

恒生指數ETF

2833

恒生指數上市基金
年度財務報告

HANG SENG INDEX ETF
ANNUAL FINANCIAL REPORT
2009



恒生投資
Hang Seng Investment



理財創富 專注為你

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業績表

Performance Table

	價格記錄 Price Record											
	2009		2008		2007		2006		2005		2004	
	最高 認購價 Highest Offer Price	最低 贖回價 Lowest Bid Price	最高 認購價 Highest Offer Price	最低 贖回價 Lowest Bid Price	最高 認購價 Highest Offer Price	最低 贖回價 Lowest Bid Price	最高 認購價 Highest Offer Price	最低 贖回價 Lowest Bid Price	最高 認購價 Highest Offer Price	最低 贖回價 Lowest Bid Price	最高 認購價 Highest Offer Price	最低 贖回價 Lowest Bid Price
港元 HKD	232.78	114.36	277.75	112.87	319.72	187.48	203.41	150.34	156.36	134.43	144.47	129.24

	每單位資產淨值 Net Asset Value Per Unit							
	2009年12月31日 As at 31 December 2009		2008年12月31日 As at 31 December 2008		2007年12月31日 As at 31 December 2007		2006年12月31日 As at 31 December 2006	
港元 HKD		219.61		144.28		278.60		199.83

	屬於單位持有人之資產總淨值 Total Net Assets Attributable to Unitholders							
	2009年12月31日 As at 31 December 2009		2008年12月31日 As at 31 December 2008		2007年12月31日 As at 31 December 2007		2006年12月31日 As at 31 December 2006	
港元 HKD		24,547,446,278		13,621,336,230		23,568,139,538		13,849,628,452

受託人報告 Trustee's Report

致恒生指數上市基金(「基金」)單位持有人

吾等謹此確認，吾等認為基金經理，即恒生投資管理有限公司於截至2009年12月31日止之年度內，在各重要方面均已根據2004年9月10日訂立的《信託契約》條文管理基金。

美國友邦(信託)有限公司
2010年4月28日

To the unitholders of Hang Seng Index ETF ("the Fund")

We hereby confirm that, in our opinion, the Manager, Hang Seng Investment Management Limited has, in all material respects, managed the Fund in accordance with the provisions of the Trust Deed dated 10 September 2004, for the year ended 31 December 2009.

American International Assurance Company (Trustee) Limited
28 April 2010

獨立核數師報告

致恒生指數上市基金(「基金」)單位持有人的獨立核數師報告

本核數師(以下簡稱「我們」)已審核列載於第8至26頁基金的財務報表，此財務報表包括於二零零九年十二月三十一日的資產負債表與截至該日止年度的權益變動表、全面收入表、現金流量表和收益分派表，以及主要會計政策概要及其他附註解釋。

基金經理及受託人就財務報表須承擔的責任

基金經理及受託人須負責根據香港會計師公會頒佈的香港財務報告準則編製及真實而公平地列報該等財務報表，並確保財務報表符合經修訂的《信託契約》的相關披露規定及香港證券及期貨事務監察委員會頒佈的《單位信託及互惠基金守則》(「該守則」)附錄E所列的相關披露要求。這責任包括設計、實施及維護與編製及真實而公平地列報財務報表相關的內部控制，以使財務報表不存在由於欺詐或錯誤而導致的重大錯誤陳述；選擇和應用適當的會計政策；及按情況下作出合理的會計估計。

核數師的責任

我們的責任是根據我們的審核對該等財務報表作出意見，並僅向整體基金單位持有人報告。除此以外，我們的報告不可用作其他用途。我們概不就本報告的內容，對任何其他人士負責或承擔法律責任。

我們已根據香港會計師公會頒佈的香港審計準則進行審核。這些準則要求我們遵守道德規範，並規劃及執行審核，以合理確定此等財務報表是否不存有任何重大的錯誤陳述。

審核涉及執行程序以獲取有關財務報表所載金額及披露資料的審核憑證。所選定的程序取決於核數師的判斷，包括評估由於欺詐或錯誤而導致財務報表存有重大錯誤陳述的風險。在評估該等風險時，核數師考慮與該基金編製及真實而公平地列報財務報表相關的內部控制，以設計適當的審核程序，但並非為對基金的內部控制的效能發表意見。審核亦包括評價基金經理及受託人所採用的會計政策的合適性及所作出的會計估計的合理性，以及評價財務報表的整體列報方式。

我們相信，我們所獲得的審核憑證充足和適當地為我們的審核意見提供基礎。

意見

我們認為，該等財務報表已根據香港財務報告準則真實而公平地反映貴基金於二零零九年十二月三十一日的財政狀況及截至該日止年度貴基金的交易及現金流量，並已經按照經修訂的《信託契約》的相關披露規定及該守則的相關披露要求妥為編製。

畢馬威會計師事務所
執業會計師
香港中環
遮打道10號
太子大廈8樓
2010年4月28日

Independent Auditor's Report

Independent Auditor's Report to the Unitholders of Hang Seng Index ETF (the "Fund")

We have audited the financial statements of the Fund set out on pages 8 to 26, which comprise the statement of assets and liabilities as at 31 December 2009, and the statement of changes in equity, the statement of comprehensive income, the cash flow statement and the distribution statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Manager's and Trustee's responsibilities for the financial statements

The Manager and the Trustee are responsible for the preparation and the true and fair presentation of these financial statements in accordance with Hong Kong Financial Reporting Standards issued by the Hong Kong Institute of Certified Public Accountants, and for ensuring that the financial statements comply with the relevant disclosure provisions of the Trust Deed, as amended, and the relevant disclosure requirements set out in Appendix E to the Hong Kong Code on Unit Trusts and Mutual Funds ("the Code") issued by the Hong Kong Securities and Futures Commission. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and the true and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditor's responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. This report is made solely to you, as a body, and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report.

We conducted our audit in accordance with Hong Kong Standards on Auditing issued by the Hong Kong Institute of Certified Public Accountants. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance as to whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and true and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Manager and the Trustee, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Fund as at 31 December 2009 and of its transactions and cash flows for the year then ended in accordance with Hong Kong Financial Reporting Standards and have been properly prepared in accordance with the relevant disclosure provisions of the Trust Deed, as amended, and the relevant disclosure requirements of the Code.

KPMG
Certified Public Accountants
8th Floor, Prince's Building
10 Chater Road
Central, Hong Kong
28 April 2010

投資組合

Investment Portfolio

2009年12月31日 as at 31 December 2009

投資 Investments	單位數目 Holdings	市值 (港元) Market Value (HK\$)	佔屬於單位持有人之 總資產淨值百分比 % of Total Net Assets Attributable to Unitholders
上市投資	Listed Investments		
香港股票	Hong Kong Equities		
工商	Commerce & Industry		
中國鋁業	Aluminum Corporation of China	17,017,750	0.59%
國泰航空	Cathay Pacific Airways	5,092,219	0.30%
招商局國際	China Merchants Holdings International	4,724,859	0.49%
中國移動	China Mobile	25,963,690	7.70%
中國石油化工	China Petroleum & Chemical	72,395,074	2.04%
華潤創業	China Resources Enterprise	5,166,397	0.60%
中國神華能源	China Shenhua Energy	14,664,618	2.27%
中國聯通	China Unicom	30,496,571	1.28%
中信泰富	CITIC Pacific	5,510,879	0.47%
中國海洋石油	CNOOC	77,086,338	3.82%
中遠太平洋	COSCO Pacific	4,883,841	0.20%
思捷環球	Esprit Holdings	5,110,950	1.08%
富士康國際控股	Foxconn International Holdings	9,178,150	0.34%
和記黃埔	Hutchison Whampoa	9,196,592	2.00%
利豐	Li & Fung	11,398,831	1.50%
香港鐵路	MTR Corporation	6,178,178	0.68%
新世界發展	New World Development	10,844,359	0.71%
中國石油天然氣	PetroChina	91,028,941	3.45%
太古洋行'A'	Swire Pacific 'A'	3,909,369	1.50%
騰訊控股	Tencent Holdings	4,311,523	2.96%
九龍倉集團	Wharf (Holdings)	5,941,455	1.08%
		8,606,553,587	35.06%
金融	Finance		
中國銀行	Bank of China	327,974,449	5.60%
交通銀行	Bank of Communications	59,703,218	2.19%
東亞銀行	Bank of East Asia	7,977,366	1.00%
中銀香港	BOC Hong Kong	15,965,740	1.15%
中國建設銀行	China Construction Bank	290,813,330	7.89%
中國人壽保險	China Life Insurance	32,103,247	5.02%
恒生銀行	Hang Seng Bank	3,299,614	1.54%
香港交易及結算所	Hong Kong Exchanges & Clearing	4,642,247	2.64%
滙豐控股	HSBC Holdings	40,050,768	14.59%
中國工商銀行	Industrial and Commercial Bank of China	268,750,888	7.04%
中國平安保險	Ping An Insurance	6,072,293	1.68%
		12,355,965,318	50.34%
地產	Properties		
長江實業(集團)	Cheung Kong (Holdings)	5,995,752	2.46%
中國海外發展	China Overseas Land & Investment	17,622,260	1.17%
恒隆地產	Hang Lung Properties	8,946,468	1.12%
恒基兆業地產	Henderson Land Development	4,631,539	1.11%
信和置業	Sino Land	10,394,738	0.64%
新鴻基地產	Sun Hung Kai Properties	6,637,696	3.13%
		2,364,199,895	9.63%
公用事業	Utilities		
華潤電力	China Resources Power	8,081,103	0.51%
中電控股	CLP Holdings	7,785,347	1.67%
香港中華煤氣	Hong Kong & China Gas	16,901,417	1.34%
香港電燈集團	Hongkong Electric Holdings	5,984,903	1.02%
		1,115,481,865	4.54%
總投資市值 Total Investments		24,442,200,665	99.57%
(總投資成本 Total cost of investments - HKD20,059,638,935 港元)			
其他資產淨值 Other Net Assets		105,245,613	0.43%
屬於單位持有人之總資產淨值 Total Net Assets Attributable to Unitholders		24,547,446,278	100.00%

