

平成 25 年 12 月期 中間決算短信 (平成 25 年 1 月 1 日～平成 25 年 6 月 30 日)  
Interim Earning Report for Fiscal Year ending December 2013 (January 1, 2013 – June 30, 2013)

2013 年 9 月 30 日

September 30, 2013

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 (氏名) 平川 修 (TEL)03(6888)1000  
常法律事務所 弁護士

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, (Name) Osamu Hirakawa (TEL)03(6888)1000  
Attorney-at-law

半期報告書提出日 平成 25 年 9 月 27 日  
Submission date of Semi-annual Report: September 27, 2013

I ファンドの運用状況  
I Fund Management

1. 平成 25 年 6 月中間期の運用状況 (平成 25 年 1 月 1 日～平成 25 年 6 月 30 日)  
1. Management Status for Half-Year ended June 2013 (from January 1, 2013 to June 30, 2013)

(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.	%
25 年 6 月中間期 SAN ended June 2013	243,414	98	4,004	2	247,418	100
24 年 12 月期 FY ended December 2012	275,105	101	-2,714	-1	272,391	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 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
25 年 6 月中間期 SAN ended June 2013	2,023,500	251,000	115,000	2,159,500

## (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 Issued Units 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
25 年 6 月中間期 SAN ended June 2013	249,976	2,558	247,418	115
24 年 12 月期 FY ended December 2012	276,284	3,893	272,391	135

## (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
平成 25 年 6 月中 間期 (25 年 2 月 25 日～25 年 6 月 30 日) SAN ended June 2013 (Period between February 25, 2013 and June 30, 2013)	2,200	200	0	2,400

※上場外国 ETF 信託受益証券は平成 25 年 2 月 25 日に新規に発行されたため、25 年 6 月中間期の実績は同日  
に開始した中間期の実績を示します。下記 (5) についても同様です。

※Since the Listed Foreign ETF Trust Beneficiary Certificates (JDR) were issued on February 25, 2013, the figures for the SAN ended  
June 2013 indicate the results of the half-year period commenced on February 25, 2013. The same applies to item (5) below.

(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
25 年 6 月中間期 (25 年 2 月 25 日～ 25 年 6 月 30 日) SAN ended June 2013 (Period between February 25, 2013 and June 30, 2013)	円 JPY  0
24 年 12 月期 FY ended December 2012	--

※上場外国 ETF 信託受益証券は平成 25 年 2 月 25 日に新規に発行されたため、平成 24 年 12 月期に関して記載すべき情報はありません。

※Since the Listed Foreign ETF Trust Beneficiary Certificates (JDR) were issued on February 25, 2013, no information can be inserted in the columns above in relation to Fiscal Year which ended in December 2012.

注) 日本円への換算は、1 人民元 = 16.24 円 (2013 年 9 月 2 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 16.24, which represents the middle rates for USD-RMB and USD-JPY as of 17:00 Tokyo time on September 2, 2013 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**  
(A sub-fund of CSOP ETF Series)

**Semi-Annual Report**  
**FOR THE PERIOD ENDED 30 JUNE 2013**



**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”), a sub-fund of the CSOP ETF Series, is a unit trust authorised 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. Under current regulations in the PRC, foreign investors can invest only 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. The Manager has obtained RQFII status and the total RQFII quotas obtained by the Manager amount to RMB18.5 billion as of 30 June 2013.

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 capitalization. The Index operates under clearly defined rules published by the index provider and is a tradable index.

Capital Gains Tax (“CGT”) Treatment

Specific rules governing taxes on capital gains derived by QFIIs or RQFIIs from the trading of PRC Securities (including China A-Shares) have yet to be announced. It is possible that the relevant tax authorities may in the future clarify the tax position on capital gains realised by the Sub-Fund dealing in PRC Securities or by a relevant QFII from dealing in PRC Securities. In the absence of such specific rules, the CGT should be governed by the general tax provisions of the PRC CIT Law, according to the Manager’s tax adviser. Therefore, the Manager currently provisioned to withhold 10% of realised and unrealised capital gains.

With the uncertainties under the applicable PRC tax laws and the possibility of such laws being changed and taxes being applied retrospectively, the provision for taxation made by the Manager may be excessive or inadequate to meet actual PRC tax liabilities on gains derived from investments held by the CSOP A50 ETF. Upon any future resolution of the abovementioned uncertainty or further changes to tax law or policies, the Manager will, as soon as practicable, make relevant adjustments to the amount of tax provision as it considers necessary. As a result, investors may be advantaged or disadvantaged depending on the final rules of the relevant PRC tax authorities since the net asset value of the CSOP A50 ETF may be affected. The Manager reasonably believes the current provision is adequate and will monitor the situation closely.

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

**REPORT OF THE MANAGER TO THE UNITHOLDERS (continued)**

**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 2013, the Net Asset Value (“NAV”) per unit of the CSOP A50 ETF was RMB7.0549 and there were 2,159,500,000 units outstanding. The total asset under management was approximately RMB15.24 billion.

As at 30 June 2013, the NAV of CSOP A50 ETF RMB counter (stock code 82822) performed -14.89% while the index performed -16.75%. 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 and CGT withholding. YTD Price return of the RMB counter (stock code 82822) was -18.37%.

**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 RMB48 million in June 2013. The trading value of the HKD counter (stock code: 02822) remained steadily at an average daily turnover of HKD639 million in June 2013. The fund’s high liquidity often placed it in the top 3 most heavily traded ETFs on the SEHK. The trading volume for the CSOP A50 ETF reflected strong interest in the CSOP A50 ETF.

