by the brokers in consideration of transactions of the Sub-Fund directed to the brokers. These may include, for example, research and advisory services; economic and political analysis; portfolio analysis, including valuation and performance measurement; market analysis, data and quotation services; clearing, registrar and custodial services and investment-related publication; computer hardware and software incidental to the above goods and services.

For the period ended 30 June 2020 and 2019, the Manager obtained services through soft dollar arrangements valued at approximately RMB12,304,206,280 (2019: RMB11,601,870,058). Commission which amounted to RMB4,949,667 (2019: RMB4,163,474) is paid from the Sub-Fund on these transactions.

13. SEGMENT INFORMATION

The Manager makes the strategic resource allocations on behalf of the Sub-Fund and has determined the operating segments based on the reports reviewed which are used to make strategic decisions.

The Manager considers that the Sub-Fund has a single operating segment which is investing in securities. The objectives of the Sub-Fund are to track the performance of the FTSE China A50 Index and invest in substantially all the index constituents with security weight and industry weight that are closely aligned with the characteristics of the tracked index.

The internal financial information used by the Manager for the Sub-Fund's assets, liabilities and performance is the same as that disclosed in the condensed statement of financial position and condensed statement of comprehensive income.

The Sub-Fund is domiciled in Hong Kong. The Sub-Fund's income is derived from investments in PRC securities which constitute FTSE China A50 Index, the tracked index.

The total of non-current assets of the Sub-Fund located in PRC is RMB1,383,200 (31 December 2019: RMB1,383,200). The Sub-Fund has no other assets classified as non-current assets. As at 30 June 2020 and 31 December 2019, the Sub-Fund has a diversified portfolio of investments and none of the investment accounts for more than 10% of the Sub-Fund's net asset value.

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INVESTMENT PORTFOLIO (Unaudited)

As at 30 June 2020

	Holdings	Fair value RMB	% of net assets
Investments and derivative financial instruments (99.35%)			
Investments (98.25%)			
Listed equities (98.25%)			
China (98.25%)			
AGRICULTURAL BANK OF CHINA A SHS ORD CNY1	70,406,603	237,974,318	2.19
ANHUI CONCH CEMENT COMPANY LTD SHS A ORD CNY1	3,175,627	168,022,425	1.55
BANK OF CHINA LTD A SHS ORD CNY1	38,735,353	134,799,028	1.24
BANK OF COMMUNICATIONS LTD A SHRS ORD CNY1	36,789,866	188,732,012	1.74
BEIJING-SHANGHAI HIGH SPEED RAILWAY CO LTD ORD CNY1 CC	4,786,100	29,817,403	0.27
CHINA CITIC BANK CORP A SHRS ORD CNY1	5,006,680	25,784,403	0.24
CHINA CONSTRUCTION BANK A SHS ORD CNY1	16,543,807	104,391,422	0.96
CHINA EVERBRIGHT BANK CO LTD A ORD CNY1	25,608,041	91,676,787	0.84
CHINA LIFE INSURANCE CO A SHS ORD NPV	3,065,282	83,406,323	0.77
CHINA MERCHANTS BANK A SHR ORD CNY1	21,610,305	728,699,484	6.70
CHINA MINSHENG BANKING CO LTD A SHR ORD CNY1	50,822,623	288,164,273	2.65
CHINA PACIFIC INSURANCE GROUP A SHR ORD CNY1	605,522	16,500,474	0.15
CHINA PETROLEUM Sc. CHEMICAL CORP CL A ORD CNY1	17,562,036	68,667,561	0.63
CHINA SHENHUA ENERGY CO LTD A SHS ORD CNY1	3,637,036	52,227,837	0.48
CHINA STATE CONSTRUCTION ENGINEERING CORP LTD A SHR ORD CNY1	30,857,897	147,192,168	1.36
CHINA TOURISM GROUP DUTY FREE CORP LTD A SHS ORD CNY1	1,435,294	221,078,335	2.03
CHINA UNITED NETWORK COMMUNICATIONS LTD A SHRS ORD CNY1	13,982,367	67,674,656	0.62
CHINA VANKE CO LTD A SHR ORD CNY1	11,884,033	310,648,622	2.86
CHINA YANGTZE POWER CO LTD CL A ORD CNY1	7,277,865	137,842,763	1.26
CITIC SECURITIES CO LTD A SHR ORD CNY1	15,460,458	372,751,642	3.43
CONTEMPORARY AMPEREX TECHNOLOGY CO LTD A SHS ORD CNY1	405,949	70,781,268	0.65
CRRC CORP LTD A SHR ORD CNY1	13,685,898	76,230,452	0.70
CSC FINANCIAL CO LTD A SHS ORD CNY1	735,100	28,948,238	0.26
FOSHAN HAITIAN FLAVOURING & FOOD COMPANY LTD A SHS ORD CNY1	595,505	74,080,822	0.68
FOXCONN INDUSTRIAL INTERNET CO LTD A SHRS ORD CNY1	2,071,167	31,378,180	0.28
GREE ELECTRIC APPLIANCES INC OF ZHUHAI A SHS ORD CNY1	7,819,074	442,325,017	4.07
GUOTAI JUNAN SECURITIES CO LTD A SHRS ORD NPV	6,077,857	104,903,812	0.96
HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO LTD A SHS ORD NPV	5,199,956	157,818,665	1.45
INDUSTRIAL AND COMMERCIAL BANK OF CHINA LTD A SHS ORD CNY1	39,640,483	197,409,606	1.81
INDUSTRIAL BANK CO LTD A SHR ORD CNY1	25,462,575	401,799,434	3.69