投資組合變動表

Statement of Movements in Portfolio Holdings

截至2009年12月31日止年度 For the year ended 31 December 2009

投資 Investments		單位數目 2009年1月1日 Holdings as at 01 Jan 2009	增加 Additions	減少 Disposals	單位數目 2009年12月31日 Holdings as at 31 Dec 2009
上市投資	Listed Investments				
香港股票	Hong Kong Equities				
工商	Commerce & Industry				
中國鋁業	Aluminum Corporation of China	16,213,745	4,675,750	3,871,745	17,017,750
國泰航空	Cathay Pacific Airways	4,849,072	1,416,336	1,173,189	5,092,219
招商局國際	China Merchants Holdings International	4,480,408	1,511,592	1,267,141	4,724,859
中國移動	China Mobile	24,728,782	6,658,284	5,423,376	25,963,690
中國石油化工	China Petroleum & Chemical	68,978,181	19,530,102	16,113,209	72,395,074
華潤創業	China Resources Enterprise	4,908,005	1,504,092	1,245,700	5,166,397
中國神華能源	China Shenhua Energy	13,972,320	3,959,510	3,267,212	14,664,618
中國聯通	China Unicom	29,308,788	9,232,086	8,044,303	30,496,571
中信泰富	CITIC Pacific	5,109,308	4,599,798	4,198,227	5,510,879
中國海洋石油	CNOOC	73,449,043	20,730,284	17,092,989	77,086,338
中遠太平洋	COSCO Pacific	4,612,888	1,459,550	1,188,597	4,883,841
思捷環球	Esprit Holdings	4,343,235	1,471,059	703,344	5,110,950
富士康國際控股	Foxconn International Holdings	8,707,401	2,542,524	2,071,775	9,178,150
和記黃埔	Hutchison Whampoa	8,762,591	2,522,112	2,088,111	9,196,592
利豐	Li & Fung	9,708,911	3,406,620	1,716,700	11,398,831
香港鐵路	MTR Corporation	5,817,854	1,823,346	1,463,022	6,178,178
新世界發展	New World Development	10,040,079	3,635,032	2,830,752	10,844,359
中國石油天然氣	PetroChina	86,731,017	24,531,076	20,233,152	91,028,941
太古洋行'A'	Swire Pacific 'A'	3,724,375	1,076,286	891,292	3,909,369
騰訊控股	Tencent Holdings	4,059,891	1,197,384	945,752	4,311,523
九龍倉集團	Wharf (Holdings)	5,660,614	1,650,094	1,369,253	5,941,455
裕元工業(集團)	Yue Yuen Industrial (Holdings)	2,711,326	380,694	3,092,020	-
金融	Finance				
中國銀行	Bank of China	140,625,729	214,381,928	27,033,208	327,974,449
交通銀行	Bank of Communications	56,886,520	16,068,264	13,251,566	59,703,218
東亞銀行	Bank of East Asia	6,877,211	2,816,180	1,716,025	7,977,366
中銀香港	BOC Hong Kong	15,211,793	4,313,394	3,559,447	15,965,740
中國建設銀行	China Construction Bank	184,728,455	134,050,052	27,965,177	290,813,330
中國人壽保險	China Life Insurance	30,587,596	8,668,578	7,152,927	32,103,247
恒生銀行	Hang Seng Bank	3,143,971	890,838	735,195	3,299,614
香港交易及結算所	Hong Kong Exchanges & Clearing	4,419,049	1,252,222	1,029,024	4,642,247
滙豐控股	HSBC Holdings	24,123,666	67,868,285	51,941,183	40,050,768
中國工商銀行	Industrial and Commercial Bank of China	187,785,870	125,050,324	44,085,306	268,750,888
中國平安保險	Ping An Insurance	5,785,887	1,648,264	1,361,858	6,072,293
地產	Properties				
長江實業(集團)	Cheung Kong (Holdings)	5,712,678	1,661,626	1,378,552	5,995,752
中國海外發展	China Overseas Land & Investment	16,135,362	5,494,778	4,007,880	17,622,260
恒隆地產	Hang Lung Properties	8,519,568	2,458,008	2,031,108	8,946,468
恒基兆業地產	Henderson Land Development	4,412,390	1,297,490	1,078,341	4,631,539
信和置業	Sino Land	9,933,178	3,051,200	2,589,640	10,394,738
新鴻基地產	Sun Hung Kai Properties	6,323,821	1,832,580	1,518,705	6,637,696
公用事業	Utilities				
華潤電力	China Resources Power	-	8,347,280	266,177	8,081,103
中電控股	CLP Holdings	7,417,980	2,117,180	1,749,813	7,785,347
香港中華煤氣	Hong Kong & China Gas	16,441,188	4,523,410	4,063,181	16,901,417
香港電燈集團	Hongkong Electric Holdings	5,701,886	1,631,808	1,348,791	5,984,903
股票認購權	Rights				
中國海外發展認購權(2008年12月)	China Overseas Land & Investment Rights (Dec 2008)	644,294	-	644,294	-
華潤電力認購權(2009年6月)	China Resources Power Rights (Jun 2009)	-	604,600	604,600	-
滙豐控股認購權(2009年3月)	HSBC Holdings Rights (Mar 2009)	-	42,984,605	42,984,605	-

資產負債表

Statement of Assets and Liabilities

2009年12月31日 as at 31 December 2009

	附註 Notes	2009 (港元) (HKD)	2008 (港元) (HKD)	2007 (港元) (HKD)
			重呈列 Re-presented	重呈列 Re-presented
資產 Assets				
按公平價值列入收入或虧損的投資 Investments at fair value through profit or loss	5,8(g),12	24,442,200,665	13,562,555,050	23,499,518,228
應收收益分派款項 Distributions receivable		30,481,728	122,646	31,106,239
應收投資款項 Amounts receivable on sale of investments		-	6,254,910	-
應收認購單位款項 Amounts receivable on subscription of units		52,695,812	21,211,359	69,235,663
其他應收款項 Other accounts receivable		-	-	4,177
現金及現金等價物 Cash and cash equivalents	8(f)	311,530,841	339,105,224	254,272,984
資產總值 Total Assets		24,836,909,046	13,929,249,189	23,854,137,291
負債 Liabilities				
應付投資款項 Amounts payable on purchase of investments		11,649,537	21,335,505	40,624,895
應付贖回單位款項 Amounts payable on redemption of units		51,797,780	21,136,484	48,694,643
預提費用及其他應付款項 Accrued expenses and other payables	8(a)&(b)	3,108,115	1,952,435	2,959,443
應付收益分派款項 Distributions Payable	8(i)	222,907,336	263,488,535	193,718,772
負債總值 Total liabilities		289,462,768	307,912,959	285,997,753
屬於單位持有人之資產淨值 Net assets attributable to unitholders	10	24,547,446,278	13,621,336,230	23,568,139,538
代表 Representing:				
權益總值 Total Equity		24,547,446,278	13,621,336,230	23,568,139,538
已發行單位數目 Total number of units in issue	8(i),9	111,777,718	94,409,946	84,594,298
每單位資產淨值 Net asset value per unit		219.61	144.28	278.60

由受託人及基金經理於2010年4月28日批准及核准發行。

Approved and authorised for issue by the Trustee and the Manager on 28 April 2010.

} 代表 For and on behalf of
 } 受託人 Trustee
 } 美國友邦 (信託) 有限公司
 } American International Assurance Company (Trustee) Limited

} 代表 For and on behalf of
 } 基金經理 Manager
 } 恒生投資管理有限公司
 } Hang Seng Investment Management Limited

第13至26頁的附註屬本財務報表的一部份。

The notes on pages 13 to 26 form part of the financial statements.

權益變動表

Statement of Changes in Equity

截至2009年12月31日止年度 For the year ended 31 December 2009

	附註 Notes	截至 2009年12月31日 止年度 Year ended 31 December 2009 (港元) (HKD)	截至 2008年12月31日 止年度 Year ended 31 December 2008 (港元) (HKD)
年初餘額 (調整前) Balance at beginning of year, as previously reported		-	-
採納香港會計準則第32號訂本之影響 Effect of adoption of Amendments to HKAS 32		13,621,336,230	23,568,139,538
年初餘額 (調整後) Balance at beginning of year, as restated		13,621,336,230	23,568,139,538
屬於單位持有人的收入/(損失)及年度總全面收入 Income/(loss) attributable to unitholders and total comprehensive income for the year		8,595,542,875	(10,947,335,840)
與所有者(即單位持有人)的交易並直接於權益上入賬 Transactions with owners (i.e. unitholders), recorded directly in equity			
發行單位所得及應收款項 Received and receivable on issue of units	8(k),9	8,138,484,784	10,600,533,211
贖回單位所付及應付款項 Paid and payable on redemption of units	8(k),9	(5,312,049,031)	(8,942,742,079)
予單位持有人的收益分派 Distributions to unitholders	8(i)	(495,868,580)	(657,258,600)
與所有者(即單位持有人)的交易總額 Total transactions with owners (i.e. unitholders)		2,330,567,173	1,000,532,532
年末餘額 Balance at year end		24,547,446,278	13,621,336,230

全面收入表

Statement of Comprehensive Income

截至2009年12月31日止年度 for the year ended 31 December 2009

	附註 Notes	截至 2009年12月31日 止年度 Year ended 31 December 2009 (港元) (HKD)	截至 2008年12月31日 止年度 Year ended 31 December 2008 (港元) (HKD)
<i>重呈列 Re-presented</i>			
收入 Income			
股息收入 Dividend income	8(g)	568,682,692	663,249,964
利息收入 Interest income	6, 8(f)	6,126	1,510,890
		<u>568,688,818</u>	<u>664,760,854</u>
費用 Expenses			
核數師酬金 Auditor's remuneration		(365,587)	(175,299)
管理費 Management fees	8(a)	(9,695,032)	(9,563,832)
登記處費 Registrar's fees	8(h)	(15,600)	(15,643)
證券託管及銀行費用 Safe custody and bank charges	8(d)	(7,139,975)	(6,526,504)
雜項費用 Sundry expenses	8(e)	(3,534,770)	(3,380,279)
投資交易費用 Investment transaction costs	8(c)	(16,121,589)	(10,472,579)
付予受託人之交易費 Transaction fees paid to trustee	8(h)	(2,828,100)	(2,647,500)
受託人費 Trustee's fees	8(b)	(5,937,019)	(5,858,628)
估值費 Valuation fees	8(h)	(99,600)	(98,000)
		<u>(45,737,272)</u>	<u>(38,738,264)</u>
計算投資收益/(虧損)前屬於單位持有人的收入 Income attributable to unitholders before gains/(losses) on investments		<u>522,951,546</u>	<u>626,022,590</u>
投資收益/(虧損) Gains/(losses) on investments			
投資收益 Gains on investments	7	10,789,884,250	1,246,655,206
投資虧損 Losses on investments	7	(2,690,733,061)	(12,814,943,742)
滙兌淨(虧損)/收益 Net foreign exchange (loss)/gain		(1,463)	1,499
證券費用 Securities expenses	8(d)	(591,249)	(486,867)
		<u>8,098,558,477</u>	<u>(11,568,773,904)</u>
計算融資成本前屬於單位持有人的收入/(損失) Income/(loss) attributable to unitholders before finance costs		8,621,510,023	(10,942,751,314)
融資成本 Finance costs			
利息支出 Interest expenses	8(j)	(119)	(264)
屬於單位持有人的稅前收入/(損失) Income/(loss) attributable to unitholders before taxation		8,621,509,904	(10,942,751,578)
稅項 Taxation	4	(25,967,029)	(4,584,262)
屬於單位持有人的收入/(損失)及年度總全面收入 Income/(loss) attributable to unitholders and total comprehensive income for the year		<u>8,595,542,875</u>	<u>(10,947,335,840)</u>

第13至26頁的附註屬本財務報表的一部份。

The notes on pages 13 to 26 form part of the financial statements.