**Portfolio Rebalance**

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

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

**CONDENSED STATEMENT OF FINANCIAL POSITION**

*As at 30 June 2013*

		30 June 2013 (Unaudited) RMB	31 December 2012 (Audited) RMB
	<i>Note</i>		
<b>ASSETS</b>			
<b>CURRENT ASSETS</b>			
Investments	8(a)	14,988,531,496	16,939,960,824
Deposit reserve		4,760,000	2,800,000
Dividend receivable		98,209,863	-
Interest receivable		67,105	8,804
Amounts due from brokers		61,217,112	-
Bank balances	7(c)	239,807,322	69,801,044
<b>Total assets</b>		<u>15,392,592,898</u>	<u>17,012,570,672</u>
<b>LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Amounts due to participating dealers		66,632,245	4,766,135
Management fee payable	7(a)	13,474,085	11,752,600
Taxation payable	6	75,606,860	221,846,420
Other accounts payable		1,795,390	1,373,836
<b>Total liabilities</b>		<u>157,508,580</u>	<u>239,738,991</u>
<b>EQUITY</b>			
<b>Net assets attributable to unitholders</b>	4	<u>15,235,084,318</u>	<u>16,772,831,681</u>

*The notes on pages 7 to 20 form part of these 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 2013*

		Period from 1 January 2013 to 30 June 2013 (Unaudited) <i>RMB</i>
	<i>Note</i>	
<b>INCOME</b>		
Dividend income		332,021,318
Interest income		268,663
Net loss on investments	5	(3,036,451,814)
Other income		5,530,616
		<hr/>
<b>Total net loss</b>		(2,698,631,217)
		<hr/>
<b>EXPENSES</b>		
Management fee	7(a)	(83,560,947)
Trustee fee	7(b)	(7,426,811)
Transaction costs on investments		(10,195,196)
Audit fee		(87,274)
Safe custody and bank charges		(70,138)
Legal and other professional fee		(1,478,048)
Other operating expenses		(250,001)
		<hr/>
<b>Total operating expenses</b>		(103,068,415)
		<hr/>
Operating loss		(2,801,699,632)
Taxation	6	110,297,119
		<hr/>
<b>Total comprehensive loss</b>		(2,691,402,513)
		<hr/>

*The notes on pages 7 to 20 form part of these 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 2013*

	Period from 1 January 2013 to 30 June 2013 (Unaudited) RMB
Net assets attributable to unitholders at the beginning of the period	16,772,831,681 -----
Proceeds on issue of units	2,021,930,550
Payments on redemption of units	(868,275,400) -----
	1,153,655,150 -----
Total comprehensive loss for the period	(2,691,402,513) ----- -----
<b>Net assets attributable to unitholders at the end of the period</b>	<b>15,235,084,318</b> =====

*The notes on pages 7 to 20 form part of these 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 2013*

	Period from 1 January 2013 to 30 June 2013 (Unaudited) RMB
<b>OPERATING ACTIVITIES</b>	
Payments for purchase of investments	(4,317,221,231)
Proceeds from sale of investments	3,170,981,633
Dividend received	233,811,455
Interest received	210,362
Other income received	67,396,726
Management fee paid	(81,839,462)
Transaction costs paid	(10,195,196)
Taxation paid	(35,942,441)
Other operating expenses paid	(8,890,718)
Deposit reserve paid	(1,960,000)
<b>Net cash used in operating activities</b>	<b>(983,648,872)</b>
	-----
<b>FINANCING ACTIVITIES</b>	
Proceeds on issue of units	2,021,930,550
Payments on redemption of units	(868,275,400)
<b>Net cash generated from financing activities</b>	<b>1,153,655,150</b>
	=====
Net increase in cash and cash equivalents	170,006,278
Cash and cash equivalents at the beginning of the period	69,801,044
Cash and cash equivalents at the end of the period	239,807,322
	=====
<b>Analysis of balances of cash and cash equivalents</b>	
Bank balances	59,807,322
Short-term bank deposits	180,000,000
	239,807,322
	=====

*The notes on pages 7 to 20 form part of these condensed financial statements.*

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

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS**

**1. GENERAL INFORMATION**

CSOP ETF Series (the “Trust”) is an umbrella unit trust governed by its a trust deed dated 25 July 2012 (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. On 23 August 2012, the Trust has established a sub-fund, namely, the CSOP FTSE China A50 ETF (the “Sub-Fund”). As at 30 June 2013, the Trust only has one sub-fund which is the Sub-Fund. The Sub-Fund is listed on The Stock Exchange of Hong Kong Limited. The date of inception of the Sub-Fund was 23 August 2012.

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 CSOP FTSE China A50 ETF 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. In order to achieve the investment objective of the Sub-Fund, the Manager will only 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.

Under current regulations in the People’s Republic of China (“PRC”), generally foreign investors can invest only 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.

The Sub-Fund obtains exposure to securities issued within the PRC through the RQFII quotas of the Manager. The Manager has obtained RQFII status in the PRC and the RQFII quotas have been granted, on behalf of the CSOP FTSE China A50 ETF. To the extent that the Manager has, on behalf of the CSOP FTSE China A50 ETF, 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.

**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 the period presented, unless otherwise stated.

These condensed semi-annual financial statements for the six months ended 30 June 2013 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 period from 23 August 2012 (date of inception) to 31 December 2012, 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 period from 23 August 2012 (date of inception) to 31 December 2012, as described in the annual financial statements.

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

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

New standards, amendments and interpretations effective 1 January 2013

HKFRS 12, “Disclosures of Interests in Other Entities”, effective for annual periods beginning on or after 1 January 2013, includes the disclosure requirements for all forms of interests in other entities, including joint arrangements, associates, special purpose vehicles and other off balance sheet vehicles. The adoption of the standard does not have any impact on the Sub-Fund’s condensed financial statements.