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INVESTMENT PORTFOLIO (Unaudited) (Continued)

As at 30 June 2020

	Holdings	Fair value RMB	% of net assets
Investments and derivative financial instruments (99.35%) (Continued)			
Investments (98.25%) (Continued)			
Listed equities (98.25%) (Continued)			
China (98.25%) (Continued)			
INNER MONGOLIA YILI INDUSTRIAL GROUP CO LTD A SHS ORD CNY1	9,141,485	284,574,428	2.62
JIANGSU HENGRUI MEDICINE CO LTD A SHR ORD CNY1	4,485,292	413,992,452	3.80
JIANGSU YANGHE BREWERY JOINT-STOCK CO LTD A SHS ORD CNY1	809,858	85,148,470	0.78
KWEICHOW MOUTAI CO LTD A SHR ORD CNY1	807,946	1,181,928,045	10.87
LUXSHARE PRECISION INDUSTRY CO LTD A SHS ORD CNY1	4,783,711	245,643,560	2.26
MIDEA GROUP CO LIMITED A SHR ORD NPV	3,851,535	230,283,278	2.12
MUYUAN FOODSTUFF CO LTD A SHS ORD CNY1	1,834,481	150,427,442	1.38
PETROCHINA CO LTD A SHRS CNY1	10,742,438	45,010,815	0.41
PING AN BANK CO LTD A SHR ORD CNY1	14,979,263	191,734,567	1.76
PING AN INSURANCE (GROUP) CO OF CHINA LTD A SHR ORD CNY1	16,690,695	1,191,715,623	10.95
POLY DEVELOPMENTS AND HOLDINGS GROUP CO LTD A SHR ORD CNY1	12,635,380	186,750,916	1.71
S F HOLDING CO LTD A SHRS ORD CNY1	1,306,483	71,464,620	0.66
SAIC MOTOR CORP LTD A SHR ORD CNY1	4,979,765	84,606,207	0.78
SHANGHAI PUDONG DEVELOPMENT BANK CO LTD A SHR ORD CNY1	26,432,906	279,660,145	2.57
SHENZHEN MINDRAY BIO MEDICAL ELECTRONICS CO LTD A SHS ORD CNY1	470,126	143,717,518	1.32
WENS FOODSTUFF GROUP CO LTD A SHRS ORD CNY1	937,063	20,427,973	0.18
WILL SEMICONDUCTOR LTD A SHS ORD CNY1	310,600	62,725,670	0.57
WULIANGYE YIBIN CO LTD A SHS ORD CNY1	3,302,492	565,122,431	5.19
WUXI APPTec CO LTD A SHS ORD CNY1	381,000	36,804,600	0.34
ZTE CORPORATION A SHR ORD CNY1	3,951,717	158,582,403	1.46
Total listed equities		10,692,048,593	98.25