現金流量表

Cash Flow Statement

截至2009年12月31日止年度 For the year ended 31 December 2009

	截至 2009年12月31日 止年度 Year ended 31 December 2009 (港元) (HKD)	截至 2008年12月31日 止年度 Year ended 31 December 2008 (港元) (HKD)
經營活動 Operating activities		
核數師酬金 Payment for auditor's remuneration	(210,066)	(174,996)
管理費 Payment for management fee	(9,286,933)	(9,945,913)
受託人費 Payment for trustee's fee	(5,708,003)	(5,839,009)
投資交易費用 Payment for investment transaction costs	(16,121,589)	(10,472,579)
受託人之交易費之支付 Payment for transaction fees paid to trustee	(2,865,300)	(2,812,100)
登記處費 Payment for registrar's fee	(15,600)	(16,968)
估值費 Payment for valuation fee	(99,600)	(105,600)
證券託管及銀行費用 Payment for safe custody and bank charges	(7,139,975)	(6,526,504)
其他營運支出 Payment for other operating expenses	(3,135,989)	(3,850,104)
用於經營活動的現金淨額 Net cash used in operating activities	(44,583,055)	(39,743,773)
投資活動 Investing activities		
證券費用 Payment for securities expenses	(591,249)	(486,867)
股息收入所得款項 Dividend income received	438,440,819	505,529,948
所得利息 Interest received	6,126	1,515,067
出售投資所得款項 Proceeds from sale of investments	5,588,411,108	2,345,032,708
購入投資所付款項 Payment for purchase of investments	(8,203,744,971)	(4,572,709,084)
用於投資活動的現金淨額 Net cash used in investing activities	(2,177,478,167)	(1,721,118,228)
融資活動 Financing activities		
利息支出 Interest expenses	(119)	(264)
發行單位所得款項 Proceeds on issue of units	7,616,034,551	6,190,874,565
贖回單位所付款項 Payments on redemption of units	(4,885,097,814)	(3,757,691,223)
單位持有人的收益分派之支付 Distributions paid to unitholders	(536,449,779)	(587,488,837)
來自融資活動的現金淨額 Net cash generated from financing activities	2,194,486,839	1,845,694,241
現金或現金等價物淨(減少)/增加 Net (decrease)/increase in cash and cash equivalents	(27,574,383)	84,832,240
於1月1日之現金及現金等價物 Cash and cash equivalents at 1 January	339,105,224	254,272,984
於12月31日之現金及現金等價物 Cash and cash equivalents at 31 December	311,530,841	339,105,224

重大非現金交易:

Major non-cash transactions:

- (i) 於年度內，單位持有人透過注入一籃子恒生指數成份股，合共市值490,965,780港元(2008：4,457,682,950港元)，以認購3,500,000基金單位(2008：18,400,000基金單位)。
During the year, unitholders subscribed for 3,500,000 units of the Fund (2008: 18,400,000) by tendering a basket of Constituent Stocks of Hang Seng Index with market value of HKD490,965,780 (2008: HKD4,457,682,950).
- (ii) 於年度內，單位持有人透過贖回2,550,000基金單位(2008：21,950,000)基金單位，以換取一籃子恒生指數成份股，合共市值396,289,921港元(2008：5,212,609,015港元)。
During the year, unitholders tendered 2,550,000 units of the Fund (2008: 21,950,000) in exchange for a basket of constituent stocks of Hang Seng Index with a market value of HKD396,289,921 (2008: HKD5,212,609,015).

第13至26頁的附註屬本財務報表的一部份。

The notes on pages 13 to 26 form part of the financial statements.

收益分派表

Distribution Statement

截至2009年12月31日止年度 for the year ended 31 December 2009

	截至 2009年12月31日 止年度 Year ended 31 December 2009 (港元) (HKD)	截至 2008年12月31日 止年度 Year ended 31 December 2008 (港元) (HKD)
年初未分派之收入金額 Undistributed income brought forward	5,757,452	34,877,799
計算投資收益/(虧損)前屬於單位持有人的收入 Income attributable to unitholders before gains/(losses) on investments	522,951,546	626,022,590
投資交易費用 Investment transaction costs	16,121,589	10,472,579
利息支出 Interest expenses	(119)	(264)
稅項 Taxation	(25,967,029)	(4,584,262)
發行單位所得及應收款項(收入部分) Income portion of received and receivable on issue of units	41,432,209	67,901,109
贖回單位所付及應付款項(收入部分) Income portion of paid and payable on redemption of units	<u>(32,439,334)</u>	<u>(71,673,499)</u>
可供單位持有人的收益分派金額 Amount available for distribution to unitholders	527,856,314	663,016,052
予單位持有人的收益分派 Distributions to unitholders	<u>(495,868,580)</u>	<u>(657,258,600)</u>
年終未分派之收入金額 Undistributed income carried forward	<u>31,987,734</u>	<u>5,757,452</u>
予單位持有人的收益分派(每單位) Distribution to unitholders per unit	<u>2.60</u>	<u>4.50</u>
分派予單位持有人的日期 Date of distribution to unitholders	2009年6月26日 26 June 2009	2008年6月27日 27 June 2008
予單位持有人的收益分派(每單位) Distribution to unitholders per unit	<u>2.00</u>	<u>2.80</u>
分派予單位持有人的日期 Date of distribution to unitholders	2009年12月18日 18 December 2009	2008年12月19日 19 December 2008

1. 背景

恒生指數上市基金(「基金」)由香港證券及期貨事務監察委員會(「證監會」)根據香港證券及期貨條例第104(1)條認可，並由香港《單位信託及互惠基金守則》(「該守則」)管轄。

基金是根據香港法例並按2004年9月10日訂立並經不時修訂的《信託契約》成立，並於2004年9月13日根據香港法例註冊成立。

基金的投資目標是透過持有一籃子成份股，於扣除費用前盡實際可能緊貼恒生指數(「該指數」)之表現。

截至2009年12月31日，恒指基金持有基金97%(2008: 97%)可贖回單位，因此恒指基金被視為基金的母公司。

2. 主要會計政策

(a) 遵例聲明

本基金的財務報表是按照香港會計師公會頒佈的所有適用的《香港財務報告準則》(包含所有適用的個別《香港財務報告準則》、《香港會計準則》及詮釋)、香港公認會計原則、經修訂的《信託契約》的有關披露條款及證監會發出的該守則及其他的相關披露規定編製。以下是本基金採用的主要會計政策概要。

香港會計師公會頒佈了若干新訂和經修訂的《香港財務報告準則》。這些準則在本基金當前會計期間首次生效或可供提前採用。在與本基金有關的範圍內初始應用這些新訂和經修訂的準則所引致當前和以往會計期間的會計政策變更，已於本財務報表內反映，有關資料載列於附註3。

(b) 財務報表的編製基準

本財務報表中所呈列的貨幣為港元(即本基金的報價貨幣)，而所有數項則以個位計算。

除投資按公平價值入賬(見下文所載的會計政策)外，本財務報表以歷史成本作為編製基準。

在按照《香港財務報告準則》編製財務報表時，基金經理及受託人就財務政策的採用及財務報表中所列之資產、負債、收入及開支數額的呈報需作判斷、估計及假設。該等估計與相關假設乃基於過往經驗和其它被認為合理之各種因素作出，從而作為計算某些難以確認的資產及負債之賬面價值的基準。實際結果或與該等估計不盡相同。

該等估計及相關假設將會被不時檢討。因應該等估計需作出的修訂將在該等估計之修訂期間(若該等修訂僅影響該期間)或者修訂期間及未來期間(若該等修訂影響現時及未來期間)予以確認。

(c) 收入與費用

利息收入及支出以實際利率法計算。股息收入在投資項目的價格除息時確認。股息收入呈列時並沒有扣除在收入或虧損獨立披露的不可取回的預扣稅。所有其他的收入及支出均以權責發生制的形式入帳。

(d) 外幣換算

年度內的外幣交易按交易日的匯率換算至港元。以外幣為單位的貨幣資產及負債則按年終日的匯率換算至港元。匯兌盈虧均撥入收入或虧損確認。

(e) 金融工具

(i) 分類

所有投資包括於該指數成份股的投資，主要是為了可於短期內出售而購置，是持作交易用途的金融資產。基金將其所有投資歸類為按公平價值列入收入或虧損的金融資產或金融負債。被歸類為應收款項的金融資產包括應收收益分派款項、應收投資款項、應收認購單位款項及其他應收款項。並非按公平價值列入收入或虧損內的金融負債包括應付投資款項、應付贖回單位款項、應付收益分派及其他應付款項。

(ii) 確認

金融資產和金融負債在基金成為相關合約條文的人士時，將被予以確認。

金融資產及金融負債在一般情況下購入或出售時將按交易日會計法以公平價值收入或虧損予以確認。該等金融資產或金融負債之公平價值變動所產生的盈餘和虧損由該日起計算。

(iii) 計量

金融工具的首次計量是以公平價值(即交易價格)計算。金融資產及金融負債的交易成本則列為費用撥入收入或虧損立即註銷。

首次確認後，持作交易用途的金融資產以公平價值計算。

(iv) 公平價值計量的準則

金融工具的公平價值一般是按結算日之市場價值計算。此市場價值並沒有扣除將來出售該等工具時所涉及的成本之預算。金融資產按市場買入價釐定價格，而金融負債則按市場賣出價釐定價格。

投資收益和虧損將列於收入或虧損內。已變現之投資的收益和虧損及由公平價值變動所帶來的未變現之投資的收益和虧損則載列於附註7。

2. 主要會計政策(續)

(e) 金融工具(續)