HKFRS 13, “Fair value measurement”, effective for annual periods beginning on or after 1 January 2013, has been early adopted in the annual financial statements for the period from 23 August 2012 (date of inception) to 31 December 2012. The Standard improves consistency and reduces complexity by providing a precise definition of fair value and a single source of fair value measurement and disclosure requirements for use across HKFRSs. The requirements do not extend the use of fair value accounting but provide guidance on how it should be applied where its use is already required or permitted by other standards within HKFRS. If an asset or a liability measured at fair value has a bid price and an ask price, the standard requires valuation to be based on a price within the bid-ask spread that is most representative of fair value and allows the use of mid-market pricing or other pricing conventions that are used by market participants as a practical expedient for fair value measurement within a bid-ask spread. On adoption of the standard, the Sub-Fund uses last traded prices as its valuation inputs for listed financial assets and liabilities to be consistent with the inputs prescribed in the Sub-Fund’s offering document for the calculation of its per unit trading value for subscriptions and redemptions. The use of last traded prices is recognised as a standard pricing convention within the industry.

New standards, amendments and interpretations issued but not effective for the financial year beginning 1 January 2013 and not early adopted

A number of new standards, amendments to standards and interpretations are effective for annual periods beginning after 1 January 2013, and have not been applied in preparing these condensed financial statements. None of these are expected to have a significant effect on the condensed financial statements of the Sub-Fund except the following set out below:

HKFRS 9, “Financial instruments”, effective for annual periods beginning on or after 1 January 2015, it addresses the classification, measurement and recognition of financial assets and financial liabilities. It replaces the parts of HKAS 39 that relate to the classification and measurement of financial instruments. HKFRS 9 requires financial assets to be classified into two measurement categories: those measured as at fair value and those measured at amortised cost. The determination is made at initial recognition. The classification depends on the entity’s business model for managing its financial instruments and the contractual cash flow characteristics of the instrument. For financial liabilities, the standard retains most of the HKAS 39 requirements. The main change is that, in cases where the fair value option is taken for financial liabilities, the part of a fair value change due to an entity’s own credit risk is recorded in other comprehensive income rather than the income statement, unless this creates an accounting mismatch. The standard is not expected to have a significant impact on the Sub-Fund’s financial position or performance, as it is expected that the Sub-Fund will continue to classify their financial assets and financial liabilities as being at fair value through profit or loss.

There are no other standards, interpretations or amendments to existing standards that are not yet effective that would be expected to have a significant impact on the Sub-Fund.

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

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**3. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

The preparation of these condensed financial statements in conformity with HKFRS requires the Manager to make estimates and assumptions that affect the amounts reported in the condensed financial statements and accompanying notes. Actual results could differ from those estimates.

The Manager makes estimates and assumptions concerning the future. The resulting accounting estimates will, by definition, seldom equal the related actual results. 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 period are outlined below.

**Taxation**

In preparing these condensed financial statements, the Manager has made certain assumptions and used various estimates concerning the tax exposure which is dependent on what might happen in the future. The resulting accounting estimates may not equal the related actual results.

The Sub-Fund invests in A-Shares securities which are issued within the PRC through the RQFII quotas of the Manager. Under the general taxing provision of PRC corporate tax law, a 10% withholding tax may be payable on the gains derived from the sale of A-Shares by RQFIIs. The Manager considers that the enforcement of PRC tax on gains on A-Shares is uncertain as at the date of approval of these condensed financial statements and has exercised its judgment when assessing whether the Sub-Fund may be liable for taxation on its gains, the amount of potential tax liability and the probability of such tax being levied up to the reporting date. However, significant uncertainties exist and estimation of the Manager may substantially differ from the actual events. The Manager consider that its estimation may be impacted by any future clarification by the PRC State Administration of Taxation (“SAT”), such as a decision by the SAT to levy capital gains tax on the RQFII investments, which may be materially different from what the Manager envisioned.

The Manager estimates the gross realised gains and unrealised gains of the Sub-Fund which could be exposed to PRC taxation at the rate of 10% for the period ended 30 June 2013 to be approximately RMB329,474,560 (31 December 2012: RMB44,813,823) and approximately RMB381,780,218 (31 December 2012: RMB2,173,650,375) respectively, and the Manager has made tax provision accordingly. The capital gains tax provision in relation to A-Shares investments of the Sub-Fund included in the condensed financial statements of RMB75,606,860 (31 December 2012: RMB221,846,420) represents 0.50% (31 December 2012: 1.32%) of the net assets attributable to unitholders of the Sub-Fund as at 30 June 2013. The Manager considers that the capital gains tax provision amount may differ significantly from the amounts that may have to ultimately borne by the Sub-Fund. In the event a capital gains tax is levied at an amount that is different from what was provided for by the Sub-Fund, the Sub-Fund may incur a liability that is different from the existing tax provision, which could significantly impact the net assets attributable to unitholders and consequently, the price per unit of the Sub-Fund based on the calculation of the net assets attributable to unitholders when distributing to the unitholders at such relevant time. When the SAT issues clarifications, this might ultimately result in either an increase or a decrease in the amount provided. Refer to Note 6 for more details.

**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.

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

**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

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

In accordance with the provisions of the Sub-Fund's Trust Deed dated 25 July 2012 and Prospectus dated 20 August 2012, 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.

The movements of the redeemable units for the period ended 30 June 2013 are as follows:

	Period from 1 January 2013 to 30 June 2013 (Unaudited)
Number of units in issue at the beginning of the period	2,023,500,000
Units issued	251,000,000
Units redeemed	(115,000,000)
Number of units in issue at the end of the period	<u>2,159,500,000</u>
	<i>RMB</i>
Net assets attributable to unitholders per unit at 30 June 2013 (Unaudited)	<u>7.0549</u>
Net assets attributable to unitholders per unit at 31 December 2012 (Audited)	<u>8.2890</u>

**5. NET LOSS ON INVESTMENTS**

	Period from 1 January 2013 to 30 June 2013 (Unaudited) <i>RMB</i>
Net fair value change in unrealised gain/(loss) in value of investments	(3,113,854,533)
Net realised gain on sale of investments	77,402,719
	<u>(3,036,451,814)</u>

**CSOP FTSE CHINA A50 ETF**  
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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**6. TAXATION**

No provision for Hong Kong profits tax has been made for the Sub-Fund as it was authorised as collective investment schemes 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 withholding 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. A 10% withholding tax may also be payable on the gains derived from the sale of A-Shares. Refer to Note 3 for details.