CSOP FTSE CHINA A50 ETF
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INVESTMENT PORTFOLIO (Unaudited) (Continued)
As at 30 June 2020

	Holdings	Fair value RMB	% of net assets
Investments and derivative financial instruments (99.35%) (Continued)			
Derivative financial instruments (1.10%)			
Unlisted funded total return swap (1.10%)			
CHINA PACIFIC INSURANCE GR-A (FUNDED TOTAL RETURN SWAP)	4,400,000	119,900,000	1.10
Total unlisted funded total return swap		119,900,000	1.10
Total investments and derivative financial instruments		10,811,948,593	99.35
Other net assets		70,616,681	0.65
Net assets attributable to unitholders at 30 June 2020		10,882,565,274	100.00
Total investments and derivative financial instruments, at cost		9,195,903,603	

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited)

For the period ended 30 June 2020

	Holdings				
	1 January 2020	Additions	Corporate actions	Disposals	30 June 2020
Investments and derivative financial instruments					
Investments					
Listed equities					
360 SECURITY					
TECHNOLOGY INC A					
SHRS ORD CNY	1,035,450	231,363	-	1,266,813	-
AGRICULTURAL BANK					
OF CHINA A SHS ORD					
CNY1	99,870,603	26,443,600	-	55,907,600	70,406,603
ANHUI CONCH CEMENT					
COMPANY LTD SHS A					
ORD CNY1	4,504,446	636,181	-	1,965,000	3,175,627
BANK OF CHINA LTD A					
SHS ORD CNY1	54,945,653	6,233,300	-	22,443,600	38,735,353
BANK OF					
COMMUNICATIONS					
LTD A SHRS ORD CNY1	52,185,859	12,724,507	-	28,120,500	36,789,866
BEIJING-SHANGHAI					
HIGH SPEED RAILWAY					
CO LTD ORD CNY1 CC	-	5,743,300	-	957,200	4,786,100
BOE TECHNOLOGY GR					
CO LTD A SHS ORD					
CNY1	-	79,901,300	-	79,901,300	-
CHINA CITIC BANK CORP					
A SHRS ORD CNY1	7,101,880	791,600	-	2,886,800	5,006,680
CHINA CONSTRUCTION					
BANK A SHS ORD CNY1	23,467,107	3,686,800	-	10,610,100	16,543,807
CHINA EVERBRIGHT					
BANK CO LTD A ORD					
CNY1	36,324,441	5,720,900	-	16,437,300	25,608,041
CHINA LIFE INSURANCE					
CO A SHS ORD NPV	3,799,982	810,500	-	1,545,200	3,065,282
CHINA MERCHANTS					
BANK A SHR ORD					
CNY1	30,653,821	6,453,284	-	15,496,800	21,610,305
CHINA MERCHANTS					
SHEKOU INDUSTRIAL					
ZONE CO LTD A SHRS					
ORD CNY1	5,357,442	3,256,519	-	8,613,961	-
CHINA MINSHENG					
BANKING CO LTD A					
SHR ORD CNY1	72,091,103	13,695,420	-	34,963,900	50,822,623
CHINA PACIFIC					
INSURANCE GROUP A					
SHR ORD CNY1	6,555,632	2,132,990	-	8,083,100	605,522
CHINA PETROLEUM Sc.					
CHEMICAL CORP CL A					
ORD CNY1	24,911,436	4,228,600	-	11,578,000	17,562,036

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)
For the period ended 30 June 2020

