

XIE Shares India (CNX Nifty) ETF*
(*This is a synthetic ETF) (Stock Code: 3091)
a sub-fund of the XIE Shares Trust I* (*This is a synthetic ETF)

Unaudited Interim Report

For the period from 1st January 2014
to 30th June 2014

CONTENTS	Page
Management and Administration	1
Statement of Financial Position (Unaudited)	2
Statement of Comprehensive Income (Unaudited)	3
Statement of Changes in Net Assets Attributable to Unitholders (Unaudited)	4
Statement of Cash Flows (Unaudited)	5
Investment Portfolio (Unaudited)	6
Statement of Movements in Portfolio Holdings (Unaudited)	8
Performance Record (Unaudited)	9

MANAGEMENT AND ADMINISTRATION

Manager and Listing Agent

Enhanced Investment Products Limited
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Directors of the Manager

BLAND Tobias Christopher James
FORD Richard Andrew
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Trustee

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Administrator

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Participating Dealers

Citigroup Global Markets Asia Limited
J.P. Morgan Broking (Hong Kong) Limited
RBS Asia Limited
BNP Paribas Securities Services (operating through its Hong Kong branch)
Standard Chartered Bank (Hong Kong) Limited

Market Maker

BNP Paribas Securities (Asia) Limited

Registrar

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Custodian

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Any opinion contained in this Interim Report (if any) reflects the Manager's view as at the date of this report and is subject to amendment(s) without notice. The information contained in this Interim Report does not constitute recommendation or investment advice. Investors should refer to the Prospectus of the XIE Shares Trust I for further details (including but not limited to risk factors, fees and charges and other important information) which is available from the website www.xieshares.com.

Issued by Enhanced Investment Products Limited, the Manager of the XIE Shares India (CNX Nifty) ETF*(*This is a synthetic ETF).

STATEMENT OF FINANCIAL POSITION (UNAUDITED)

as at 30th June 2014

30th June 2014
HKD**ASSETS**

Investments in listed securities	148,091,527
Investments in derivative instruments	8,248,596
Dividends receivable	5
Cash and cash equivalent	31,919,632
Other receivables	10,286

TOTAL ASSETS

188,270,046

LIABILITIES

Investments in derivative instruments	4,657,467
Payable due to swap counterparties	1,170,927
Management fee payable	61,845
Audit fees payable	95,098
Other fees payable	17,605

TOTAL LIABILITIES

6,002,942

EQUITY

Net assets attributable to unitholders	<hr/> 182,267,104 <hr/>
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Number of units outstanding**20,000,000****Net asset value per unit****9.1134**

STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

for the period ended 30th June 2014

Period from
1st January 2014
to 30th June 2014
HKD

INCOME

Dividend income	1,279,805
Interest income	7,325
Net gain/(loss) on investments	35,955,956
Net foreign exchange gain/(loss)	(26,526)

Total net income/(loss)	37,216,560
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OPERATING EXPENSES

Management fees	275,063
Audit fees	96,069
Preliminary expenses	5,313
Interest expense	1,455
Bank charges	255
Other operating expenses	58,478

Total operating expenses	436,633
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Operating profit/(loss)	36,779,927
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Profit/(loss) before taxation	36,779,927
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Dividend withholding tax	79,741
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TOTAL COMPREHENSIVE GAIN/(LOSS) FOR THE PERIOD	36,700,186
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STATEMENT OF CHANGES IN NET ASSETS
ATTRIBUTABLE TO UNITHOLDERS (UNAUDITED)
for the period ended 30th June 2014

	Period from 1st January 2014 to 30th June 2014 HKD
Balance at the beginning of the period	116,774,618
Proceeds on issue of units	55,774,600
Payment on redemption of units	<u>(26,982,300)</u>
Net increase from unit transactions	28,792,300
Total comprehensive income for the period	36,700,186
Balance at the end of the period	<u><u>182,267,104</u></u>

STATEMENT OF CASH FLOWS (UNAUDITED)

for the period ended 30th June 2014

Period from
1st January 2014
to 30th June 2014
HKD

OPERATING ACTIVITIES

Payments for purchase of investments	(50,048,903)
Proceeds from sale of investments	35,098,063
Dividends received	1,369,860
Interest received	7,325
Management fee paid	(253,065)
Dividend withholding tax paid	(79,741)
Preliminary expenses paid	(5,313)
Interest expense paid	(1,455)
Net receipts from swap counterparties	53,675
Other receipts and payments	(129,748)

Cash generated from/(used in) operating activities	(13,989,302)
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FINANCING ACTIVITIES

Proceeds from issue of units	55,774,600
Redemption paid on redemption of units	(26,982,300)

Cash flows generated from financing activities	28,792,300
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Net increase/(decrease) in cash and cash equivalents	14,802,998
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Cash and cash equivalents at beginning of period	17,143,160
Net foreign exchange loss	(26,526)