The taxation of the Sub-Fund for the period ended 30 June 2013 represents:

	Period from 1 January 2013 to 30 June 2013 (Unaudited) RMB
Capital gains tax on realised gains on investments	32,947,456
Capital gains tax on change in unrealised gains on investments	(179,187,016)
	<hr/> (146,239,560)
Withholding tax on dividend income	35,919,924
Withholding tax on interest income	22,517
	<hr/> 35,942,441
	<hr/>
Taxation	<hr/> (110,297,119) <hr/>

**7. TRANSACTIONS WITH THE TRUSTEE, MANAGER AND CONNECTED PERSONS**

The following is a summary of significant related party transactions/transactions entered into during the period between the Sub-Fund and the Trustee, the Manager and their Connected Persons. 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 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 Connected Persons except for those disclosed below.



**CSOP FTSE CHINA A50 ETF  
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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

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

**(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, which accrued daily and calculated as at each dealing day and payable monthly in arrears. The trustee fee is calculated as a percentage per annum of the net asset value of the Sub-Fund at the rate as follows, subject to a monthly minimum of RMB40,000:

	Trustee fee percentage per annum
For first RMB200 million	0.16%
For next RMB1,000 million	0.14%
For next RMB1,000 million	0.12%
For next RMB1,000 million	0.10%
Thereafter	0.08%

The Trustee's 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").

The Trustee, acting as the Registrar, is also entitled to a fee of RMB120 per participating dealer per transaction.

**(c) Bank balances**

As at 30 June 2013, bank balances of HK\$239,807,322 (31 December 2012: HK\$69,801,044) maintained with The Hongkong and Shanghai Banking Corporation Limited, a group company of the Trustee, which carry interest at normal commercial rates.

**8. FINANCIAL RISK MANAGEMENT**

The objective of the Sub-Fund is to provide investment results that, before 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 invest.

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.

**CSOP FTSE CHINA A50 ETF**  
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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**8. FINANCIAL RISK MANAGEMENT (continued)**

**(a) Market risk (continued)**

**(i) Market price risk (continued)**

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 2013 and 31 December 2012, the Sub-Fund's investments were concentrated in the following industries:

	As at 30 June 2013		As at 31 December 2012	
	Fair value RMB	% of net asset value	Fair value RMB	% of net asset value
Listed equities – by industry				
Basic materials	706,611,927	4.63	1,375,945,868	8.20
Consumer goods	1,834,905,623	12.04	1,794,484,402	10.70
Consumer services	55,684,001	0.37	66,091,596	0.39
Financials	10,146,062,102	66.59	11,061,671,700	65.95
Industrials	1,280,823,476	8.41	1,621,124,223	9.68
Oil & gas	506,576,054	3.33	530,151,734	3.16
Telecommunications	203,832,851	1.34	196,224,147	1.17
Utilities	254,035,462	1.67	294,267,154	1.75
	<u>14,988,531,496</u>	<u>98.38</u>	<u>16,939,960,824</u>	<u>101.00</u>

The Sub-Fund held 50 out of 50 constituents (31 December 2012: 50 out of 50 constituents) 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.

Sensitivity analysis in the event of a possible change in the index by 10% as estimated by the Manager

As at 30 June 2013, if the FTSE China A50 Index were to increased by 10% (31 December 2012: 10%) with all other variables held constant, this would increase the post-tax profit for the period by approximately RMB1,498,853,150 (31 December 2012: 1,693,996,082). Conversely, if the FTSE China A50 Index were to decrease by 10%, this would decrease the post-tax profit for the period by an equal amount.

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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**8. FINANCIAL RISK MANAGEMENT (continued)**

**(a) Market risk (continued)**

**(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 2013 and 31 December 2012, interest rate risk arises only from bank balances which are reset monthly. As these interest bearing assets are short-term in nature, 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. Therefore, no sensitivity analysis has been disclosed.

**(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 its assets and liabilities are denominated in RMB, the Sub-Fund's functional and presentation currency. Therefore, no sensitivity analysis has been disclosed.

**(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.

All transactions in listed securities are settled or paid for upon delivery using approved and reputable brokers. And 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 2013, the Sub-Fund placed bank balances of RMB186,638,082 (31 December 2012: RMB2,316,387) 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 AA- (31 December 2012: AA-).

As at 30 June 2013, the Sub-Fund placed bank balances of RMB53,169,240 (31 December 2012: RMB67,484,657) and investments of RMB14,988,531,496 (31 December 2012: RMB16,939,960,824) 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 A2 (31 December 2012: A2).

The Manager considers that none of assets are impaired nor past due as at 30 June 2013 and 31 December 2012.

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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**8. FINANCIAL RISK MANAGEMENT (continued)**

**(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 <i>RMB</i>	1 month to less than 3 months <i>RMB</i>	Over 3 months <i>RMB</i>	Total <i>RMB</i>
<b>As at 30 June 2013</b>				
Amounts due to participating dealers	66,632,245	-	-	66,632,245
Management fee payable	-	13,474,085	-	13,474,085
Other accounts payable	-	1,201,315	594,075	1,795,390
<b>Contractual cash outflow</b>	<b>66,632,245</b>	<b>14,675,400</b>	<b>594,075</b>	<b>81,901,720</b>

	Less than 1 month <i>RMB</i>	1 month to less than 3 months <i>RMB</i>	Over 3 months <i>RMB</i>	Total <i>RMB</i>
<b>As at 31 December 2012</b>				
Amounts due to participating dealers	4,766,135	-	-	4,766,135
Management fee payable	-	11,752,600	-	11,752,600
Other accounts payable	-	1,069,216	304,620	1,373,836
<b>Contractual cash outflow</b>	<b>4,766,135</b>	<b>12,821,816</b>	<b>304,620</b>	<b>17,892,571</b>

Units are redeemed on demand at the unitholder's option. As at 30 June 2013, there was 1 (31 December 2012: 2) unitholders holding more than 10% of the Sub-Fund's units.