			Holdings		
	1 January 2020	Additions	Corporate actions	Disposals	30 June 2020
Investments and derivative financial instruments (Continued)					
Investments (Continued)					
Listed equities (Continued)					
CHINA SHENHUA ENERGY CO LTD A SHS ORD CNY1	5,158,936	583,700	-	2,105,600	3,637,036
CHINA STATE CONSTRUCTION ENGINEERING CORP LTD A SHR ORD CNY1	43,777,297	7,232,500	-	20,151,900	30,857,897
CHINA TOURISM GROUP DUTY FREE CORP LTD A SHS ORD CNY1	2,035,985	343,309	-	944,000	1,435,294
CHINA UNITED NETWORK COMMUNICATIONS LTD A SHRS ORD CNY1	19,843,767	2,240,200	-	8,101,600	13,982,367
CHINA VANKE CO LTD A SHR ORD CNY1	16,857,234	4,294,099	-	9,267,300	11,884,033
CHINA YANGTZE POWER CO LTD CL A ORD CNY1	10,323,539	1,780,826	-	4,826,500	7,277,865
CITIC SECURITIES CO LTD A SHR ORD CNY1	20,262,415	4,824,643	-	9,626,600	15,460,458
CONTEMPORARY AMPEREX TECHNOLOGY CO LTD A SHS ORD CNY1	572,211	87,938	-	254,200	405,949
CRRC CORP LTD A SHR ORD CNY1	19,413,198	2,193,100	-	7,920,400	13,685,898
CSC FINANCIAL CO LTD A SHS ORD CNY1	-	1,431,500	-	696,400	735,100
FOSHAN HAITIAN FLAVOURING & FOOD COMPANY LTD A SHS ORD CNY1	703,991	84,713	103,801	297,000	595,505
FOXCONN INDUSTRIAL INTERNET CO LTD A SHRS ORD CNY1	2,914,267	337,100	-	1,180,200	2,071,167
GREE ELECTRIC APPLIANCES INC OF ZHUHAI A SHS ORD CNY1	11,091,245	2,300,029	-	5,572,200	7,819,074
GUOTAI JUNAN SECURITIES CO LTD A SHRS ORD NPV	8,621,457	979,700	-	3,523,300	6,077,857
HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO LTD A SHS ORD NPV	7,378,804	1,123,252	-	3,302,100	5,199,956

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)
For the period ended 30 June 2020

	Holdings				
	1 January 2020	Additions	Corporate actions	Disposals	30 June 2020
Investments and derivative financial instruments (Continued)					
Investments (Continued)					
Listed equities (Continued)					
INDUSTRIAL AND COMMERCIAL BANK OF CHINA LTD A SHS ORD CNY1	56,229,383	15,260,100	-	31,849,000	39,640,483
INDUSTRIAL BANK CO LTD A SHR ORD CNY1	36,118,303	6,453,172	-	17,108,900	25,462,575
INNER MONGILIA YILI INDUSTRIAL GROUP CO LTD A SHS ORD CNY1	13,032,830	2,913,655	-	6,805,000	9,141,485
JIANGSU HENGRUI MEDICINE CO LTD A SHR ORD CNY1	5,302,905	1,049,562	750,825	2,618,000	4,485,292
JIANGSU YANGHE BREWERY JOINT-STOCK CO LTD A SHS ORD CNY1	1,148,767	132,191	-	471,100	809,858
KWEICHOW MOUTAI CO LTD A SHR ORD CNY1	1,152,446	205,600	-	550,100	807,946
LUXSHARE PRECISION INDUSTRY CO LTD A SHS ORD CNY1	5,204,020	1,088,600	1,082,991	2,591,900	4,783,711
MIDEA GROUP CO LIMITED A SHR ORD NPV	5,419,480	1,169,555	-	2,737,500	3,851,535
MUYUAN FOODSTUFF CO LTD A SHS ORD CNY1	1,500,996	462,858	742,527	871,900	1,834,481
NEW CHINA LIFE INSURANCE CO LTD A SHRS ORD NPV	1,709,058	1,083,370	-	2,792,428	-
PETROCHINA CO LTD A SHRS CNY1	10,553,038	5,582,000	-	5,392,600	10,742,438
PING AN BANK CO LTD A SHR ORD CNY1	21,247,966	4,050,797	-	10,319,500	14,979,263
PING AN INSURANCE (GROUP) CO OF CHINA LTD A SHR ORD CNY1	23,004,246	5,811,249	-	12,124,800	16,690,695
POLY DEVELOPMENTS AND HOLDINGS GROUP CO LTD A SHR ORD CNY1	17,866,497	3,419,383	-	8,650,500	12,635,380
S F HOLDING CO LTD A SHRS ORD CNY1	1,854,883	289,700	-	838,100	1,306,483
SAIC MOTOR CORP LTD A SHR ORD CNY1	7,063,783	1,675,082	-	3,759,100	4,979,765