(v) 取消確認

若可按金融資產合約收取現金的權利已過期或該金融資產連同大部份的風險及所有權的報酬被轉讓，該金融資產將被予以取消確認。

於基金出售持作交易用途的資產當日，已出售之該等資產將被取消確認，來自經紀商之相關應收款項將於基金出售該等資產之日進行確認。

若合約所指定的責任被解除、取消或終止時，金融負債即被取消確認。

金融資產被取消確認時，資產之帳面金額及所得款項之差異在收入或支出被確認。

(f) 關聯人士

就本財務報表而言，有關人士即被視為基金的關聯人士，如：

- (i) 另一方人士能夠透過一位或多位中介人直接或間接監控基金或對基金的財務及經營決策發揮重大的影響力，或對基金有共同的監控；
- (ii) 基金與另一方人士均受制於共同的監控；
- (iii) 另一方人士是基金的附屬公司、關聯公司或與基金成立合資企業；
- (iv) 另一方人士是基金或基金母公司的主要管理層的成員，或該個體的近親家庭成員，或是一個受制於該個體的監控、共同監控或受該個體重大影響的實體；
- (v) 另一方人士是上述(i)類另一方人士的近親家庭成員或是一個受制於該個體的監控、共同監控或受該個體重大影響的實體；
- (vi) 另一方人士是基金關聯人士的僱員的僱員利益計劃的任何實體。

一個個體的近親家庭成員是指預計可影響該個體處理基金事務的家庭成員或預計在該個體處理基金事務時受影響的家庭成員。

(g) 現金及現金等價物

現金及現金等價物包括銀行存款及現金，於銀行及其他金融機構的活期存款和短期及流動性極高的投資項目。這些項目可以在沒有重大價值轉變的風險下容易地換算為已知的現金數額，並在購入後三個月內到期。就編製現金流量表而言，現金及現金等價物也包括作為基金現金管理一部分而又隨時可被要求還款的銀行透支。

(h) 已發行單位

基金根據發行的金融工具實質的合約條款，把其分類為金融負債或權益工具。

基金只發行一類可贖回單位。該類單位是基金的金融工具中居最末的類別及於所有重大層面擁有同等地位及有著相同的條款與章程。可贖回單位賦予投資者權利，可於每個贖回日及當基金清盤時，要求以現金形式贖回等值其於基金資產淨值中的持股比例。

發行人於有合約性責任以現金或其他金融資產回購或贖回的可贖回金融工具於符合下列所有條件時，應分類為權益：

- (i) 基金清盤時，持有人有權依其持有比例取回基金之資產淨值；
- (ii) 該金融工具所屬的類別於所有工具的類別中居最末位；
- (iii) 於所有工具的類別中居最末位的類別中的所有金融工具均有相同的特質；
- (iv) 基金除了以現金或其他金融資產回購或贖回工具以履行合約性責任外，該工具本身並無任何其他符合負債定義的特質；及
- (v) 工具全期內之總預期現金流量的攤派是根據實質的損益計算；或根據已確認的資產淨值的變動計算；或根據基金已確認及未確認的資產淨值之公平價值的變動計算。

基金的可贖回單位如符合以上所有的條件會被分類為權益。

(i) 分部報告

分部經營是基金的組成部分且從事可賺取收入並衍生費用(包括與同一基金內的其他組成部分進行交易而衍生的相關收入和費用)的商業活動，其經營成果由主要經營決策者定期進行檢討，以決定分部的資源分配並評估其表現，及可取得其個別的財務資訊。匯報予主要經營決策者的分部表現包括可直接攤派至分部及可按合理的原則分配予分部的項目。基金的主要經營決策者為基金經理，即恒生投資管理有限公司。

3. 會計政策變更

香港會計師公會已頒佈一項新訂香港財務報告準則、若干項經修訂香港財務報告準則及新訂詮釋，並於基金的現行會計期間首次生效。其中與基金財務報告有關的準則及詮釋如下：

- (i) 香港會計準則第1號(2007重訂)「財務報表之呈列」

財務報表附註(續)

3. 會計政策變更(續)

- (ii) 香港會計準則第32號訂本「金融工具：披露與呈列」及香港會計準則第1號訂本「財務報表之呈列 - 可贖回金融工具及清盤產生之責任」
- (iii) 香港財務報告準則第7號訂本「金融工具：披露 - 改善金融工具披露」
- (iv) 香港財務報告準則第8號「經營分部」

上述發展的影響如下：

- (i) 香港會計準則第1號(2007重訂)採納後，全部與權益所有者的交易均於權益變動表呈列，而所有其他收入與支出的項目則於全面收入表呈列。
準則修訂的應用對基金的財務報表沒有任何影響，因為基金除了期間的收支外並沒有其他全面收入的組成部份。
- (ii) 基金已採用香港會計準則第32號訂本及香港會計準則第1號訂本，豁免達若干條件的可贖回金融工具；及若干於清盤時有責任依對方的持有比例分發實體的資產淨值的工具或工具的組成部份分類為金融負債。

應用該修訂導致被視為可贖回工具的基金之可贖回單位由金融負債被重分類為權益工具(見主要會計政策)。此修訂已被追溯應用，資產負債表並已由最早的比較年期的年初重呈列。

受重列影響的財務報表項目如下：

	2009 (港元) (HKD)	2008 (港元) (HKD)	2007 (港元) (HKD)
權益之增加及金融負債之減少 Increase in equity and decrease in financial liabilities	24,547,446,278	13,621,336,230	23,568,139,538
總全面收入之增加(註) Increase in total comprehensive income (Note)	495,868,580	657,258,600	N/A

註：收益分派以往於收入或支出被確認為融資成本，但現在被重列為與所有者的交易並直接於權益變動表入賬。總全面收入因而如以上所列般增加。

Note: The amounts of distributions were previously recognized as finance costs in profit or loss in the statement of comprehensive income but now have been reclassified as transactions with owners and recorded in the statement of changes in equity. This has resulted in increment of total comprehensive income with amounts stated above.

- (iii) 基金已採用香港財務報告準則第7號訂本以要求改良披露有關基金金融工具量度公平價值及金融工具之流動性風險。

此訂本要求公平價值計量披露使用三個公平價值等級以反映用於計量金融工具公平價值的輸入元素之重要性。如公平價值的計量於公平價值等級中被劃分為第三級(即重要但不可於市場觀察的輸入元素)，則需要特定的披露。訂本亦要求於第一級及第二級公平價值等級之間的任何轉移均須分開披露，以區別每個等級之間的轉入及轉出。此外，估值方法於不同期間的轉變(包括轉變原因)亦因需要於每個金融工具類別中披露。

基金利用了香港財務報告準則第7號訂本過度性的條款，並沒有提供於新披露要求下有關工具公平價值的計量的比較數字。有關金融工具的公平價值的修訂披露已包括於附註12內。

- (iv) 香港財務報告準則第8號已取代香港會計準則第14號及將範圍延伸至包括已將或已準備將其財務報表存檔予證券委員會或其他監管機構以在公開市場發行任何類別的工具。該準則適用於本財務報表，因為基金已被證監會根據香港證券及期貨條例第104(1)條認可可以發行單位予香港公眾並需要將基金的財務報表存檔予證監會。

該準則要求分部披露，根據基金的管理方式披露分部的評估表現及有關營運事項的決定。基金經理視基金只有一個營運分部(詳見附註13)。

於本會計年度，基金並沒有應用未生效的新訂的準則或詮釋。

4. 稅項

由於基金的收入根據香港稅務條例第26A(1A)條獲得稅項豁免，故此財務報表內並無就香港利得稅撥提準備。

年度稅項支出為不可取回的股息預扣稅。

5. 金融工具及相關風險

根據其投資管理策略，基金的投資組合為該指數成份股，但不限於股票。基金的投資目標是於扣除費用前盡實際可能緊貼作為基金基準的該指數之表現。基金經理主要採用複製策略以達到基金的投資目標。當該指數的成份股或指數成份股的比重有所改變時，基金經理會負責調整基金組合內之股票，以確保基金的投資組合與構成指數的股票及每一成份股的比重相符。基金於2009年12月31日所持的投資組合詳情載列於投資組合內。

基金於年終日所持有的金融工具之性質及種類與其風險管理政策詳述如下。

(a) 市場風險

因市場價格變動而令到金融工具的公平價值和未來現金流出現波動，會引致市場風險，包括滙率、利率及價格風險。

5. 金融工具及相關風險(續)

(i) 匯率風險

由於基金的金融資產及負債的報價貨幣為港幣，與基金的報價貨幣相同，因此基金所面對之匯率風險極少。

(ii) 利率風險

利率變動可能為債務工具的價值帶來相反影響，或會引致基金獲得收益或虧損，從而或會產生利率風險。除銀行存款外，基金的金融資產及負債均為非帶息，因此基金並沒有重大的利率風險。

(iii) 價格風險

基金所持之金融工具的價值可能受個別投資又或整個市場之(非匯率或利率)風險的因素影響而令市場價格的轉變而波動，從而可能產生價格風險。基金受到由股票的市場價格轉變所帶來的價格風險。

基金經理透過採用複製策略建立投資組合。由於基金並非積極管理型基金，基金經理並無酌情權挑選股票或於股市下跌時採取防禦措施。因此，相關指數下跌將會使基金的價格相應下跌。

基金所持之投資均為於香港聯合交易所有限公司(「聯交所」)上市的恒生指數成份股。若恒生指數於2009年12月31日上升20%(2008: 20%)，而所有其他變數維持不變，則估計「屬於單位持有人之資產淨值」會上升4,888,440,133港元(2008: 2,712,511,010港元)；若指數於相反方向有同樣的變動，則估計「屬於單位持有人之資產淨值」會下跌相同的金額。

(b) 信貸風險

與經紀的交易於等待結算時或會產生信貸風險。然而所涉及的結算時間非常短暫及選用的經紀亦有一定的質素，因此由於未能結算而衍生出的信貸風險是非常低的。基金經理會透過監察經紀商的信貸評級及其財政狀況以進一步減低此風險。

基金的所有資產均由美國友邦(信託)有限公司(「受託人」)保管。如受託人破產或清盤或會令到由受託人保管的基金資產的權益受到耽擱或限制。基金經理會透過持續監察受託人的信貸質素以檢視其風險。

基金的所有投資均存放於香港上海滙豐銀行有限公司(「託管人」)。如託管人破產或清盤或會令到存於託管人的基金投資的權益受到耽擱或限制。基金經理會透過持續監察託管人的信貸質素以檢視其風險。

基金所持有的現金大部份均存放於恒生銀行有限公司、香港上海滙豐銀行有限公司及JP Morgan Chase Bank N.A. HK(「該等銀行」)。如該等銀行破產或清盤或會令到存於該等銀行的基金現金的權益受到耽擱或限制。基金經理會透過持續監察該等銀行的信貸質素以檢視其風險。