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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**8. FINANCIAL RISK MANAGEMENT (continued)**

**(c) Liquidity risk (continued)**

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 7 days <i>RMB</i>	7 days to less than 1 month <i>RMB</i>	1-12 months <i>RMB</i>	No stated maturity <i>RMB</i>	Total <i>RMB</i>
<b>As at 30 June 2013</b>					
Total assets	15,109,555,930	98,209,863	180,067,105	4,760,000	15,392,592,898
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
	Less than 7 days <i>RMB</i>	7 days to less than 1 month <i>RMB</i>	1-12 months <i>RMB</i>	No stated maturity <i>RMB</i>	Total <i>RMB</i>
<b>As at 31 December 2012</b>					
Total assets	17,009,761,868	-	8,804	2,800,000	17,012,570,672
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>

**(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 (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).

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.

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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**8. FINANCIAL RISK MANAGEMENT (continued)**

**(d) Fair value estimation (continued)**

The following table analyses within the fair value hierarchy the Sub-Fund's financial assets (by class) measured at fair value at 30 June 2013 and 31 December 2012:

	Level 1 <i>RMB</i>	Level 2 <i>RMB</i>	Level 3 <i>RMB</i>	Total <i>RMB</i>
<b>As at 30 June 2013</b>				
<b>Assets</b>				
Financial assets at fair value through profit or loss				
- Equity securities	14,988,531,496	-	-	14,988,531,496
<b>Total assets</b>	<u>14,988,531,496</u>	<u>-</u>	<u>-</u>	<u>14,988,531,496</u>
	Level 1 <i>RMB</i>	Level 2 <i>RMB</i>	Level 3 <i>RMB</i>	Total <i>RMB</i>
<b>As at 31 December 2012</b>				
<b>Assets</b>				
Financial assets at fair value through profit or loss				
- Equity securities	16,939,960,824	-	-	16,939,960,824
<b>Total assets</b>	<u>16,939,960,824</u>	<u>-</u>	<u>-</u>	<u>16,939,960,824</u>

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1, include active listed equities. 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 2013 and 31 December 2012, the Sub-Fund did not hold any investments classified in level 2.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently. As at 30 June 2013 and 31 December 2012, the Sub-Fund did not hold any investments classified in level 3.

During the period ended 30 June 2013, there were no transfers between levels of investments held by the Sub-Fund.

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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**8. FINANCIAL RISK MANAGEMENT (continued)**

**(d) Fair value estimation (continued)**

The following table analyses within the fair value hierarchy the Sub-Fund's assets and liabilities (by class) not measured at fair value at 30 June 2013 and 31 December 2012 but for which fair value is disclosed.

	Level 1 <i>RMB</i>	Level 2 <i>RMB</i>	Level 3 <i>RMB</i>	Total <i>RMB</i>
<b>As at 30 June 2013</b>				
<b>Assets</b>				
Deposit reserve	-	4,760,000	-	4,760,000
Dividend receivable	-	98,209,863	-	98,209,863
Interest receivable	-	67,105	-	67,105
Amounts due from brokers	-	61,217,112	-	61,217,112
Bank balances	239,807,322	-	-	239,807,322
<b>Total</b>	<u>239,807,322</u>	<u>164,254,080</u>	<u>-</u>	<u>404,061,402</u>
<b>Liabilities</b>				
Amounts due to participating dealers	-	66,632,245	-	66,632,245
Management fee payable	-	13,474,085	-	13,474,085
Other accounts payable	-	1,795,390	-	1,795,390
<b>Total</b>	<u>-</u>	<u>81,901,720</u>	<u>-</u>	<u>81,901,720</u>
	Level 1 <i>RMB</i>	Level 2 <i>RMB</i>	Level 3 <i>RMB</i>	Total <i>RMB</i>
<b>As at 31 December 2012</b>				
<b>Assets</b>				
Deposit reserve	-	2,800,000	-	2,800,000
Interest receivable	-	8,804	-	8,804
Bank balances	69,801,044	-	-	69,801,044
<b>Total</b>	<u>69,801,044</u>	<u>2,808,804</u>	<u>-</u>	<u>72,609,848</u>
<b>Liabilities</b>				
Amounts due to participating dealers	-	4,766,135	-	4,766,135
Management fee payable	-	11,752,600	-	11,752,600
Other accounts payable	-	1,373,836	-	1,373,836
<b>Total</b>	<u>-</u>	<u>17,892,571</u>	<u>-</u>	<u>17,892,571</u>

The assets and liabilities included in the above table are carried at amortised cost, their carrying values are a reasonable approximation of fair value.

Bank balances include cash in hand, deposit held with banks and other financial institutions in an active market.

Interest receivable includes the contractual amounts for interest due to the Sub-Fund. Amounts due to participating dealers, management fee payable, taxation payable and other accounts payable represent the obligations due by the Sub-Fund for settlement of expenses.

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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**8. FINANCIAL RISK MANAGEMENT (continued)**

**(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 stipulated in the prospectuses of the Sub-Fund.

**9. FINANCIAL INSTRUMENTS BY CATEGORY**

As of 30 June 2013, other than investments as disclosed in the condensed financial statements which are classified as the financial assets at fair value through profit or loss, all financial assets including deposit reserve, dividend receivable, interest receivable, amounts due from brokers and bank balances are categorised as loans and receivables and carried at amortised costs. All the financial liabilities of the Fund are carried at amortised cost.

The carrying value of the financial assets and liabilities are considered by the Manager to approximate their fair value.