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STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (Continued)
For the period ended 30 June 2020

	Holdings				
	1 January 2020	Additions	Corporate actions	Disposals	30 June 2020
Investments and derivative financial instruments (Continued)					
Investments (Continued)					
Listed equities (Continued)					
SHANGHAI INTERNATIONAL AIRPORT CO LTD A SHR ORD CNY1	1,507,011	892,100	-	2,399,111	-
SHANGHAI INTERNATIONAL PORT GR LTD A SHR ORD CNY 1	7,859,657	5,015,099	-	12,874,756	-
SHANGHAI PUDONG DEVELOPMENT BANK CO LTD A SHR ORD CNY1	37,494,613	7,286,093	-	18,347,800	26,432,906
SHENZHEN MINDRAY BIO MEDICAL ELECTRONICS CO LTD A SHS ORD CNY1	666,883	436,643	-	633,400	470,126
WENS FOODSTUFF GROUP CO LTD A SHRS ORD CNY1	1,108,111	136,925	153,727	461,700	937,063
WILL SEMICONDUCTOR LTD A SHS ORD CNY1	-	610,400	-	299,800	310,600
WULIANGYE YIBIN CO LTD A SHS ORD CNY1	4,589,030	979,462	-	2,266,000	3,302,492
WUXI APPTec CO LTD A SHS ORD CNY1	-	457,200	-	76,200	381,000
ZTE CORPORATION A SHR ORD CNY1	-	7,728,817	-	3,777,100	3,951,717
Derivative financial instruments					
Unlisted funded total return swap					
CHINA PACIFIC INSURANCE GR-A (FUNDED TOTAL RETURN SWAP)	-	4,400,000	-	-	4,400,000

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DETAILS IN RESPECT OF FINANCIAL DERIVATIVE INSTRUMENTS (Unaudited)
As at 30 June 2020

Unlisted funded total return swap (1.10%)

The details of unlisted funded total return swap held by the Sub-Fund as at 30 June 2020 are as follows.

	Underlying assets	Counterparty	Fair value RMB
<u>Financial assets:</u>			
CHINA PACIFIC INSURANCE GR-A (FUNDED TOTAL RETURN SWAP)	China Pacific Insurance Group A	UBS AG London	119,900,000

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HOLDINGS OF COLLATERAL (Unaudited)

As at 30 June 2020

Collateral provider	Nature of the collateral	Credit rating	Rating agencies	Maturity tenor	Currency denomination	% of net asset value covered by collateral	Value of the collateral RMB
UBS	Government bond	Aaa	Moody's	31 Oct 2021	USD	0.46%	50,506,376
UBS	Government bond	Aaa	Moody's	30 Nov 2022	USD	0.63%	68,819,641
						1.09%	119,326,017

Custody/safe-keeping arrangement

	Amount of collateral received/held 30 June 2020 RMB	Proportion of collateral posted by the sub-fund 30 June 2020 %
Custodians of collateral		
Pooled accounts		
The Hongkong and Shanghai Banking Corporation Limited, Hong Kong	119,326,017 	100.00

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PERFORMANCE RECORD (Unaudited)

Net asset value

	Dealing net asset value of the Sub-Fund * RMB	Dealing net asset value per unit RMB
At the end of financial period/year dated		
30 June 2020	10,882,565,274	13.3610
31 December 2019	15,603,321,276	13.6931
31 December 2018	15,698,178,722	10.0372

Highest and lowest net asset value per unit

	Highest net asset value per unit RMB	Lowest net asset value per unit RMB
Financial period/year ended		
30 June 2020	13.8983	11.3679
31 December 2019	13.9976	9.9063
31 December 2018	14.5348	9.9521
31 December 2017	13.9003	9.9773
31 December 2016	10.8850	8.5007
31 December 2015	15.0028	8.6763
31 December 2014	11.3976	6.3961
31 December 2013	9.1469	6.8307
31 December 2012 (since 23 August 2012 (date of inception))	8.2890	6.9571

**The dealing net asset value of the Sub-Fund disclosed is calculated in accordance with the Trust's Prospectus.*

CSOP FTSE CHINA A50 ETF
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