除以上所述外，於2009年12月31日及2008年12月31日，基金並沒有與其他對手有重大的集中的信貸風險。

(c) 流通性風險

流通性風險是基金以現金或其他金融資產來履行由金融負債引起的責任時會遇到困難的風險，或該責任的解除方式會不利於基金。

基金及基金經理用以管理流通性的策略是備有足夠的現金以應付其負債包括預計的單位贖回，可於到期時支付而沒有帶來不能支付的損失或對基金的聲譽造成損害。

基金的香港銷售文件(「銷售文件」)賦予單位可每日發行及贖回，所以基金面對每日應付單位持有人贖回的流通性風險。所有其他金融負債是按需求而償付或其合約的期限少於三個月。

基金大部份的金融資產是上市股票投資，全部均於聯交所上市故被視為可輕易變現的投資。因此，基金能夠將其某部份的投資快速變現以應付其流動需要。

基金的流通性風險由基金經理根據現有的政策及程序每日管理。基金允許投資者透過參與經紀商以一籃子該指數成份股及以少量現金款額贖回最少50,000個單位；及允許聯接基金(即恒生指數基金及恒指基金)透過基金經理以一籃子該指數成份股及以少量現金款額或全數以現金贖回最少1個單位。

根據銷售文件，於若干情況下，基金經理有權宣佈暫停單位持有人贖回單位的權利，例如當聯交所休市；於聯交所或香港期貨交易所的買賣遭到限制或暫停；或指數沒有被編制或發放等。

(d) 資本管理

基金於年終日的可贖回單位代表其資本。

基金管理資本的目的是確保有穩定及強健的基礎為投資者帶來最大的回報，及管理由贖回引起的流通性風險。基金經理根據載於銷售文件的基金的投資目標及政策管理基金的資本。

於年度內，基金管理單位資本方式的政策及程序並沒有變動。

基金不受外在的資本要求所管制。

資本的金額及變動已載列於資本變動表。由於可贖回股份是按單位持有人的指示被贖回，實際贖回的水平與以往的經驗可能有重大的差異。

財務報表附註(續)

6. 利息收入

於年度內，基金的所有利息收入均從現金及現金等價物賺取。

7. 投資收益及虧損

於年度內，已變現及未變現的投資收益及虧損詳情如下：

	2009	2008
	港元 HKD	港元 HKD
已變現收益 Realised gains	545,014,070	1,238,665,257
未變現收益之變動 Movement on unrealised gains	10,244,870,180	7,989,949
投資總收益 Total gains on investments	<u>10,789,884,250</u>	<u>1,246,655,206</u>
已變現虧損 Realised losses	(2,488,217,805)	(442,098,543)
未變現虧損之變動 Movement on unrealised losses	(202,515,256)	(12,372,845,199)
投資總虧損 Total losses on investments	<u>(2,690,733,061)</u>	<u>(12,814,943,742)</u>

8. 關聯人士交易

以下為年度內於日常業務過程中按正常商業條款與關聯人士的交易概要：

- (a) 恒生投資管理有限公司（「恒生投資管理」）（滙豐集團成員－恒生銀行的全資附屬機構）是基金的經理。恒生投資管理向基金收取最高每年為資產淨值1%的管理費。於年度內，恒生投資管理從基金所收取的管理費少於其有權收取的全部數額，並放棄收取差額的權利。管理費於每個交易日計算，並於每月支付。於年終日之應付管理費為1,037,274港元(2008：629,175港元)。
- (b) 美國友邦(信託)有限公司是基金的受託人，並可向基金收取最高每年為資產淨值0.15%的受託人費。於年度內，受託人收取之受託人費少於其有權收取的全部數額，並放棄收取差額的權利。受託人費於每個交易日計算，並於每月支付。於年終日，應付予受託人的受託人費為865,581港元(2008：636,565港元)。
- (c) 基金使用恒生銀行全資附屬機構恒生證券有限公司(「恒生證券」)的服務處理部分投資買賣交易。以下為基金於年度內經由恒生證券處理的交易詳情：

	透過恒生證券進行的交易的總值 Value of transactions executed through HSSL		佔基金交易總額% % of total value of transactions of the Fund		支付予恒生證券的經紀佣金 Commission paid to HSSL		平均佣金比率 Average commission rate	
	2009	2008	2009	2008	2009	2008	2009	2008
港元 HKD	923,439,268	259,316,829	6.27%	1.55%	646,894	182,591	0.07%	0.07%

- (d) 基金於年度內需向恒生銀行支付未動用透支額的承諾費用1,446,083港元(2008：644,778.50港元)。於年度內，基金有使用香港上海滙豐銀行有限公司（「滙豐銀行」）的服務，需向滙豐銀行支付證券費用及證券託管費，有關費用如下：

	支付予滙豐銀行的證券費用 Securities expenses paid to HSBC		支付予滙豐銀行的證券託管費用 Safe custody charges paid to HSBC	
	2009	2008	2009	2008
港元 HKD	591,249	486,867	5,546,018	5,876,588

- (e) 基金於年度內使用「恒生指數」作為基金的名稱，而需向恒指服務有限公司及恒生資訊服務有限公司支付使用權費及服務費。基金於年度內支付的費用如下：

	貨幣 Currency	2009	2008
使用權費 License fee	港元 HKD	2,499,640	2,869,149
服務費 Issue share data services fee	港元 HKD	12,000	19,800

- (f) 基金的部份銀行存款存放於滙豐銀行及恒生銀行，有關的銀行存款於年終日的結餘分別為108,940,568港元(2008：8,512,001港元)及23,503港元(2008：24,106港元)。於年度內從滙豐銀行存款所賺取的利息收入為6,126港元(2008：734,477港元)。

- (g) 於年度內，基金持有滙豐控股有限公司及恒生銀行有限公司的股票。有關投資於年終日的詳情載列於投資組合內。

於年度內基金從有關投資所得的股息收入及於12月31日的應收股息款項如下：

	貨幣 Currency	截至12月31日止 年度的股息收入 Dividend income for the year ended 31 December		於12月31日 的應收股息款項 Dividend receivable at 31 December	
		2009	2008	2009	2008
滙豐控股有限公司 HSBC Holdings Plc	港元 HKD	116,813,813	183,967,496	24,577,546	18,058
恒生銀行有限公司 Hang Seng Bank Ltd	港元 HKD	19,166,269	19,289,845	-	-

財務報表附註(續)

8. 關聯人士交易(續)

(h) HSBC Provident Fund Trustee (Hong Kong) Limited(匯豐集團成員)是基金的行政人，於年度內提供各項服務予基金。行政人就以下各項服務的收費比率如下：

登記處費(每年) Registrar's fees (p.a.)	港元 HKD	15,600
每次購入或出售投資的交易費 Fee for each investment transaction	港元 HKD	200
每次估值的估值費 Fee for each valuation	港元 HKD	400
每次發行/贖回/轉換基金的手續費 Fee for each subscription, redemption and switching transaction	港元 HKD	100

(i) 恒生投資管理所管理的恒生指數基金、恒生指數150策略基金及恒指基金投資於基金，並賺取基金予單位持有人的收益分派。於年終日，該等基金持有基金109,018,718單位(2008：91,813,946單位)。於年度內該等基金賺取基金予單位持有人的收益分派為483,765,060港元(2008：636,596,230港元)，而當中217,343,336港元(2008：256,256,414港元)於年終日為基金的應付收益分派款項。

(j) 基金於年度內因銀行戶口透支需向恒生銀行支付利息119港元(2008：264港元)。

(k) 恒生投資管理所管理的恒指基金，於年度內分別以7,492,398,730港元(2008：6,142,338,158港元)及4,952,363,743港元(2008：3,729,592,856港元)，認購基金43,043,729單位(2008：31,671,111基金單位)及贖回基金26,625,957單位(2008：18,305,464基金單位)。

9. 已發行單位

基金之已發行單位如下：

截至2009年12月31日止年度 For the year ended 31 December 2009				
	年初單位結餘 Balance brought forward	年度內發行單位 Issued during the year	年度內贖回單位 Redeemed during the year	年終單位結餘 Balance carried forward
單位數目	94,409,946	46,543,729	29,175,957	111,777,718
截至2008年12月31日止年度 For the year ended 31 December 2008				
	年初單位結餘 Balance brought forward	年度內發行單位 Issued during the year	年度內贖回單位 Redeemed during the year	年終單位結餘 Balance carried forward
單位數目	84,594,298	50,071,112	40,255,464	94,409,946

10. 資產淨值的對賬

受託人與基金經理欲強調公佈的基金每單位資產淨值乃根據銷售文件中所列明之原則計算。此計算原則與計算財務報表中《屬於單位持有人之資產淨值》及相關的《每單位資產淨值》需按照的《香港財務報告準則》並不相同。因此，於本財務報表中所載之《屬於單位持有人之資產淨值》則有別於經調整後用作估值用途之資產淨值。基於不同計算原則下所作出的調整詳情如下：

	2009 港元 HKD	2008 港元 HKD
用於財務報表中之屬於單位持有人之資產淨值 Net assets attributable to unitholders as reported in the financial statements	24,547,446,278	13,621,336,230
基金不同計算原則下用以達至估值用途之資產淨值的調整： Adjustments for different principles adopted by the Fund in arriving at the total net assets for valuation purposes:		
- 以收市價取代買入價計算交易所買賣證券之估值 - Use of closing price instead of bid price in valuing listed securities	856,729	11,829,163
經調整後用作估值用途之資產淨值 Adjusted total net assets for valuation purposes	24,548,303,007	13,633,165,393

11. 軟佣金

基金經理並沒有為基金與任何經紀訂立任何軟佣金協議。

12. 公平價值

基金的金融工具是以公平價值記入資產負債表內。而公平價值是於某一指定之時間，並因應市場因素及金融工具的有關資料計算出來。由於此計算是會受不明因素及主觀判斷所影響，因此並未盡精確。然而，公平價值仍可於合理範圍內確實地估計出來。而其他金融工具包括《應收收益分派款項》，《應收投資款項》，《應收認購單位款項》，《其他應收款項》，《現金及現金等價物》，《應付投資款項》，《應付贖回單位款項》，《預提費用及其他應付款項》及《應付收益分派款項》，基於其性質屬短期，故該等公平價值則以帳面金額計算。

財務報表附註(續)

12. 公平價值(續)

金融工具的估值

基金公平價值計量的會計政策詳見附註2e(iv)。

基金採用了三個已於香港財務報告準則第7號「金融工具：披露」內定義的公平價值級別來釐定公平價值。每一金融工具的公平價值已全部根據對量度公平價值重要且最低級別的輸入數據來分類。三個等級定義如下：