**10. INVESTMENT LIMITATION AND PROHIBITIONS UNDER THE SFC CODE**

Pursuant to the SFC's Guidelines for Regulating Index Tracking Exchange Trade Funds (the "ETF Guidelines"), the Sub-Fund's holding of any such constituent securities may not exceed their respective weightings in the underlying index, except where the weightings are exceeded as a result of changes in the composition of the underlying index and the excess is only transitional and temporary in nature.

The Manager and the Trustee have confirmed that the Sub-Fund has complied with this limit during the period ended 30 June 2013.

There were no constituent securities 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 2013 and 31 December 2012.

During the period ended 30 June 2013, the FTSE China A50 Index decreased by 16.75% while the net asset value per unit of the Sub-Fund decreased by 14.88%.

**11. SOFT COMMISSION ARRANGEMENT**

The Manager confirms that there has been no soft commission arrangements existing during the period in relation to directing transactions of the Sub-Fund through a broker or dealer.



**CSOP FTSE CHINA A50 ETF  
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**NOTES TO THE CONDENSED FINANCIAL STATEMENTS (continued)**

**12. 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 Sub-Fund has no assets classified as non-current assets. The Sub-Fund has a diversified portfolio of investments and no single investment accounts for more than 10% of the Sub-Fund's net asset value.

**13. DISTRIBUTION**

There is no distribution during the period ended 30 June 2013.

**CSOP FTSE CHINA A50 ETF**  
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**INVESTMENT PORTFOLIO (Unaudited)**

*As at 30 June 2013*

	<b>Holdings</b>	<b>Fair value RMB</b>	<b>% of net assets</b>
<b>Investments (98.38%)</b>			
<b>Listed Equities (98.38%)</b>			
<b>China (98.38%)</b>			
AGRICULTURAL BANK OF CHINA A SHS ORD CNY1	158,602,332	390,161,737	2.56
AIR CHINA LTD A SHR ORD CNY1	13,133,019	55,684,001	0.37
ANHUI CONCH CEMENT COMPANY LTD SHS A ORD CNY1	13,560,310	181,436,948	1.19
BANK OF BEIJING CO LTD ORD CNY1 CL A	35,259,516	281,018,343	1.84
BANK OF CHINA LTD A SHS ORD CNY1	60,285,572	163,373,900	1.07
BANK OF COMMUNICATIONS LTD A SHRS ORD CNY1	130,046,933	529,291,017	3.47
BAOSHAN IRON & STEEL CO LTD CL A ORD CNY1	30,343,764	119,250,993	0.78
CHINA CITIC BANK CORP A SHRS ORD CNY1	36,936,013	137,032,608	0.90
CHINA COAL ENERGY CO ORD SHS A ORD CNY1	11,282,922	55,173,489	0.36
CHINA COMMUNICATIONS CONSTRUCTION CO LTD A SHS ORD NPV	9,051,479	36,658,490	0.24
CHINA CONSTRUCTION BANK A SHS ORD CNY1	69,748,800	289,457,520	1.90
CHINA EVERBRIGHT BANK CO LTD A ORD CNY1	62,313,100	180,084,859	1.18
CHINA LIFE INSURANCE CO A SHS ORD NPV	11,231,463	153,758,728	1.01
CHINA MERCHANTS BANK A SHR ORD CNY1	85,860,301	995,979,492	6.54
CHINA MINSHENG BANKING CO LTD A SHR ORD CNY1	128,789,214	1,103,723,564	7.24
CHINA OILFIELD SERVICES LTD A SHS ORD CNY1	4,561,978	64,278,270	0.42
CHINA PACIFIC INSURANCE GROUP A SHR ORD CNY1	19,412,091	309,234,610	2.03
CHINA PETROLEUM & CHEMICAL CORP CL A ORD CNY1	49,027,191	204,933,658	1.35
CHINA RAILWAYS CONSTRUCTION CORP A SHS ORD CNY1	18,975,600	79,697,520	0.52
CHINA SHENHUA ENERGY CO LTD A SHS ORD CNY1	13,977,567	236,779,985	1.55
CHINA SHIPBUILDING INDUSTRY CO LTD A SHR ORD CNY1	36,628,959	165,562,895	1.09
CHINA STATE CONSTRUCTION ENGINEERING CORP LTD A SHR ORD CNY1	92,463,744	302,356,443	1.98
CHINA UNITED NETWORK COMMUNICATIONS LTD A SHRS ORD CNY1	65,331,042	203,832,851	1.34
CHINA VANKE CO LTD A SHR ORD CNY1	64,145,730	631,835,440	4.15
CHINA YANGTZE POWER CO LTD CL A ORD CNY1	27,969,720	193,550,462	1.27
CITIC SECURITIES CO LTD A SHR ORD CNY1	53,823,684	545,233,919	3.58
DAQIN RAILWAY CO LTD A SHS ORD CNY1	45,594,601	270,831,930	1.78
GF SECURITIES CO LTD A SHR ORD CNY1	18,243,845	202,141,803	1.33
GREAT WALL MOTOR CO LTD A SHRS ORD NPV	2,476,915	87,732,329	0.58
GREE ELECTRIC APPLIANCES INC OF ZHUHAI A SHS ORD CNY1	16,223,098	406,550,836	2.67
HAITONG SECURITIES CO LTD CL A ORD CNY1	43,716,238	410,058,312	2.69
HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO LTD A SHS ORD NPV	2,311,673	81,694,524	0.54
HENAN SHUANGHUI INVESTMENT & DEVELOPMENT CO LTD A SHR ORD CNY1	5,086,513	195,525,560	1.28
HUANENG POWER INTERNATIONAL INC A SHS ORD CNY1	11,326,779	60,485,000	0.40
HUAXIA BANK CO LTD A SHR ORD CNY1	17,417,057	157,101,854	1.03
INDUSTRIAL AND COMMERCIAL BANK OF CHINA LTD A SHS ORD CNY1	121,245,290	487,406,066	3.20
INDUSTRIAL BANK CO LTD A SHR ORD CNY1	46,976,494	693,842,816	4.55
INNER MONGOLIA BAOTOU STEEL RARE-EARTH HI TECH CO LTD A SHR ORD CNY1	9,330,845	194,734,735	1.28