Cash and cash equivalents at end of period	31,919,632
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Analysis of balances of cash and cash equivalents

Cash and cash equivalents	31,919,632
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INVESTMENT PORTFOLIO (UNAUDITED)

as at 30th June 2014

Investments

Listed Equities

Australia	Holdings	Fair Value HKD ¹	% of Net Assets
BHP BILLITON LTD	32,396	8,507,688	4.67%
RIO TINTO LTD	2,458	1,066,438	0.59%
WESFARMERS LTD	4,162	1,273,853	0.70%
Total Investments in Listed Australian Securities at Fair Value		10,847,980	5.95%

Japan	Holdings	Fair Value HKD ¹	% of Net Assets
ASAHI GROUP HOLDINGS LTD	6,800	1,654,352	0.91%
ASTELLAS PHARMA INC	20,000	2,036,573	1.12%
BRIDGESTONE CORP	7,100	1,925,602	1.06%
CANON INC	9,100	2,294,671	1.26%
DAIICHI SANKYO CO LTD	16,300	2,356,900	1.29%
DAIKIN INDUSTRIES LTD	12,100	5,917,169	3.25%
DENSO CORP	1,400	517,865	0.28%
EISAI CO LTD	7,800	2,532,572	1.39%
FANUC CORP	4,000	5,346,194	2.93%
FAST RETAILING CO LTD	200	509,985	0.28%
FUJIFILM HOLDINGS CORP	13,000	2,809,659	1.54%
HONDA MOTOR CO LTD	21,300	5,763,768	3.16%
JAPAN TOBACCO INC	13,500	3,814,213	2.09%
KAO CORP	11,700	3,568,814	1.96%
KDDI CORP	16,500	7,799,989	4.28%
KOMATSU LTD	21,100	3,796,747	2.08%
KYOCERA CORP	15,800	5,811,836	3.19%
MITSUBISHI CORP	24,400	3,933,202	2.16%
MITSUBISHI ESTATE CO LTD	4,800	918,431	0.50%
mitsui & co ltd	18,200	2,261,253	1.24%
mitsui fudosan co ltd	13,800	3,606,524	1.98%
NIKON CORP	11,700	1,427,705	0.78%
SECOM CO LTD	6,500	3,078,193	1.69%
SEVEN & I HOLDINGS CO LTD	2,400	783,660	0.43%
SHIN-ETSU CHEMICAL CO LTD	5,900	2,779,608	1.53%
SOFTBANK CORP	10,500	6,059,339	3.32%
SONY CORP	6,300	810,697	0.44%
SUMITOMO CORP	20,800	2,176,914	1.19%
SUZUKI MOTOR CORP	26,300	6,384,364	3.50%
TAKEDA PHARMACEUTICAL CO LTD	7,200	2,588,390	1.42%
TOYOTA MOTOR CORP	7,000	3,258,210	1.79%
Total Investments in Listed Japanese Securities at Fair Value		98,523,398	54.05%

Singapore	Holdings	Fair Value HKD ¹	% of Net Assets
CAPITALAND LTD	249,400	4,961,635	2.72%
GLOBAL LOGISTIC PROPERTIES LTD	494,000	8,292,187	4.55%
SINGAPORE EXCHANGE LTD	133,800	5,781,217	3.17%
SINGAPORE PRESS HOLDINGS LTD	229,400	5,947,135	3.26%
SINGAPORE TECH ENGINEERING	10,000	236,245	0.13%
SINGAPORE TELECOM LTD	348,664	8,345,381	4.58%
WILMAR INTERNATIONAL LTD	260,000	5,156,350	2.83%

Total Investments in Listed Singaporean Securities at Fair Value	38,720,150	21.24%
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Total Investments in Securities at Fair Value	148,091,527	81.25%
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Index Swaps Issued by	Fair Value HKD ²	% of Net Assets
JPMORGAN CHASE BANK N.A.	310,594	0.17%
THE ROYAL BANK OF SCOTLAND PLC	6,442,900	3.53%
BNP PARIBAS	317,464	0.17%
STANDARD CHARTERED BANK (HONG KONG) LIMITED	905,189	0.50%

Total Investment in Index Swaps at Fair Value	7,976,147	4.38%
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Equity Swaps Issued by	Fair Value HKD ²	% of Net Assets
JPMORGAN CHASE BANK N.A.	(85,454)	-0.05%

THE ROYAL BANK OF SCOTLAND PLC	(3,476,608)	-1.91%
BNP PARIBAS	(136,860)	-0.08%
STANDARD CHARTERED BANK (HONG KONG) LIMITED	(686,096)	-0.38%
Total Investment in Equity Swaps at Fair Value	(4,385,018)	-2.41%
Total Investments	151,682,656	83.22%
Other net assets	30,584,448	16.78%
Net assets attributable to Unitholders at 30th June 2014	182,267,104	100%
Total Investments, at cost	140,609,144	