- 第一級(最高級別)：以相同金融工具於交投活躍市場的報價(不作調整)量度公平價值。
- 第二級：以同類工具於交投活躍市場的報價，或利用可直接觀察的市場數據作為所有重要輸入元素於估值技巧量度公平價值。
- 第三級(最低級別)：利用不可於市場觀察的市場數據作任何重要輸入元素於估值技巧量度公平價值。

基金持有的所有投資於聯交所上市，它們的公平價值根據活躍市場的報價。至於所有其他金融工具，由於它們中期或短期的性質，其帳面金額與公平價值接近。

下表呈列了於年終日以三個公平價值級別來量度公平價值的金融工具的帳面值。

	2009	
	第一級 Level 1 港元 HKD	總額 Total 港元 HKD
交易用途股票證券 Trading equity securities	24,442,200,665	24,442,200,665

13. 分部資料

基金經理代表基金制訂分配資源的策略及根據用來制訂策略的檢討報告以確定營運分部。

基金經理根據銷售文件的規定以單一及綜合的投資策略投資於該指數的成分股，其目標為於扣除費用前盡實際可能緊貼該指數之表現，故此視基金只有一個營運分部。於年度內並沒有營運分部的變動。

基金所產生的收益是來自上市股票。基金經理提供的分部資料與披露於全面收入表及資產負債表內的一樣。

基金於香港註冊。基金的所有投資收入是來自香港的上市股票。

14. 比較數字

由於應用了若干新訂及經修訂的香港財務報告準則，部份比較數字已被調整以符合今年的呈列或新增以提供比較金額予2009年首次作出披露的項目。這些發展的進一步詳情已於附註3披露。

15. 截至2009年12月31日之會計年度已頒佈但尚未正式生效之新訂及經修訂的準則及詮釋

截至本財務報表發行之日，香港會計師公會頒佈了若干新訂及經修訂的準則及詮釋。由於該等新訂及經修訂的準則及詮釋於截至2009年12月31日之會計期內尚未正式生效，故本財務報表暫未採用。

於這些準則和詮釋變化當中，以下變化可能與本基金的運作與財務報表相關：

《香港財務報告準則》第9號

金融工具

在以下日期或之後開始
的會計期間生效
2013年1月1日

基金現正進行評估此準則的潛在影響。由於基金大部份的金融資產被歸類為按公平價值列入收入或虧損的金融資產，故並不期望此準則會對財務報表有重大影響。

Notes on the Financial Statements

1 Background

Hang Seng Index ETF ("the Fund") is authorised by the Securities and Futures Commission in Hong Kong ("SFC") under Section 104(1) of the Hong Kong Securities and Futures Ordinance ("HKSF"), and is governed by the Hong Kong Code on Unit Trusts and Mutual Funds ("the Code").

The Fund was constituted by a Trust Deed dated 10 September 2004, as amended from time to time under the laws of Hong Kong, and registered on 13 September 2004 as a unit trust under the laws of Hong Kong.

The investment objective of the Fund is to match, before expenses, as closely as practicable, the performance of Hang Seng Index ("the Index") by holding a portfolio of constituent stocks.

As at 31 December 2009, 97% (2008: 97%) of the units of the Fund were held by Hang Seng Index Tracking Fund, which is considered as the parent of the Fund.

2 Significant accounting policies

(a) Statement of compliance

The financial statements of the Fund have been prepared in accordance with all applicable Hong Kong Financial Reporting Standards ("HKFRSs"), which collective term includes all applicable individual Hong Kong Financial Reporting Standards, Hong Kong Accounting Standards ("HKASs") and Interpretations issued by the Hong Kong Institute of Certified Public Accountants ("HKICPA"), accounting principles generally accepted in Hong Kong, the relevant disclosure provisions of the Trust Deed, as amended, and the relevant disclosure provisions of the Code issued by the SFC. A summary of the significant accounting policies adopted by the Fund is set out below.

The HKICPA has issued certain new and revised HKFRSs that are first effective or available for early adoption for the current accounting period of the Fund. Note 3 provides information on the changes in accounting policies resulting from initial application of these developments to the extent that are relevant to the Fund for the current and prior accounting periods reflected in these financial statements.

(b) Basis of preparation of the financial statements

The financial statements are presented in Hong Kong dollars and rounded to the nearest dollar.

The measurement basis used in the preparation of the financial statements is the historical cost basis except that investments are stated at their fair value as explained in the accounting policies set out below.

The preparation of financial statements in conformity with HKFRSs requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

(c) Income and expenses

Interest income and expense are recognised as they accrue using the effective interest method. Dividend income is recognised when the underlying securities are quoted ex-dividend. Dividend income is presented gross of any non-recoverable withholding taxes, which are disclosed separately in profit or loss. All other income and expenses are accounted for on an accruals basis.

(d) Translation of foreign currency

Foreign currency transactions during the year are translated into Hong Kong dollars at the foreign exchange rates ruling at the transaction dates. Monetary assets and liabilities denominated in foreign currencies are translated into Hong Kong dollars at the foreign exchange rates ruling at the date of statement of assets and liabilities. Exchange gains and losses are recognised in profit or loss.

(e) Financial instruments

(i) Classification

All the investments including investments in the constituent stocks of the Index are acquired principally for the purposes of selling in the short term and are held for trading. The Fund classifies all the investments into financial assets at fair value through profit or loss category. Financial assets that are classified as receivables include distributions receivable, amounts receivable on sale of investments, amounts receivable on subscription of units and other accounts receivable. Financial liabilities that are not at fair value through profit or loss include amounts payable on purchase of investments, amounts payable on redemption of units, distributions payable, accrued expenses and other payables.

(ii) Recognition

The Fund recognises financial assets and financial liabilities on the date it becomes a party to the contractual provisions of the instruments.

A regular purchase or sale of financial assets or financial liabilities at fair value through profit or loss is recognised on a trade date basis. From this date, any gains and losses arising from changes in fair value of the financial assets or financial liabilities at fair value through profit or loss are recorded.

(iii) Measurement

Financial instruments are measured initially at fair value (transaction price). Transaction costs on financial assets and financial liabilities at fair value through profit or loss are expensed immediately.

Subsequent to initial recognition, all trading instruments are measured at fair value.

(iv) Fair value measurement principles

The fair value of financial instruments is generally based on their quoted market prices at the date of the statement of assets and liabilities without any deduction of estimated future selling costs. Financial assets are priced at current bid prices while financial liabilities are priced at current ask prices.

Gains and losses on investments are included in the profit or loss. Realised gains and losses on investments and unrealised gains and losses on investments arising from a change in fair value are provided in note 7.

(v) Derecognition

A financial asset is derecognised when the contractual rights to receive the cash flows from the financial asset expire, or where the financial asset together with substantially all the risks and rewards of ownership, have been transferred.

Assets held for trading that are sold are derecognised and corresponding receivables from brokers are recognised as of the date the Fund commits to sell the assets.

A financial liability is derecognised when the obligation specified in the contract is discharged, cancelled or expires.

On derecognition of a financial asset, the difference between the carrying value of the asset and the consideration received is recognised in profit or loss.

(f) Related parties

For the purposes of these financial statements, a party is considered to be related to the Fund if:

- (i) the party has the ability, directly or indirectly, through one or more intermediaries, to control the Fund or exercise significant influence over the Fund in making financial and operating policy decisions, or has joint control over the Fund;
- (ii) the Fund and the party are subject to common control;
- (iii) the party is a subsidiary, an associate of the Fund or a joint venture in which the Fund is a venturer;
- (iv) the party is a member of key management personnel of the Fund or the Fund's parent, or a close family member of such an individual, or is an entity under the control, joint control or significant influence of such individuals;
- (v) the party is a close family member of a party referred to in (i) or is an entity under the control, joint control or significant influence of such individuals; or
- (vi) the party is a post-employment benefit plan which is for the benefit of employees of the Fund or of any entity that is a related party of the Fund.

Close family members of an individual are those family members who may be expected to influence, or be influenced by, that individual in their dealings with the Fund.

(g) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and on hand, demand deposits with banks and other financial institutions, and short-term, highly liquid investments that are readily convertible into known amounts of cash and which are subject to an insignificant risk of changes in value, having been within three months of maturity at acquisition. Bank overdrafts that are repayable on demand and form an integral part of the Fund's cash management are included as a component of cash and cash equivalents for the purpose of the cash flow statement.

(h) Units in issue

The Fund classifies financial instruments issued as financial liabilities or equity instruments in accordance with the substance of the contractual terms of the instruments.

The Fund has one class of redeemable units in issue. This is the most subordinate class of financial instruments in the Fund and ranks *pari passu* in all material respects and has identical terms and conditions. The redeemable units provide investors with the right to require redemption for cash at a value proportionate to the investor's share in the Fund's net assets at each redemption date and also in the event of the Fund's liquidation.

A puttable financial instrument that includes a contractual obligation for the issuer to repurchase or redeem that instrument for cash or another financial asset is classified as equity instruments if it meets the following conditions:

- (i) it entitles the holder to a *pro rata* share of the entity's net assets in the event of the Fund's liquidation;
- (ii) it is in the class of instruments that is subordinate to all other classes of instruments;
- (iii) all financial instruments in the class of instruments that is subordinate to all other classes of instruments have identical features;
- (iv) apart from the contractual obligation for the Fund to repurchase or redeem the instrument for cash or another financial asset, the instrument does not include any other features that would require classification as a liability; and
- (v) the total expected cash flows attributable to the instrument over its life are based substantially on the profit or loss, the change in the recognised net assets or the change in the fair value of the recognised and unrecognised net assets of the Funds over the life of the instrument.

The Fund's redeemable units meet all of these conditions and are classified as equity.

(i) Segment reporting

An operating segment is a component of the Fund that engages in business activities from which they may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Fund's other components, whose operating results are reviewed regularly by the chief operating decision maker to make decisions about resources allocated to the segment and assess its performance, and for which discrete financial information is available. Segment results that are reported to the chief operating decision maker include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. The chief operating decision maker of the Funds is identified as the Manager, Hang Seng Investment Management Limited.

3 Changes in accounting policies

The HKICPA has issued one new HKFRS, a number of amendments to HKFRSs and new Interpretations that are first effective for the current accounting period of the Fund. Of these, the following developments are relevant to the Fund's financial statements:

- (i) HKAS 1 (revised 2007), *Presentation of financial statements*
- (ii) Amendments to HKAS 32, *Financial instruments: Presentation*, and HKAS 1, *Presentation of financial statements - Puttable financial instruments and obligations arising on liquidation*
- (iii) Amendments to HKFRS 7, *Financial instruments: Disclosures - Improving disclosures about financial instruments*
- (iv) HKFRS 8, *Operating segments*

The impact of these developments is as follows:

- (i) As a result of the adoption of HKAS 1 (revised 2007), all transactions with equity owners have been presented in the statement of changes in equity, whereas all other items of income and expense are presented in the statement of comprehensive income.