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

**INVESTMENT PORTFOLIO (Unaudited) (continued)**

*As at 30 June 2013*

	<b>Holdings</b>	<b>Fair value RMB</b>	<b>% of net assets</b>
<b>Investments (98.38%) (continued)</b>			
<b>Listed equities (98.38%) (continued)</b>			
<b>China (98.38%) (continued)</b>			
JIANGSU YANGHE BREWERY JOINT-STOCK CO LTD A SHS ORD CNY1	1,580,827	85,838,906	0.56
JIANGXI COPPER CO LTD A SHRS ORD CNY1	6,395,980	100,672,725	0.66
KWEICHOW MOUTAI CO LTD A SHR ORD CNY1	2,879,647	553,957,693	3.64
NEW CHINA LIFE INSURANCE CO LTD A SHRS ORD NPV	4,821,259	119,133,310	0.78
PETROCHINA CO LTD A SHRS CNY1	31,191,081	237,364,126	1.56
PING AN BANK CO LTD A SHR ORD CNY1	31,581,233	314,864,893	2.07
PING AN INSURANCE (GROUP) CO OF CHINA LTD A SHR ORD CNY1	32,087,161	1,115,349,716	7.32
POLY REAL ESTATE GROUP CO LTD A SHR ORD CNY1	30,801,292	305,240,804	2.00
SAIC MOTOR CORP LTD A SHR ORD CNY1	17,840,489	235,672,860	1.55
SANY HEAVY INDUSTRY CO LTD A ORD CNY1	21,649,098	162,584,726	1.07
SHANGHAI PUDONG DEVELOPMENT BANK CO LTD A SHR ORD CNY1	76,175,941	630,736,791	4.14
WULIANGYE YIBIN CO LTD A SHS ORD CNY1	13,454,463	269,627,439	1.77
<b>Total investments</b>		14,988,531,496	98.38
<b>Other net assets</b>		246,552,822	1.62
<b>Net assets attributable to unitholders at 30 June 2013</b>		15,235,084,318	100.00
<b>Total investments, at cost</b>		16,046,162,382	

**CSOP FTSE CHINA A50 ETF**  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited)**

*For the period ended 30 June 2013*

			Holdings		
			Corporate		
	31 December 2012	Additions	action	Disposals	30 June 2013
<b>Investments</b>					
<b>Listed equities</b>					
AGRICULTURAL BANK OF CHINA A SHS ORD CNY1	136,108,679	37,025,653	-	14,532,000	158,602,332
AIR CHINA LTD A SHR ORD CNY1	11,015,266	3,307,453	-	1,189,700	13,133,019
ALUMINUM CORPORATION OF CHINA LTD A SHS ORD NPV	25,340,129	135,300	-	25,475,429	-
ANHUI CONCH CEMENT COMPANY LTD SHS A ORD CNY1	10,579,081	3,753,629	-	772,400	13,560,310
BANK OF BEIJING CO LTD ORD CNY1 CL A	-	38,193,316	-	2,933,800	35,259,516
BANK OF CHINA LTD A SHS ORD CNY1	51,735,672	14,086,100	-	5,536,200	60,285,572
BANK OF COMMUNICATIONS LTD A SHRS ORD CNY1	129,771,254	15,093,879	-	14,818,200	130,046,933
BAOSHAN IRON & STEEL CO LTD CL A ORD CNY1	34,738,864	3,545,400	-	7,940,500	30,343,764
CHINA CITIC BANK CORP A SHRS ORD CNY1	31,697,828	8,622,785	-	3,384,600	36,936,013
CHINA COAL ENERGY CO ORD SHS A ORD CNY1	12,103,372	3,262,150	-	4,082,600	11,282,922
CHINA COMMUNICATIONS CONSTRUCTION CO LTD A SHS ORD NPV	7,767,700	2,121,079	-	837,300	9,051,479
CHINA CONSTRUCTION BANK A SHS ORD CNY1	63,677,451	17,319,949	-	11,248,600	69,748,800
CHINA EVERBRIGHT BANK CO LTD A ORD CNY1	53,474,200	14,575,000	-	5,736,100	62,313,100
CHINA LIFE INSURANCE CO A SHS ORD NPV	9,638,620	2,628,843	-	1,036,000	11,231,463
CHINA MERCHANTS BANK A SHR ORD CNY1	87,718,060	17,547,841	-	19,405,600	85,860,301
CHINA MINSHENG BANKING CO LTD A SHR ORD CNY1	112,017,501	40,015,813	-	23,244,100	128,789,214
CHINA OILFIELD SERVICES LTD A SHS ORD CNY1	3,915,286	1,089,392	-	442,700	4,561,978
CHINA PACIFIC INSURANCE GROUP A SHR ORD CNY1	16,659,106	4,547,385	-	1,794,400	19,412,091
CHINA PETROLEUM & CHEMICAL CORP CL A ORD CNY1	32,364,612	8,848,573	11,754,206	3,940,200	49,027,191
CHINA RAILWAYS CONSTRUCTION CORP A SHS ORD CNY1	20,355,400	2,221,000	-	3,600,800	18,975,600
CHINA SHENHUA ENERGY CO LTD A SHS ORD CNY1	11,994,904	3,254,263	-	1,271,600	13,977,567
CHINA SHIPBUILDING INDUSTRY CO LTD A SHR ORD CNY1	29,096,547	7,811,712	-	279,300	36,628,959

**CSOP FTSE CHINA A50 ETF**  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (continued)**  
*For the period ended 30 June 2013*