¹ Exchange rate as at 30th June 2014

HKD/JPY 13.070980

HKD/SGD 0.160850

HKD/USD 0.129026

² excludes cash margins deposited with swap counterparties

STATEMENT OF MOVEMENTS IN PORTFOLIO HOLDINGS (UNAUDITED)

for the period ended 30th June 2014

Investments - Listed Equities	Holdings as at 1st January 2014	Additions	Corporate Action	Disposals	Holdings as at 30th June 2014
ASAHI GROUP HOLDINGS LTD	6,800	-	-	-	6,800
ASTELLAS PHARMA INC	4,000	-	16,000	-	20,000
BHP BILLITON LTD	32,396	-	-	-	32,396
BRIDGESTONE CORP	7,100	-	-	-	7,100
CANON INC	9,100	-	-	-	9,100
CAPITALAND LTD	249,400	-	-	-	249,400
DAIICHI SANKYO CO LTD	16,300	-	-	-	16,300
DAIKIN INDUSTRIES LTD	-	12,100	-	-	12,100
DENSO CORP	1,400	-	-	-	1,400
EISAI CO LTD	7,800	-	-	-	7,800
FANUC CORP	1,000	4,000	-	(1,000)	4,000
FAST RETAILING CO LTD	200	-	-	-	200
FUJIFILM HOLDINGS CORP	13,000	-	-	-	13,000
GLOBAL LOGISTIC PROPERTIES LTD	249,000	245,000	-	-	494,000
HONDA MOTOR CO LTD	8,500	21,300	-	(8,500)	21,300
JAPAN TOBACCO INC	13,500	-	-	-	13,500
KAO CORP	11,700	-	-	-	11,700
KDDI CORP	3,000	13,500	-	-	16,500
KOMATSU LTD	21,100	-	-	-	21,100
KYOCERA CORP	3,200	15,800	-	(3,200)	15,800
MITSUBISHI CORP	24,400	-	-	-	24,400
MITSUBISHI ESTATE CO LTD	4,800	-	-	-	4,800
mitsui & co ltd	18,200	-	-	-	18,200
mitsui fudosan co ltd	13,800	-	-	-	13,800
NIKON CORP	11,700	-	-	-	11,700
RIO TINTO LTD	2,458	-	-	-	2,458
SECOM CO LTD	6,500	-	-	-	6,500
SEVEN & I HOLDINGS CO LTD	2,400	-	-	-	2,400
SHIN-ETSU CHEMICAL CO LTD	5,900	-	-	-	5,900
SINGAPORE EXCHANGE LTD	133,800	-	-	-	133,800
SINGAPORE PRESS HOLDINGS LTD	229,400	-	-	-	229,400
SINGAPORE TECH ENGINEERING	-	10,000	-	-	10,000
SINGAPORE TELECOM LTD	215,664	133,000	-	-	348,664
SOFTBANK CORP	1,100	9,400	-	-	10,500
SONY CORP	6,300	-	-	-	6,300
SUMITOMO CORP	20,800	-	-	-	20,800
SUZUKI MOTOR CORP	13,000	26,300	-	(13,000)	26,300
TAKEDA PHARMACEUTICAL CO LTD	7,200	-	-	-	7,200
TOYOTA MOTOR CORP	7,000	-	-	-	7,000
WESFARMERS LTD	4,162	-	-	-	4,162
WILMAR INTERNATIONAL LTD	-	260,000	-	-	260,000

Swaps Issued by	Fair Value as at 1st January 2014 HKD	Fair Value Change HKD	Fair Value as at 30th June 2014 HKD
JPMORGAN CHASE BANK N.A.	(126,711)	351,851	225,140
THE ROYAL BANK OF SCOTLAND PLC	587,401	2,378,891	2,966,292
BNP PARIBAS	(67,534)	248,138	180,604
STANDARD CHARTERED BANK (HONG KONG) LIMITED	-	219,093	219,093

PERFORMANCE RECORD (UNAUDITED)

Highest and lowest net asset value per unit

	Lowest HKD	Highest HKD
Period ended 30th June 2014	<u>6.9190</u>	<u>9.3457</u>

Net asset value attributable to unitholders

	HKD
As at 30th June 2014	<u>182,267,104</u>

Net asset value per unit

	HKD
As at 30th June 2014	<u>9.1134</u>

During the period, the CNX Nifty Index increased by 24.12%, while the net asset value per unit of XIE Shares India (CNX Nifty) ETF*(*This is a synthetic ETF) increased by 24.55%^(a).

There were no constituent securities of that CNX Nifty Index that accounted for more than 10% of the weighting of CNX Nifty Index as at 30th June 2014.

^(a) This is the annualized return of XIE Shares India(CNX Nifty) ETF*(*This is a synthetic ETF) (net of fees and expenses) from 1st January 2014 to 30th June 2014.