The application of the revised standard did not have any impact on the Fund's financial statements as the Fund has no components of other comprehensive income other than profit or loss for the period.

- (ii) The Fund has applied amendments to HKAS 32 and HKAS 1 that provide exemptions from financial liabilities classification for:

- puttable financial instruments that meet certain conditions; and
- certain instruments, or components of instruments that impose on the entity an obligation to deliver to another party a *pro rata* share of the net assets of the entity only on liquidation

The application of the amendments resulted in the reclassification of the Fund's redeemable units, which are puttable instruments, from financial liabilities to equity instrument (see "Significant accounting policies"). The amendments have been applied retrospectively and the statement of assets and liabilities as at the beginning of the earliest comparative period has been re-presented.

The line items of the financial statements affected by the reclassification are illustrated on page 15.

- (iii) The Fund has applied amendments to HKFRS 7, which requires enhanced disclosures about fair value measurements and liquidity risk in respect of financial instruments.

The amendments require that fair value measurement disclosures use a three-level fair value hierarchy that reflects the significance of the inputs used in measuring fair values of financial instruments. Specific disclosures are required when fair value measurements are categorised as Level 3 (significant unobservable inputs) in the fair value hierarchy. The amendments require that any significant transfer between Level 1 and Level 2 of the fair value hierarchy be disclosed separately, distinguishing between transfers into and out of each level. Furthermore, changes in valuation techniques from one period to another, including the reasons therefore, are required to be disclosed for each class of financial instruments.

The Fund has taken advantage of the transitional provisions set out in the amendments to HKFRS 7, under which comparative information for the newly required disclosures about the fair value measurements of financial instruments has not been provided. Revised disclosures in respect of fair values of financial instruments are included in note 12.

- (iv) HKFRS 8 replaces HKAS 14 and expands the scope to include entities that file, or are in the process of filing, their financial statements with securities commissions or other regulatory organisations for the purposes of issuing any class of instruments in public market. The standard is applicable to the financial statements as the Fund is authorised by the SFC under Section 104(1) of HKSFPO to issue units to the public in Hong Kong and are required to file these financial statements with the SFC.

The standard requires segment disclosure to be based on the way that the Fund's management in assessing segment performance and making decisions about operating matters. The Manager considers that the Fund has only one operating segment (see note 13).

The Fund has not applied any new standard or Interpretation that is not yet effective for the current accounting period.

4 Taxation

No provision for Hong Kong Profits Tax has been made in the financial statements as the income of the Fund is exempt from taxation under Section 26A(1A) of the Hong Kong Inland Revenue Ordinance.

Taxation for the year represents non-recoverable withholding tax on dividend income.

5 Financial instruments and associated risks

The Fund maintains investment portfolio in the constituent stocks of the Index as dictated by its investment management strategy, but is not limited to equity instruments. The Fund's investment objective is to match, before expenses, as closely as practicable, the performance of the Index against which the Fund is benchmarked. The Manager primarily adopts a replication strategy to achieve the investment objective of the Fund. When there is a change in the constituent stock of the Index or the weighting of the constituent stocks in the Index, the Manager will be responsible for implementing any adjustment to the Fund's portfolio of stocks to ensure that the Fund's investment portfolio closely corresponds to the composition of the Index and the weighting of each constituent stock. Details of such investments held as at 31 December 2009 are shown in the Investment Portfolio.

The nature and extent of the financial instruments outstanding at the year end date and the risk management policies employed by the Fund are discussed below.

(a) Market risk

Market risk arises when the fair value and future cash flows of a financial instrument will fluctuate because of changes in market prices and includes currency risk, interest rate risk and price risk.

(i) Currency risk

As all the financial assets and liabilities of the Fund are denominated in Hong Kong dollars, the functional currency, the Fund has limited exposure to currency risk.

(ii) Interest rate risk

Interest rate risk arises from changes in interest rates which may inversely affect the value of interest bearing assets and therefore result in potential gain or loss to the Fund. Except for bank deposits, all the financial assets and liabilities of the Fund are non-interest bearing. As a result, the Fund has limited exposure to interest rate risk.

(iii) Price risk

Price risk is the risk that the value of instrument will fluctuate as a result of changes in market prices (other than those arising from interest rate risk or currency risk), whether caused by factors specific to an individual investment, its issuer or all factors affecting all instruments traded in the market.

The Manager constructs the portfolio through adopting replication strategy. The Fund is not actively managed and the Manager does not have the discretion to select stocks or to take defensive position in declining market. Hence, any fall in the underlying index will result in a corresponding fall in the value of the Fund.

All investments of the Fund are constituent stocks of the Index listed on The Stock Exchange of Hong Kong Limited ("SEHK"). A 20% (2008:20%) increase in the Index at 31 December 2009, other variables held constant, it is estimated that the net assets attributable to unitholders would increase by HKD 4,888,440,133 (2008: HKD 2,712,511,010); an equal change in the opposite direction, the net assets attributable to unitholders would decrease by an equal but opposite amount.

(b) Credit risk

Credit risk arising on transactions with brokers relates to transactions awaiting settlement. Risk relating to unsettled transactions is considered small due to the short settlement period involved and the high quality of the brokers used. The Fund monitors the credit rating and financial positions of the brokers used to further mitigate this risk.

All of the assets of the Fund are safe-kept by American International Assurance Company (Trustee) Limited (the "Trustee"). Bankruptcy or insolvency of the Trustee may cause the Fund's rights with respect to the assets safe-kept by the Trustee to be delayed or limited. The Manager monitors the credit quality of the Trustee on an on-going basis.

All of the investments of the Fund are held by the Hongkong and Shanghai Banking Corporation Limited (the "Custodian"). Bankruptcy or insolvency of the Custodian may cause the Fund's rights with respect to investments held by the Custodian to be delayed or limited. The Manager monitors the risk by monitoring the credit rating of the Custodian on an on-going basis.

Majority of the cash held by the Fund is deposited with Hang Seng Bank Limited, The Hongkong and Shanghai Banking Corporation Limited and JP Morgan Chase Bank N.A. HK (the "banks"). Bankruptcy or insolvency of the banks may cause the Fund's rights with respect to the cash held by the banks to be delayed or limited. The Fund monitors its risk by monitoring the credit rating of these banks on an on-going basis. If the credit rating of these banks deteriorates significantly the Manager will move the cash holdings to another bank.

Other than outlined above, there were no significant concentrations of credit risk to counterparties at 31 December 2009 and 31 December 2008.

(c) Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Fund.

The Fund's policy and the Manager's approach to manage liquidity is to have sufficient liquidity to meet its liability including estimated redemption of units, as and when due, without incurring undue losses or risking damage to the Fund's reputation.

The Fund's Hong Kong Offering Document ("Offering Document") provides for the daily creation and cancellation of units and it is therefore exposed to the liquidity of meeting unitholder redemptions daily. All other financial liabilities are repayable on demand or have contractual maturities less than three months.

The Fund's majority of financial assets are listed equity investments which are considered to be readily realisable as they are all listed on the SEHK. As a result, the Fund is able to liquidate quickly its investments in order to meet its liquidity requirements.

The Fund's liquidity risk is managed on a daily basis by the Manager in accordance with the policies and procedures in place. The Fund's redemption policy allows redemption to be made:

- through participating dealers by any investor with a basket of constituent stocks of the Index and a minor cash component at a minimum of 50,000 units; and
- through the Manager by the feeder funds, Hang Seng Index Fund and Hang Seng Index Tracking Fund, with a basket of constituent stocks of the Index and a minor cash component or wholly with cash at a minimum of 1 unit.

The Manager has the right to declare suspension of unitholders' right to redeem units under certain conditions, such as SEHK is closed; dealings on the SEHK or the Hong Kong Futures Exchange Limited are restricted or suspended; or the Index is not compiled or published, etc. in accordance with the Offering Document.

(d) Capital management

The Fund's capital as at the year end date is represented by its redeemable units.

The Fund's objective in managing the capital is to ensure a stable and strong base to maximise returns to all investors, and to manage liquidity risk arising from the redemptions. The Manager manages the capital of the Fund in accordance with the Fund's investment objectives and policies stated in the Offering Document.

There were no changes in the policies and procedures during the year with respect to the Fund's approach to its capital management.

The Fund is not subject to externally imposed capital requirements.

The amount and the movement of equity are stated in the statement of changes in equity. As the redeemable units are redeemed on demand at the unitholders' option, the actual level of redemption may differ significantly from the historic experience.

6 Interest income

During the year, the Fund earned all its interest income from cash and cash equivalents.

7 Gains and losses on investments

During the year, the Fund disposed of equities and earned or incurred realised and unrealised gains and losses as shown on page 17.

8 Transactions with related parties

The following is a summary of transactions with related parties during the year which were entered into in the ordinary course of business and under normal commercial terms:

- (a) Hang Seng Investment Management Limited ("HSIM"), a wholly-owned subsidiary of Hang Seng Bank Limited ("HSB"), which is a member of the HSBC Group, is the Manager of the Fund. HSIM earns management fees at a maximum rate of 1% of net asset value per annum. HSIM received less than the full management fees to which it was entitled from the Fund during the year and waived its right to the difference. Management fees are calculated as at each dealing date and payable monthly. Management fees payable to the Manager at the year end date is HKD 1,037,274 (2008: HKD 629,175).
- (b) American International Assurance Company (Trustee) Limited is the Trustee of the Fund and earns Trustee's fee at a maximum rate of 0.15% of net asset value per annum. The Trustee received less than the full trustee's fee to which it was entitled from the Fund during the year and waived its right to the difference. Trustee's fee is calculated as at each dealing day and payable monthly. Trustee's fee payable at the year end is HKD 865,581 (2008: HKD 636,565).