			Holdings		
	31 December 2012	Additions	Corporate action	Disposals	30 June 2013
<b>Investments (continued)</b>					
<b>Listed equities (continued)</b>					
CHINA STATE CONSTRUCTION ENGINEERING CORP LTD A SHR ORD CNY1	79,348,786	21,595,958	-	8,481,000	92,463,744
CHINA UNITED NETWORK COMMUNICATIONS LTD A SHRS ORD CNY1	56,064,042	15,268,600	-	6,001,600	65,331,042
CHINA VANKE CO LTD A SHR ORD CNY1	63,978,328	7,290,302	-	7,122,900	64,145,730
CHINA YANGTZE POWER CO LTD CL A ORD CNY1	32,731,372	8,884,048	-	13,645,700	27,969,720
CITIC SECURITIES CO LTD A SHR ORD CNY1	48,792,547	13,751,937	-	8,720,800	53,823,684
DAQIN RAILWAY CO LTD A SHS ORD CNY1	39,128,217	10,647,184	-	4,180,800	45,594,601
GF SECURITIES CO LTD A SHR ORD CNY1	11,742,270	7,384,775	-	883,200	18,243,845
GREAT WALL MOTOR CO LTD A SHRS ORD NPV	-	2,697,715	-	220,800	2,476,915
GREE ELECTRIC APPLIANCES INC OF ZHUHAI A SHS ORD CNY1	14,916,929	2,786,769	-	1,480,600	16,223,098
HAITONG SECURITIES CO LTD CL A ORD CNY1	40,194,413	10,935,425	-	7,413,600	43,716,238
HANGZHOU HIKVISION DIGITAL TECHNOLOGY CO LTD A SHS ORD NPV	-	2,320,673	-	9,000	2,311,673
HENAN SHUANGHUI INVESTMENT & DEVELOPMENT CO LTD A SHR ORD CNY1	-	5,108,113	-	21,600	5,086,513
HUANENG POWER INTERNATIONAL INC A SHS ORD CNY1	9,720,256	2,640,923	-	1,034,400	11,326,779
HUAXIA BANK CO LTD A SHR ORD CNY1	18,117,217	2,016,640	-	2,716,800	17,417,057
INDUSTRIAL AND COMMERCIAL BANK OF CHINA LTD A SHS ORD CNY1	104,048,372	28,304,018	-	11,107,100	121,245,290
INDUSTRIAL BANK CO LTD A SHR ORD CNY1	53,560,407	14,346,087	-	20,930,000	46,976,494
INNER MONGOLIA BAOTOU STEEL RARE-EARTH HI TECH CO LTD A SHR ORD CNY1	8,007,725	2,189,520	-	866,400	9,330,845
JIANGSU YANGHE BREWERY JOINT-STOCK CO LTD A SHS ORD CNY1	1,071,248	591,179	-	81,600	1,580,827
JIANGXI COPPER CO LTD A SHRS ORD CNY1	5,488,874	1,505,906	-	598,800	6,395,980

**CSOP FTSE CHINA A50 ETF**  
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**STATEMENT OF MOVEMENTS IN INVESTMENT PORTFOLIO (Unaudited) (continued)**  
*For the period ended 30 June 2013*

	Holdings				
	31 December 2012	Additions	Corporate action	Disposals	30 June 2013
Investments (continued)					
Listed equities (continued)					
KWEICHOW MOUTAI CO LTD A SHR ORD CNY1	2,745,996	418,251	-	284,600	2,879,647
NEW CHINA LIFE INSURANCE CO LTD A SHRS ORD NPV	4,137,353	1,120,506	-	436,600	4,821,259
PETROCHINA CO LTD A SHRS CNY1	26,767,470	7,290,911	-	2,867,300	31,191,081
PING AN BANK CO LTD A SHR ORD CNY1	16,938,713	4,622,995	12,289,325	2,269,800	31,581,233
PING AN INSURANCE (GROUP) CO OF CHINA LTD A SHR ORD CNY1	31,649,783	4,153,578	-	3,716,200	32,087,161
POLY REAL ESTATE GROUP CO LTD A SHR ORD CNY1	35,399,508	3,597,184	-	8,195,400	30,801,292
SAIC MOTOR CORP LTD A SHR ORD CNY1	21,871,770	2,084,319	-	6,115,600	17,840,489
SANY HEAVY INDUSTRY CO LTD A ORD CNY1	25,106,175	3,001,823	-	6,458,900	21,649,098
SHANGHAI PUDONG DEVELOPMENT BANK CO LTD A SHR ORD CNY1	92,508,295	10,482,646	-	26,815,000	76,175,941
WULIANGYE YIBIN CO LTD A SHS ORD CNY1	12,550,272	2,148,391	-	1,244,200	13,454,463
YANZHOU COAL MINING CO LTD A SHRS ORD CNY1	2,544,455	691,199	-	3,235,654	-
ZIJIN MINING GROUP CO LTD A SHR ORD CNY0.1	52,250,529	278,300	-	52,528,829	-
ZOOMLION HEAVY INDUSTRY SCIENCE AND TECHNOLOGY CO LTD A SHR ORD CNY1	31,124,130	8,382,410	-	39,506,540	-

**CSOP FTSE CHINA A50 ETF**  
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**PERFORMANCE RECORD (Unaudited)**

**Net asset value**

	Net asset value of the Sub-Fund <i>RMB</i>	Net asset value per unit <i>RMB</i>
At the end of financial period dated		
31 December 2012	16,772,831,681	8.2890
30 June 2013	15,235,084,318	7.0549

**Highest and lowest net asset value per unit**

	Highest net asset value per unit <i>RMB</i>	Lowest net asset value per unit <i>RMB</i>
Financial period ended		
31 December 2012 (Since 23 August 2012 (date of inception))	8.2890	6.9571
30 June 2013	9.1469	6.8307

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

**MANAGEMENT AND ADMINISTRATION**

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