- (c) The Fund utilises the services of Hang Seng Securities Limited ("HSSL"), a wholly-owned subsidiary of HSB, in its purchase and sale of investments. Details of such transactions executed and fees paid are shown on page 17.
- (d) Commitment fee is paid to HSB for the unused portion of bank overdraft facility. Also, the Fund utilises the services of The Hongkong and Shanghai Banking Corporation Limited ("HSBC") in its depository of securities and paid securities expenses and safe custody charges to HSBC. Details of such fees paid during the year are shown on page 17.
- (e) The Fund has been licensed by HSI Services Limited ("HSI") and Hang Seng Data Services Limited ("HSDS") to use the Index to create, offer, market and sell the Hang Seng Index ETF during the year. License and issue share data services fees paid to HSI and HSDS are described on page 17.
- (f) Certain bank accounts are maintained with HSBC and HSB. The respective bank balances at 31 December 2009 were HKD 108,940,568 (2008: HKD 8,512,001) and HKD 23,503 (2008: HKD 24,106). The interest income earned from the HSBC bank account during the year is HKD 6,126 (2008: HKD 734,477).
- (g) During the year, the Fund made investments in the stocks of HSBC Holdings Plc and Hang Seng Bank Ltd. Details of such investments held as at 31 December 2009 are shown in the Investment Portfolio.
- Dividend income earned from these investments during the year and dividend receivable as at 31 December 2009 are shown on page 17.
- (h) HSBC Provident Fund Trustee (Hong Kong) Limited, a member of the HSBC Group, is the Administrator of the Fund and earns fees for providing various services to the Fund during the year as shown on page 18.
- (i) Hang Seng Index Fund, Hang Seng Index Leveraged 150 Fund and Hang Seng Index Tracking Fund which are funds managed by HSIM, invest in the Fund and earn the Fund's distributions to unitholders. At the year end date, these funds held 109,018,718 units (2008: 91,813,946 units). During the year, distributions to unitholders earned by these funds were HKD 483,765,060 (2008: HKD 636,596,230) and distributions payable to these funds at the year end date is HKD 217,343,336 (2008: HKD 256,256,414).
- (j) The Fund paid bank overdraft interest of HKD 119 (2008: HKD 264) to HSB during the year.
- (k) Hang Seng Index Tracking Fund, which is managed by HSIM, subscribed 43,043,729 units (2008: 31,671,111 units) and redeemed 26,625,957 units (2008: 18,305,464 units) of the Fund, at amounts of HKD 7,492,398,730 (2008: HKD 6,142,338,158) and HKD 4,952,363,743 (2008: HKD 3,729,592,856) respectively during the year.

9 Units in issue

For the movement of units in issue, please refer to page 18.

10 Reconciliation of Net Asset Values

The Trustee and the Manager would like to highlight that the principles for calculating the published unit price as set out in the Offering Document are different from those required for calculating the net assets attributable to unitholders and hence the corresponding net asset value per unit for financial reporting purposes under HKFRSs. The net assets attributable to unitholders as reported in the financial statements are therefore different from the adjusted total net assets for valuation purposes at the reporting dates. The reconciliation between the net assets attributable to unitholders as reported in the financial statements and the adjusted total net assets for valuation purposes is shown in the table on page 18.

11 Soft dollar commission

As regards to the Fund, the Manager has not entered into any soft dollar commission arrangements with brokers.

12 Fair value information

The Fund's financial instruments are measured at fair value on the date of the statement of assets and liabilities. Fair value estimates are made at a specified point in time, based on market conditions and information about the financial instruments. Usually, fair value can be reliably determined within a reasonable range of estimates. For certain other financial instruments, including distributions receivable, amounts receivable on sale of investments, amounts receivable on subscription of units, other accounts receivable, cash and cash equivalents, amounts payable on purchase of investments, amounts payable on redemption of units, accrued expenses and other payables and distributions payable, the carrying amounts approximate fair value due to the immediate or short-term nature of these financial instruments.

Valuation of financial instruments

The Fund's accounting policy on fair value measurements is detailed in accounting policy in note 2e(iv).

The Fund measures fair values using the three levels of fair value hierarchy defined in HKFRS 7, *Financial Instruments: Disclosures*, with the fair value of each financial instrument categorized in its entirety based on the lowest level of input that is significant to that fair value measurement. The levels are as defined as follows:

- Level 1 (highest level): fair values measured using quoted prices (unadjusted) in active markets for identical financial instruments
- Level 2: fair values measured using quoted prices in active markets for similar financial instruments, or using valuation techniques in which all significant inputs are directly based on observable market data
- Level 3 (lowest level): fair values measured using valuation techniques in which any significant input is not based on observable market data.

All investments held by the Fund are listed on SEHK and their fair values are based on quoted market prices in active markets. For all other financial instruments, their carrying amounts approximate fair value due to the intermediate or short-term nature of these financial instruments.

The table on page 19 presents the carrying value of financial instruments measured at fair value at the date of the statement of assets and liabilities across the three levels of fair value hierarchy.

13 Segment information

The Manager makes strategic resource allocation on behalf of the Fund and determines operating segments based on internal reports reviewed which are used to make strategic decisions.

The Manager considers that the Fund has one single operating segment based on one single integrated investment strategy by investing in constituent stocks of the Index with the objective to match, before expenses, as closely as practicable, the performance of the Index as stipulated in the Offering Document. There were no changes in the operating segment during the year.

All revenues generated by the Fund are from listed equities. The segment information provided to the Manager is the same as that disclosed in the statement of comprehensive income and statement of assets and liabilities.

The Fund is domiciled in Hong Kong. All of the Fund's income from investments is from equities listed in Hong Kong.

14 Comparative figures

As a result of the application of certain new and revised HKFRSs, certain comparative figures have been adjusted to conform to current year's presentation or added to provide comparative amounts in respect of items disclosed for the first time in 2009. Further details of these developments are disclosed in note 3.

15 Possible impact of amendments, new standards and interpretations issued but not yet effective for the year ended 31 December 2009

Up to the date of issue of these financial statements, the HKICPA has issued a number of amendments, new standards and interpretations which are not yet effective for the year ended 31 December 2009 and which have not been adopted in these financial statements.

Of these developments, the following relates to matters that may be relevant to the Fund's operations and financial statements:

		<i>Effective for accounting periods beginning on or after</i>
HKFRS 9	<i>Financial instruments</i>	1 January 2013

The Fund is currently in the process of evaluating the potential impact of this standard. The standard is not expected to have a significant impact on the financial statements since the majority of the Fund's financial assets are classified as financial assets at fair value through profit or loss.

恒生指數及恒生指數上市基金之表現

Performance of the Hang Seng Index and Hang Seng Index ETF

由2009年1月1日至2009年12月31日

From 1 January 2009 to 31 December 2009

	以港元計算之表現 Performance in HK Dollar
基金／指數 Fund/Index	
恒生指數上市基金* Hang Seng Index ETF *	55.58%
恒生指數 # Hang Seng Index #	56.43%

資料來源: HSBC Provident Fund Trustee (Hong Kong) Limited 及恒生指數有限公司。

Source: HSBC Provident Fund Trustee (Hong Kong) Limited and Hang Seng Indexes Company Limited.

* 表現以報價貨幣之資產淨值對資產淨值，股息再投資之總回報計算。

* Performance is calculated in base currency with NAV to NAV, dividend reinvestment.

表現以股息再投資之總回報計算，總回報為扣除內地預扣稅後之淨值。

Performance is calculated in total return with dividend reinvestment, net of PRC withholding tax.

投資者須注意所有投資均涉及風險，而且並非所有投資風險都可以預計。基金單位價格可升亦可跌，而所呈列的過往表現資料並不表示將來亦有類似的表現。投資者在作出任何投資決定前，應詳細閱讀恒生指數上市基金之香港銷售文件(包括當中所載之風險因素之全文(如遇恒生指數上市基金之基金單位被聯交所除牌之安排的資料))。

Investors should note that investment involves risks and not all investment risks are predictable. Prices of fund units may go up as well as down and past performance information presented is not indicative of future performance. Investors should read the Hong Kong Offering Document of Hang Seng Index ETF (including the full text of the risk factors stated therein (such as the arrangement in the event that the Hang Seng Index ETF is delisted)) in detail before making any investment decision.

恒生指數上市基金 – 每日收市價及每單位資產淨值之比較

Hang Seng Index ETF – Comparison of Daily Closing Price and Net Asset Value per Unit



恒生指數成份股披露

Hang Seng Index Constituent Stocks Disclosure

下列為截至2009年12月31日，佔恒生指數(「該指數」)百分比多於十之成份股。

Those constituent stocks that accounted for more than 10% of the weighting of the Hang Seng Index (the "Index") as at 31 December 2009.

成份股 Constituent Stocks	佔該指數比重(百分比) Weighting of the Index (%)
滙豐控股 HSBC Holdings	14.65%

基金就恒生指數成份股額外投資比重限制之報告

Report on Investment Overweight in Constituent Stocks of the Hang Seng Index by the Fund

由2009年1月1日至2009年12月31日

From 1 January 2009 to 31 December 2009

根據基金之香港銷售文件中所述，若基金經理(恒生投資管理有限公司)為基金作出投資時實施具代表性之樣本複製策略，基金經理將根據基金之有關投資限制應用該策略，以令基金經理可根據以下限制相對於恒生指數（「該指數」）內的指數成份股各相應比重調高其比重。

<u>股份於該指數內的比重</u>	<u>可分配之最高額外比重</u>
10%以下	4% ¹
10%至30%	4%
30%至50%	3%
50%以上	2%

¹當持有的指數成份股於該指數所佔比重低於10%，且倘於分配最高額外比重4%後該成份股的分配總額仍低於10%時，分配至該成份股的總比重可能最高調至10%。

於2009年1月1日至2009年12月31日年度內，基金經理已完全遵守以上最高額外比重限制。

As stated in the Hong Kong Offering Document of the Fund, if a representative sampling strategy is implemented when investing for the Fund, the Manager (Hang Seng Investment Management Limited) will apply such strategy in accordance with the Fund's relevant investment restrictions thereby enabling the Manager to overweight the constituent stocks of the Hang Seng Index (the "Index") relative to their respective weightings in the Index in accordance with the below limits.

<u>Stock's weighting in the Index</u>	<u>Maximum extra weighting to be allocated</u>
Below 10%	4% ¹
10%-30%	4%
30%-50%	3%
Above 50%	2%

¹ Where the weighting of a constituent stock in the Index is below 10% and if the total allocation to this constituent stock is still below 10% after allocating the maximum extra weighting of 4%, the total allocation to it may be adjusted up to maximum of 10%.

During the year from 1 January 2009 to 31 December 2009, the Manager has complied in full with the above maximum extra weighting.

管理及行政

Management and Administration

基金經理及上市代理人

恒生投資管理有限公司
香港
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Manager and Listing Agent

Hang Seng Investment Management Limited
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Hong Kong

基金經理及上市代理人之董事

馮孝忠
李佩珊
陸世龍
劉存忠
顏文傑

Directors of the Manager and Listing Agent

Fung Hau Chung, Andrew
Lee Pui Shan
Luk Sai Lung
Lau Chuen Chung
Ngan Man Kit, Dave

受託人

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Trustee

American International Assurance Company (Trustee) Limited
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行政人及登記處

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